

Croghan Colonial Bank

Corporate Office

323 Croghan Street
Fremont, OH 43420
419.332.7301

Banking Centers

Fremont (4)
Bellevue
Clyde
Custar
Green Springs
Monroeville
Norwalk
Port Clinton



Shareholder Information

Stock Listing:

OTC BB – Ticker symbol: CHBH

Registrar and Transfer Agent:

Registrar and Transfer Company
10 Commerce Drive
Cranford, NJ 07016-3572
Toll free 1.800.368.5948
Website: www.rtco.com

Market Maker:

Boenning & Scattergood
9916 Brewster Lane
Powell, OH 43065
1.866.326.8113

Investor Relations:

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

Our Website:

www.croghan.com

Quarterly Report

June 30, 2011

July 2011

Letter to our shareholders:

Highlights:

- Net Income up 30.0% on a year-to-date basis over same period in 2010
- Cash Dividend of \$0.32 per share continues and will be paid on July 29, 2011
- Improving stability in Loan Portfolio
- Enhanced services for our banking customers

Net Income for the quarter ended June 30, 2011 totaled \$1,298,000, which also results in a year-to-date net income of \$2,307,000. On a year-to-date basis, our net income is \$532,000 above last year at the comparable period. This represents an increase of 30.0% (32.7% on a per share basis).

I am also pleased to report that on June 16, 2011, your Board of Directors declared a cash dividend of \$0.32 per share, which is payable on July 29, 2011 to shareholders of record on July 15, 2011.

Over the past few quarters, our loan portfolio has experienced reductions consistent with softer market demand. However, our pipeline of loans in process has started to show increased activity, which will hopefully turn into loan growth in the quarters to come. Over the past quarter, outstanding loan balances have stabilized around the \$290 million level. In addition, while problem loan resolution takes considerable time and effort, known loan problems in the portfolio have also stabilized. This has allowed us to reduce our loan loss provision expense to \$400,000 compared to \$1,100,000 for the comparable period last year. Management believes that our Allowance for Loan Losses remains adequate at 1.59% of total loans.

Our Operations Center and Banking Center teams have worked together to enhance a number of services for our customers. eStatements have been introduced, which provides access for customers to view their deposit statements online rather than receiving paper copies via the mail. We have upgraded our systems to facilitate advancements in our Debit Card issuance and the conversion of ATM cards to Debit Cards, which provide more robust options for our customers. In addition to these two enhancements, our Online Bill Payment service is scheduled to be updated in the third quarter.

Thank you for your continued support.



Rick Robertson
President & CEO



FINANCIAL INFORMATION (unaudited) **Six Months Ended 6/30/11** **Six Months Ended 6/30/10**

CONDENSED STATEMENT OF OPERATIONS		
Interest income	\$ 10,779,000	\$ 11,457,000
Interest expense	1,819,000	2,637,000
Net interest income	8,960,000	8,820,000
Provision for loan losses	400,000	1,100,000
Net interest income after provision for loan losses	8,560,000	7,720,000
Non-interest income	1,664,000	1,739,000
Non-interest expenses	7,323,000	7,198,000
Income before federal income taxes	2,901,000	2,261,000
Federal income taxes	594,000	486,000
Net income	\$ 2,307,000	\$ 1,775,000
Average common shares outstanding	1,674,176	1,702,518

PER SHARE DATA		
Net income	\$ 1.38	\$ 1.04
Cash dividends	\$ 0.64	\$ 0.64
Book value	\$ 35.57	\$ 33.59
Closing price	\$ 24.10	\$ 24.15

FINANCIAL RATIOS		
Return on average assets	0.93%	0.73%
Return on average equity	7.96%	6.26%
Net interest margin	3.97%	4.05%
Loans to deposits	73.08%	84.73%
Allowance for loan losses to total loans	1.59%	1.72%

PERIOD END BALANCES		
	As of 6/30/11	As of 12/31/10
Total assets	\$504,763,000	\$489,727,000
Loans	\$290,081,000	\$293,305,000
Deposits	\$396,948,000	\$384,157,000
Stockholders' equity	\$ 59,527,000	\$ 56,513,000
Common shares outstanding	1,673,380	1,676,380