Report of Organizational Actions Affecting Basis of Securities

Part I Reporting Issuer

1 Issuer's name

Colony Bankcorp, Inc.

2 Issuer's employer identification number (EIN)

58-1492391

3 Name of contact for additional information

Terry Hester

4 Telephone No. of contact

229-426-6000

5 Email address of contact

thester@colonybank.com

6 Number and street (or P.O. box if mail is not delivered to street address) of contact

115 S Grant St, Fitzgerald, GA 31750

7 City, town, or post office, state, and ZIP code of contact

Fitzgerald, GA 31750

8 Date of action

May 1, 2019

9 Classification and description

Stock issue by way of merger

10 CUSIP number

19623P101

11 Serial number(s)

12 Ticker symbol

CBAN

13 Account number(s)

Part II Organizational Action

Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action. On May 1, 2019, Colony Bankcorp, Inc. ("Colony") completed its acquisition of LBC Bancshares, Inc. ("LBC"), the holding company for Calumet Bank.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis. SEE ATTACHED

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates. The merger was intended to be tax free under Section 368(a) of the Internal Revenue Code. Accordingly, the holder's aggregate basis in Colony common stock received in the merger will equal the aggregate tax basis in the LBC common stock exchanged for Colony common stock in the merger.
18 Can any resulting loss be recognized? If a U.S. holder exchanges its shares of LBC common stock solely for cash, the U.S. holder will recognize gain or loss on the exchange measured by the difference between the amount of cash received in the exchange and the U.S. holder's basis in the shares of LBC common stock surrendered in exchange for such cash.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year. The merger occurred on May 1, 2019.
Form 8937, Part II, Box 15:

Each outstanding share of LBC common stock issued and outstanding immediately prior to the effective time of the merger will be converted into the right to receive, at the election of each LBC shareholder, either (i) $23.50 in cash, or (ii) 1.3239 shares of Colony common stock. The election of stock consideration or cash consideration will be subject to proration such that 55% of the issued and outstanding shares of LBC common stock will be exchanged for Colony common stock and 45% will be exchanged for cash, and at least 50% of the merger consideration will be paid in Colony common stock. As a result, if the aggregate number of shares with respect to which a valid stock or cash election has been made exceeds these limits, shareholders who have elected the form of merger consideration that has been over-subscribed will receive a mixture of both stock consideration or cash consideration in accordance with the proration procedures set forth in the merger agreement so that such limits are not exceeded. Each option or warrant to purchase shares of LBC common stock shall be cancelled as of the effective time of the merger and converted into the right to receive a cash payment equal to the product of (i) the total number of shares of LBC common stock subject to such option or warrant, as applicable, times (ii) the excess, if any, of $23.50 over the exercise price per share of LBC common stock subject to such option or warrant, as applicable.