NEWS RELEASE

Colony Bankcorp, Inc. Announces First Quarter Results

2008-04-25

FITZGERALD, Ga., April 25, 2008 (PRIME NEWSWIRE) -- Colony Bankcorp, Inc. (Nasdaq:CBAN), today reported quarterly net income of $2,213,000 for the first quarter of 2008, down 10.55 percent from first quarter 2007 net income of $2,474,000. The reduction in earnings was primarily the result of net interest income decreasing to $9,605,000 in first quarter 2008 from $10,451,000 in the same year ago period. This reduction ties directly to the aggressive posture taken by the Federal Reserve to combat the downturn in the real estate market and recessionary fears as they lowered interest rates 100 basis points during the last four months of 2007 and 200 basis points during first quarter 2008. The significant rate reduction along with sluggish loan activity resulted in Colony's net interest margin declining to 3.44 percent for first quarter 2008 compared to 3.70 percent for first quarter 2007. The reduction in net interest income was partially offset by an increase in non-interest income to $2.37 million for first quarter 2008 compared to $2.11 million for the same year ago period, a decrease in non-interest expense to $7.76 million for first quarter 2008 compared to $7.91 million for the same year ago period and a reduction in income tax expense to $0.94 million for first quarter 2008 compared to $1.26 million for the same year ago period. Diluted earnings per share for the quarter were $0.31 compared to $0.34 for the same year ago period or a decrease of 8.82 percent. Annualized return on assets for the quarter were 0.74 percent and return on equity was 10.38 percent, compared to 0.82 percent and 12.76 percent for the same year ago period, respectively.

"In response to market conditions, the Company continues to closely monitor our real estate dependent loans throughout the company and focus on asset quality during this economic downturn," said Al D. Ross, Chief Executive Officer of Colony Bankcorp. Non-performing assets increased to $18.2 million, or 1.92 percent of total loans and other real estate owned as of March 31, 2008. This compares to 16.35 million, or 1.73 percent as of December 31, 2007 and to $8.04 million or 0.86 percent of total loans and other real estate owned as of March 31, 2007. The loan loss reserve of $15.22 million on March 31, 2008 was 1.61 percent of total loans compared to $15.51

million or 1.64 percent on December 31, 2007 and 12.17 million or 1.31 percent on March 31, 2007. First quarter 2008 loan loss provisions were $1.07 million compared to $0.91 million for the same period in 2007. Net charge-offs for the quarter were 0.14 percent of average loans, up from 0.08 percent for the first quarter of 2007. Ross added, "Management believes that recent contributions to Allowance for Loan Losses adequately addresses the increase in non-performing assets and the related increase in classified assets. With our senior management's on-going involvement with problem loan resolution, overall strong capital position and increased loan loss provisions, we believe we are well positioned to manage through this difficult credit cycle."

The Company had total assets of $1,185,226,000, gross loans of $943,412,000, total deposits of $993,556,000 and total equity of $86,014,000 at March 31, 2008. Shareholder equity to total assets improved to 7.26 percent on March 31, 2008 compared to 6.59 percent on March 31, 2007 -- the strongest Company capital levels in recent years.

During the quarter the board of directors increased the quarterly cash dividend to $0.0975 per share compared to $0.095 per share in the fourth quarter of 2007 and to the cash dividend of $0.0875 per share in the first quarter of 2007. The first quarter dividend payment represents an increase of 11.43 percent over the dividend payment in first quarter 2007.

Colony Bankcorp, Inc. is a multi-bank holding company headquartered in Fitzgerald, Georgia that consists of the following subsidiaries: Colony Bank of Fitzgerald, Colony Bank Wilcox, Colony Bank Ashburn, Colony Bank of Dodge County, Colony Bank Worth, Colony Bank Southeast, Colony Bank Quitman, FSB, Georgia First Mortgage Company and Colony Management Services, Inc. The Company conducts a general full service commercial, consumer and mortgage banking business through twenty-nine offices located in the middle and south Georgia cities of Fitzgerald, Warner Robins, Centerville, Ashburn, Leesburg, Cordele, Albany, Thomaston, Columbus, Sylvester, Tifton, Moultrie, Douglas, Broxton, Savannah, Eastman, Chester, Soperton, Rochelle, Pitts, Quitman and Valdosta, Georgia.

Colony Bankcorp, Inc. Common Stock is quoted on the Nasdaq National Market under the symbol "CBAN".

Certain statements contained in the preceding release that are not statements of historical fact constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 (the "Act"), notwithstanding that such statements are not specifically identified. In addition, certain statements may be contained in the Company's future filings with the SEC, in press releases, and in oral and written statements made by or with the approval of the Company that are not statements of historical fact and constitute forward-looking statements within the meaning of the Act. Examples of forward-looking statements include, but are not limited to: (i) projections of revenues, income or loss, earnings or loss per share, the payment or nonpayment of dividends, capital structure and other financial items; (ii) statement of plans and objectives of Colony Bankcorp, Inc. or its management or Board of Directors, including those relating to products or services; (iii) statements of future

economic performance; and (iv) statements of assumptions underlying such statements. Words such as "believes," "anticipates," "expects," "intends," "targeted" and similar expressions are intended to identify forward-looking statements but are not the exclusive means of identifying such statements.

Forward-looking statements involve risks and uncertainties that may cause actual results to differ materially from those in such statements. Forward-looking statements speak only as of the date on which such statements are made. The Company undertakes no obligation to update any forward-looking statement to reflect events or circumstances after the date on which such statement is made, or to reflect the occurrence of unanticipated events. Readers are cautioned not to place undue reliance on these forward-looking statements.

COLONY BANKCORP, INC.
FINANCIAL HIGHLIGHTS (UNAUDITED)
DOLLARS IN THOUSANDS, EXCEPT PER SHARE DATA

	QUARTER ENDED		YEAR-TO-DATE	
EARNINGS SUMMARY	03/31/08	03/31/07	03/31/08	03/31/07
Net Interest Income	$9,605	$10,451	$9,605	$10,451
Provision for Loan Losses	1,071	914	1,071	914
Non-interest Income	2,371	2,110	2,371	2,110
Non-interest Expense	7,757	7,909	7,757	7,909
Income Taxes	935	1,264	935	1,264
Net Income	2,213	2,474	2,213	2,474
Operating Income	1,837	2,353	1,837	2,353

	QUARTER ENDED		YEAR-TO-DATE	
PER SHARE SUMMARY	03/31/08	03/31/07	03/31/08	03/31/07
Common Shares Outstanding	7,216,113	7,204,775	7,216,113	7,204,775
Weighted Average Diluted Shares	7,191,861	7,194,741	7,191,861	7,194,741
Net Income Per Weighted Average Diluted Shares	$0.31	$0.34	$0.31	$0.34
Operating Income Per Weighted Average Diluted Shares	$0.25	$0.33	$0.25	$0.33
Dividends Declared Per Share	$0.0975	$0.0875	$0.0975	$0.0875

	QUARTER ENDED		YEAR-TO-DATE	
OPERATING RATIOS (1)	03/31/08	03/31/07	03/31/08	03/31/07

Net Interest Margin (a)	3.44%	3.70%	3.44%	3.70%
Return on Average Assets Based on Net Income	0.74%	0.82%	0.74%	0.82%
Return on Average Assets Based on Operating Income	0.62%	0.78%	0.62%	0.78%
Return on Average Equity Based on Net Income	10.38%	12.76%	10.38%	12.76%
Return on Average Equity Based on Operating Income	8.62%	12.13%	8.62%	12.13%
Efficiency (b)	64.27%	62.57%	64.27%	62.57%

	QUARTER ENDED	
ENDING BALANCES	03/31/08	03/31/07
Total Assets	$1,185,226	$1,191,407
Loans Held for Sale	--	335
Loans, Net of Reserves	927,958	917,649
Allowance for Loan Losses	15,220	12,170
Goodwill	2,412	2,412
Intangible Assets	393	429
Deposits	993,556	1,024,632
Stockholders' Equity	86,014	78,553
Book Value Per Share	$11.92	$10.90
Tangible Book Value Per Share	$11.53	$10.51
Shareholders' Equity to Total Assets	7.26%	6.59%

	QUARTER ENDED		YEAR-TO-DATE	
AVERAGE BALANCES	03/31/08	03/31/07	03/31/08	03/31/07
Total Assets	$1,190,063	$1,204,804	$1,190,163	$1,204,804
Loans, Net of Reserves	931,352	915,712	931,352	915,712
Deposits	998,685	1,033,322	998,685	1,033,322
Stockholders' Equity	85,260	77,562	85,260	77,562

	QUARTER ENDED		YEAR-TO-DATE	
ASSET QUALITY	03/31/08	03/31/07	03/31/08	03/31/07
Nonperforming Loans	$14,438	$6,476	$14,438	$6,476
Nonperforming Assets	18,196	8,039	18,196	8,039
Net Loan Chg-offs (Recoveries)	1,364	733	1,364	733
Reserve for Loan Loss				

to Gross Loans	1.61%	1.31%	1.61%	1.31%
Reserve for Loan Loss to Non-performing Loans	105.42%	187.92%	105.42%	187.92%
Reserve for Loan Loss to Non-performing Assets	83.64%	151.39%	83.64%	151.39%
Net Loan Chg-offs (Recoveries) to Avg. Gross Loans	0.14%	0.08%	0.14%	0.08%
Nonperforming Loans to Gross Loans	1.53%	0.70%	1.53%	0.70%
Nonperforming Assets to Total Assets	1.54%	0.67%	1.54%	0.67%
Nonperforming Assets to Gross Loans And Other Real Estate	1.92%	0.86%	1.92%	0.86%

(1) Annualized.

(a) Computed using fully taxable-equivalent net income.

(b) Computed by dividing non-interest expense by the sum of fully taxable- Equivalent net interest income and non-interest income.

Quarterly Comparative Data (in thousands, except per share data)

	1Q2008	4Q2007	3Q2007	2Q2007	1Q2007
Assets	$1,185,226	$1,208,776	$1,213,270	$1,203,777	$1,191,407
Loans	927,958	929,465	954,066	940,786	917,984
Deposits	993,556	1,018,602	1,018,755	1,021,743	1,024,632
Equity	86,014	83,743	82,921	79,858	78,553
Net Income	2,213	752	2,619	2,702	2,474
Net Income Per Share	0.31	0.10	0.36	0.38	0.34
Dividends Declared Per Share	0.0975	0.095	0.0925	0.09	0.0875

Key Performance Ratios	1Q2008	4Q2007	3Q2007	2Q2007	1Q2007
Return on Assets	0.74%	0.25%	0.87%	0.91%	0.82%
Return on Equity	10.38%	3.58%	12.87%	13.58%	12.76%
Equity/Assets	7.26%	6.94%	6.83%	6.63%	6.59%
Net Interest Margin	3.44%	3.64%	3.81%	3.86%	3.70%

Consolidated Balance Sheets Colony Bankcorp, Inc.
(in thousands)

	Mar. 31, 2008	Mar. 31, 2007
	(unaudited)	(unaudited)
ASSETS		
Cash and Cash Equivalents		
Cash and Due from Banks	$24,457	$21,583
Federal Funds Sold	12,697	35,004
	37,154	56,587
Interest-Bearing Deposits	1,279	2,810
Investment Securities		
Available for Sale, at Fair Value	156,004	156,028
Held for Maturity, at Cost (Fair Value of $73 and $73 as of Mar. 31, 2008 and Mar. 31, 2007, Respectively)	68	73
	156,072	156,101
Federal Home Loan Bank Stock, at Cost	5,395	4,903
Loans Held for Sale	--	335
Loans	943,412	930,250
Allowance for Loan Losses	(15,220)	(12,170)
Unearned Interest and Fees	(234)	(431)
	927,958	917,649
Premises and Equipment	28,527	27,268
Other Real Estate	3,758	1,563
Goodwill	2,412	2,412
Other Intangible Assets	393	429
Other Assets	22,278	21,350
Total Assets	$1,185,226	$1,191,407

LIABILITIES AND STOCKHOLDERS' EQUITY		
Deposits		
Noninterest-Bearing	$76,600	$76,702
Interest-Bearing	916,956	947,930
	993,556	1,024,632
Borrowed Money		
Federal Funds Purchased	2,917	480
Subordinated Debentures	24,229	24,229
Other Borrowed Money	70,900	55,000
	98,046	79,709
Other Liabilities	7,610	8,513
Stockholders' Equity		
Common Stock, Par Value $1, Authorized 20,000,000 Shares, Issued 7,216,113 and 7,204,775 Shares as of Mar. 31, 2008 and Mar. 31, 2007, Respectively	7,216	7,205
Paid in Capital	24,601	24,503
Retained Earnings	53,596	48,013
Restricted Stock- Unearned Compensation	(410)	(478)
Accumulated Other Comprehensive Loss, Net of Tax	1,011	(690)
	86,014	78,553
Total Liabilities and Stockholders' Equity	$1,185,226	$1,191,407

Consolidated Statements of Income Colony Bankcorp, Inc.
(in thousands except per share data)

	Quarter		Year-to-Date	
	Three Months Ended		Twelve Months Ended	
	03/31/08	03/31/07	03/31/08	03/31/07
	(unaudited)	(unaudited)	(unaudited)	(unaudited)

Interest Income				
Loans, Including Fees	$18,351	$19,768	$18,351	$19,768
Federal Funds Sold	155	631	155	631
Deposits with Other Banks	11	41	11	41
Investment Securities				
U.S. Government Agencies	1,679	1,544	1,679	1,544
State, County and Municipal	138	134	138	134
Corporate Obligations/ Asset-Backed Sec.	94	63	94	63
Dividends on Other Investments	84	76	84	76
	20,512	22,257	20,512	22,257
Interest Expense				
Deposits	9,672	10,607	9,672	10,607
Federal Funds Purchased	27	6	27	6
Borrowed Money	1,208	1,193	1,208	1,193
	10,907	11,806	10,907	11,806
Net Interest Income	9,605	10,451	9,605	10,451
Provision for Loan Losses	1,071	914	1,071	914
Net Interest Income After Provision for Loan Losses	8,534	9,537	8,534	9,537
Noninterest Income				
Service Charges on Deposits	1,165	1,118	1,165	1,118
Other Service Charges, Commissions and Fees	254	246	254	246
Mortgage Fee Income	169	252	169	252
Securities Gains	570	184	570	184
Other	213	310	213	310
	2,371	2,110	2,371	2,110
Noninterest Expense				
Salaries and Employee Benefits	4,403	4,542	4,403	4,542
Occupancy and Equipment	1,007	1,001	1,007	1,001
Other	2,347	2,366	2,347	2,366
	7,757	7,909	7,757	7,909

Income Before Income Taxes	3,148	3,738	3,148	3,738
Income Taxes	935	1,264	935	1,264
Net Income	$2,213	$2,474	$2,213	$2,474
Net Income Per Share of Common Stock				
Basic	$0.31	$0.34	$0.31	$0.34
Diluted	$0.31	$0.34	$0.31	$0.34
Weighted Average Basic Shares Outstanding	7,191,861	7,181,568	7,191,861	7,181,568
Weighted Average Diluted Shares Outstanding	7,191,861	7,194,741	7,191,861	7,194,741

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