NEWS RELEASE

Colony Bankcorp, Inc. Announces Fourth Quarter Results

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FITZGERALD, Ga., Jan. 16, 2008 (PRIME NEWSWIRE) -- Colony Bankcorp, Inc. (Nasdaq:CBAN), today reported quarterly net income of $752,000 for the fourth quarter of 2007, down 71.20 percent from fourth quarter 2006 net income of $2,611,000. The reduction in earnings was the direct result of additional loan loss provisions due to the elevated risk of residential real estate and land development loans given the downturn in the real estate market during the past six months. Fourth quarter 2007 provision for loan losses were $3,253,000 compared to $997,000 for the same period in 2006 and to $850,000 for third quarter 2007. The increased provision is directly tied to higher risk in the residential and land development real estate loan portfolio and non-performing assets increasing to $16.35 million, or 1.73% of total loans and other real estate owned as of December 31, 2007. This compares to $9.05 million, or 0.96 percent as of December 31, 2006 and to $7.36 million, or 0.76% of total loans and other real estate as of September 30, 2007.

"In response to market conditions, management has extensively reviewed our loan portfolio with a particular emphasis on our residential and land development real estate exposure," said Al D. Ross, Chief Executive Officer of Colony Bankcorp. "We have spent the past ninety days evaluating the credit strength of our borrowers, assessing underlying collateral value and discussing the current status of projects with our customers. Senior management with experience in problem loan workouts have been identified and assigned responsibility to oversee the workout and resolution of problem loans. We will continue to closely monitor our real estate dependent loans throughout the company and focus on asset quality during this economic downturn."

During the fourth quarter internal loan review, higher risk characteristics were identified, primarily with the residential and land development real estate loan portfolio. Many of the loans are not currently past due but are now properly graded so that proper risk is assigned. This review necessitated increased provisions in order for management to believe that the level of the allowance for loan losses was adequate as of December 31, 2007. The

loan loss reserve of $15,513,000 on December 31, 2007 was 1.64 percent of total loans compared to $11,989,000 or 1.27 percent on December 31, 2006 and $13,821,000 or 1.43 percent on September 30, 2007. Net charge-offs for the quarter were 0.16 percent of average loans, up from 0.14 percent for the fourth quarter of 2006, while net charge-offs for the calendar year 2007 were 0.25 percent, down from 0.30 percent for calendar year 2006.

The increase in non-performing assets are primarily attributable to one land development loan totaling $5.4 million in the Alabama gulf coast market, one residential real estate line totaling $882,000 in the Warner Robins market, and three residential and land development lines in the Georgia/South Carolina coastal market totaling $3.2 million. Management believes with the increase in non-performing assets and the movement of grades to properly identify risk in certain real estate loans that adequate provisions and allowance for loan losses have been recorded to address our real estate dependent loan exposure.

Ross added, "Although we are disappointed to report these credit issues, I am pleased with the progress we have made during the quarter in assessing the current credit risk, re-focusing management's activities and maintaining adequate reserve levels. As a result of the extensive loan review, ongoing senior management involvement with the resolution of problem loans and our strong capital and allowance for loan loss levels, we believe we are well positioned to manage through this difficult credit cycle."

Net income for 2007 was $8,547,000 compared to $10,152,000 for 2006 or a decrease of 15.81 percent. The decrease was primarily attributable to provision for loan losses increasing to $5,931,000 for 2007 compared to $3,987,000 for 2006, or an increase of 48.76 percent. Diluted earnings per share for 2007 were $1.19 compared to $1.41 per share for 2006 or a decrease of 15.60 percent. Return on assets for 2007 were 0.71 percent and return on equity was 10.60 percent, compared to 0.87 percent and 14.10 percent for 2006, respectively. With sluggish loan activity and reversal of interest for loans placed on non-accrual, net interest margin decreased to 3.75 percent for 2007 compared to 3.84 percent for 2006. The Company had total assets of $1,207,238,000, gross loans of $945,279,000 and total equity of $83,743,000 at December 31, 2007. Shareholder equity to total assets improved to 6.94 percent on December 31, 2007 compared to 6.31 percent on December 31, 2006 -- the strongest Company capital levels in recent years.

During the quarter the board of directors increased the quarterly cash dividend to $0.095 per share compared to $0.0925 per share in the third quarter of 2007 and to the cash dividend of $0.085 per share in the fourth quarter of 2006. The fourth quarter dividend payment represents an increase of 11.76 percent over the dividend payment in fourth quarter 2006.

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	12/31/07	12/31/06	12/31/07	12/31/06
Net Interest Income	$ 10,390	$ 10,481	$ 42,459	$ 41,888
Provision for Loan Losses	3,253	997	5,931	3,987
Non-interest Income	1,805	1,788	7,817	7,312
Non-interest Expense	7,950	7,478	31,580	29,844

Income Taxes	240	1,183	4,218	5,217
Net Income	752	2,611	8,547	10,152
Operating Income	752	2,611	8,426	10,152

PER SHARE SUMMARY	QUARTER ENDED 12/31/07	QUARTER ENDED 12/31/06	YEAR-TO-DATE 12/31/07	YEAR-TO-DATE 12/31/06
Common Shares Outstanding	7,200,913	7,189,937	7,200,913	7,189,937
Weighted Average Diluted Shares	7,194,514	7,179,017	7,197,331	7,177,737
Net Income Per Weighted Average Diluted Shares	$ 0.10	$ 0.36	$ 1.19	$ 1.41
Operating Income Per Weighted Average Diluted Shares	$ 0.10	$ 0.36	$ 1.17	$ 1.41
Dividends Declared Per Share	$ 0.095	$ 0.085	$ 0.365	$ 0.325

OPERATING RATIOS (1)	QUARTER ENDED 12/31/07	QUARTER ENDED 12/31/06	YEAR-TO-DATE 12/31/07	YEAR-TO-DATE 12/31/06
Net Interest Margin (a)	3.64%	3.70%	3.75%	3.84%
Return on Average Assets Based on Net Income	0.25%	0.87%	0.71%	0.87%
Return on Average Assets Based on Operating Income	0.25%	0.87%	0.69%	0.87%
Return on Average Equity Based on Net Income	3.58%	13.83%	10.60%	14.10%
Return on Average Equity Based on Operating Income	3.58%	13.83%	10.45%	14.10%
Efficiency (b)	64.68%	60.53%	62.37%	60.33%

(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.

ENDING BALANCES	QUARTER ENDED 12/31/07	QUARTER ENDED 12/31/06
Total Assets	$ 1,207,238	$ 1,213,504
Loans, Net of Reserves	929,465	929,783
Allowance for Loan Losses	15,513	11,989
Goodwill	2,412	2,412
Intangible Assets	402	439

Deposits	1,018,297	1,042,446
Stockholders' Equity	83,743	76,611
Book Value Per Share	$ 11.63	$ 10.66
Tangible Book Value Per Share	$ 11.24	$ 10.26
Shareholders' Equity to Total Assets	6.94%	6.31%

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

	QUARTER ENDED		YEAR-TO-DATE	
AVERAGE BALANCES	12/31/07	12/31/06	12/31/07	12/31/06
Total Assets	$1,214,481	$1,205,025	$1,204,165	$1,160,718
Loans, Net of Reserves	945,891	930,665	934,083	900,711
Deposits	1,018,526	1,033,741	1,021,537	990,968
Stockholders' Equity	83,999	75,524	80,638	71,993

	QUARTER ENDED		YEAR-TO-DATE	
ASSET QUALITY	12/31/07	12/31/06	12/31/07	12/31/06
Nonperforming Loans	$ 15,016	$ 8,078	$ 15,016	$ 8,078
Nonperforming Assets	16,348	9,048	16,348	9,048
Net Loan Chg-offs (Recoveries)	1,561	1,316	2,407	2,760
Reserve for Loan Loss to Gross Loans	1.64%	1.27%	1.64%	1.27%
Reserve for Loan Loss to Non-performing Loans	103.31%	148.42%	103.31%	148.42%
Reserve for Loan Loss to Non-performing Assets	94.89%	132.50%	94.89%	132.50%
Net Loan Chg-offs (Recoveries) to Avg. Gross Loans	0.16%	0.14%	0.25%	0.30%
Nonperforming Loans to Gross Loans	1.59%	0.86%	1.59%	0.86%
Nonperforming Assets to Total Assets	1.35%	0.75%	1.35%	0.75%
Nonperforming Assets to Gross Loans And Other Real Estate	1.73%	0.96%	1.73%	0.96%

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

	4Q2007	3Q2007	2Q2007	1Q2007	4Q2006
Assets	$1,207,238	$1,213,270	$1,203,777	$1,191,407	$1,213,504
Loans	929,465	954,066	940,786	917,984	929,783
Deposits	1,018,297	1,018,755	1,021,743	1,024,632	1,042,446
Equity	83,743	82,921	79,858	78,553	76,611
Net Income	752	2,619	2,702	2,474	2,611
Net Income Per Share	0.10	0.36	0.38	0.34	0.36
Dividends Declared Per Share	0.095	0.0925	0.09	0.0875	0.085

Key Performance Ratios	4Q2007	3Q2007	2Q2007	1Q2007	4Q2006
Return on Assets	0.25%	0.87%	0.91%	0.82%	0.87%
Return on Equity	3.58%	12.87%	13.58%	12.76%	13.83%
Equity/Assets	6.94%	6.83%	6.63%	6.59%	6.31%
Net Interest Margin	3.64%	3.81%	3.86%	3.70%	3.70%

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

	Dec. 31, 2007 (unaudited)	Dec. 31, 2006 (unaudited)
ASSETS		
Cash and Cash Equivalents		
Cash and Due from Banks	$ 28,369	$ 27,231
Federal Funds Sold	21,737	45,149
	50,106	72,380
Interest-Bearing Deposits	1,467	3,076
Investment Securities		
Available for Sale, at Fair Value	167,123	149,236
Held for Maturity, at Cost (Fair Value of $72 and $71 as of Dec. 31, 2007 and Dec. 31, 2006, Respectively)	68	71
	167,191	149,307
Federal Home Loan Bank Stock, at Cost	5,533	5,087

Loans	945,279	942,273
Allowance for Loan Losses	(15,513)	(11,989)
Unearned Interest and Fees	(301)	(501)
	929,465	929,783
Premises and Equipment	27,504	27,453
Other Real Estate	1,332	970
Goodwill	2,412	2,412
Other Intangible Assets	402	439
Other Assets	21,826	22,597
Total Assets	$ 1,207,238	$ 1,213,504
LIABILITIES AND STOCKHOLDERS' EQUITY		
Deposits		
Noninterest-Bearing	$ 85,807	$ 77,336
Interest-Bearing	932,490	965,110
	1,018,297	1,042,446
Borrowed Money		
Federal Funds Purchased	1,346	1,070
Subordinated Debentures	24,229	24,229
Other Borrowed Money	73,600	61,500
	99,175	86,799
Other Liabilities	6,023	7,648
Stockholders' Equity		
Common Stock, Par Value $1, Authorized 20,000,000 Shares, Issued 7,200,913 and 7,189,937 Shares as of Dec. 31, 2007 and Dec. 31, 2006, Respectively	7,201	7,190
Paid in Capital	24,420	24,257
Retained Earnings	52,087	46,417
Restricted Stock - Unearned Compensation	(237)	(278)
Accumulated Other Comprehensive Loss,		

Net of Tax	272	(975)
	83,743	76,611
Total Liabilities and Stockholders' Equity	$ 1,207,238	$ 1,213,504

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

	Quarter		Year-to-Date	
	Three Months Ended		Twelve Months Ended	
	12/31/07	12/31/06	12/31/07	12/31/06
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Interest Income				
Loans, Including Fees	$ 20,051	$ 20,017	$ 80,974	$ 75,087
Federal Funds Sold	274	577	1,478	2,035
Deposits with Other Banks	32	41	143	133
Investment Securities				
U.S. Government Agencies	1,689	1,483	6,438	5,199
State, County and Municipal	168	107	549	381
Corporate Obligations/ Asset-Backed Sec.	64	46	269	162
Dividends on Other Investments	84	80	309	283
	22,336	22,351	90,160	83,280
Interest Expense				
Deposits	10,598	10,672	42,731	36,610
Federal Funds Purchased	9	1	59	29
Borrowed Money	1,339	1,197	4,911	4,753
	11,946	11,870	47,701	41,392
Net Interest Income	10,390	10,481	42,459	41,888
Provision for Loan Losses	3,253	997	5,931	3,987
Net Interest Income After Provision for Loan Losses	7,137	9,484	36,528	37,901
Noninterest Income				

Service Charges on Deposits	1,215	1,200	4,771	4,580
Other Service Charges, Commissions and Fees	218	206	921	708
Mortgage Fee Income	204	252	967	768
Securities Gains	--	--	184	--
Other	168	130	974	1,133
	1,805	1,788	7,817	7,312
Noninterest Expense				
Salaries and Employee Benefits	4,173	4,194	17,866	16,870
Occupancy and Equipment	1,004	1,000	4,040	4,035
Other	2,773	2,284	9,674	8,939
	7,950	7,478	31,580	29,844
Income Before Income Taxes	992	3,794	12,765	15,369
Income Taxes	240	1,183	4,218	5,217
Net Income	$ 752	$ 2,611	$ 8,547	$ 10,152
Net Income Per Share of Common Stock				
Basic	$ 0.10	$ 0.36	$ 1.19	$ 1.41
Diluted	$ 0.10	$ 0.36	$ 1.19	$ 1.41
Weighted Average Basic Shares Outstanding	7,192,026	7,179,017	7,188,696	7,176,894
Weighted Average Diluted Shares Outstanding	7,194,514	7,179,017	7,197,331	7,177,737

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