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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 OR 15(d) of The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): April 24, 2007

COLONIAL VIRGINIA BANK

(Exact name of registrant as specified in its charter)

Virginia
(State or other jurisdiction of
incorporation or organization)

75-3093106
(IRS Employer
Identification No.)

6720 Sutton Road
Gloucester, Virginia 23061
(Address of principal executive offices)

(804) 695-9300
(Issuer's telephone number)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4© under the Exchange Act (17 CFR 240.13e-4(c))

INFORMATION TO BE INCLUDED IN THE REPORT

Section 2 – Financial Information

Item 2.02 Results of Operations and Financial Condition.

On April 24, 2007, Colonial Virginia Bank issued a news release announcing its financial results for the quarter ended March 31, 2007. A copy of the press release is being furnished as an exhibit to this report and is incorporated by reference into this Item 2.02.

Section 9 – Financial Statements and Exhibits

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits. The following exhibit is being furnished pursuant to Item 2.02 above.

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press release issued by the Registrant dated April 24, 2007.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Colonial Virginia Bank

(Registrant)

Date: April 25, 2007

Kenneth E. Smith

(Signature)*

Kenneth E. Smith
Executive Vice President/Chief Financial Officer

*Print name and title of the signing officer under his signature.

Exhibit Index

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release issued by the Registrant dated April 24, 2007

Exhibit No: 99.1Company Release – 04/24/2007

Colonial Virginia Bank Announces 1st Quarter 2007 Earnings

GLOUCESTER, Va., Apr 24-- Colonial Virginia Bank (OTCBB: CNVB) (“the Bank”), today reported net income of \$74,894 or \$0.12 per share assuming dilution, for the quarter ended March 31, 2007, compared with \$84,468, or \$0.14 per share assuming dilution, for the same period in 2006, representing 11.33% and 14.29% decreases, respectively. The 2007 figure reflects an increase of \$42,843 in pension expense over the 2006 amount under the Bank’s Supplemental Executive Retirement Plan (“SERP”). This increase was prompted by an accounting rules change associated with FAS 158, which became effective December 15, 2006. The accounting statement issued by the Financial Accounting Standards Board (“FASB”) addressed the accounting periods in which pension expenses and corresponding accrued liabilities are recognized. The total expense during the working life of the plan does not change, but only the accounting periods in which they are recorded. Therefore, more of the total expense will now be recorded in the earlier years than under previous accounting rules. Conversely, expense in the later years of the plan will be less than under previous accounting rules.

The Bank relies primarily on net interest income (interest income on loans and investment minus interest expense on deposits) for its overall net income. Net interest income for the quarter-ended March 31, 2007 was \$741,316 compared to \$660,435 for the same period in 2006, a 12.25% increase. Non-interest income for the first quarter 2007 of \$57,532 represented a 33.15% increase over the \$43,208 level for the same period in 2006, boosted by increased fees on a growing base of deposit accounts. Non-interest expense reflected a 16.14% increase for the first quarter 2007 compared to the same period in 2006, increasing from \$618,125 in 2006 to \$717,904 for the current quarter. As discussed above, a significant portion of the increase was associated with the FAS 158 adjustment to current period pension expense. The Bank’s return on average total assets of .36% for the current quarter-ended reflected a 17 basis points decline from the .53% for the same quarter 2006.

The Bank’s balance sheet reflected continued positive growth trends. Total assets were \$86.2 million at March 31, 2007, compared to \$81.2 million at December 31, 2006, (a 6.16% increase) and \$65.8 million at March 31, 2006, (a 31.00% increase). Net loans of \$47.5 million represented increases of 3.04% and 14.74% for the same periods, respectively. Total deposits for the current quarter end totaled \$74.2 million compared to \$69.4 million at year-end 2006, (a 6.92% increase) and \$54.9 million March 31, 2006, (a 35.15% increase).

As of March 31, 2007, there was one loan totaling \$8,236 carried in a non-accrual status. Subsequent to the quarter-end the loan was brought current, with all delinquent payments being paid and the loan being placed on an accruing basis again.

Bill Farinholt, President and CEO, stated, “2007 has begun as another outstanding year for the Bank. The growth of the balance sheet continues in a positive direction. Loan growth does continue to be somewhat softer than deposit growth (particularly CDs), which places modest pressure on forward moving net interest income. However, loan demand has improved in recent weeks and local construction is expected to improve during the spring and summer months. The Bank’s philosophy not to compromise its underwriting standards and sound credit quality for the sake of growth continues to be the underpinnings of stable earnings without interruptions of unexpected loan losses. This philosophy

is evidenced by the existence of only one non-performing loan at our most recent quarter-end, representing 0.01% of total assets. We look forward to 2007 to yield similar results in growth and continued improvement in performance ratios. ”

The Bank operates two full service retail bank offices, both located in Gloucester County, Virginia and offers full investment services through its investment division under the name of Colonial Virginia Investment Services. The Bank also offers mortgage services through Colonial Virginia Mortgage, LLC (“the mortgage company”), a 50% owned subsidiary joint with Johnson Mortgage Company, LLC (“JMC”). The services are offered through the Bank’s two banking offices. JMC is headquartered in Newport News, Virginia. The Bank began the mortgage operation during the fourth quarter 2006. Mortgage operations contributed \$5,700 in non-interest income in the current quarter, 2007.

The Bank’s stock is listed for trading on the Over the Counter Bulletin Board (OTCBB) under the symbol CNVB. The bank’s primary market maker is Davenport & Company LLC, Richmond, VA.

Additional information regarding the bank's products and services, as well as access to its regulatory filings, are available on the bank’s web site at <http://www.colonialvabank.com>.

Use of Certain Non-GAAP Financial Measures. In addition to results presented in accordance with United States generally accepted accounting principles (GAAP), this earnings release includes certain non-GAAP financial measures, which are reconciled to their equivalent GAAP financial measures below. Management believes these non-GAAP financial measures provide information useful to investors in understanding the corporation's performance trends and facilitate comparisons with its peers. Specifically, management believes the exclusion of a significant recovery of income recognized in a single accounting period permits a comparison of results for ongoing business operations, and it is on this basis that management internally assesses the corporation's performance and establishes goals for future periods.

Although the corporation's management believes the non-GAAP financial measures presented in this earnings release enhance investors' understandings of its performance, these non-GAAP financial measures should not be considered an alternative to GAAP-basis financial statements.

Forward-Looking Statements. The statements contained in this press release that are not historical facts may constitute "forward-looking statements" as defined by the federal securities laws. These statements may address issues that involve estimates and assumptions made by management; risks and uncertainties, and actual results could differ materially from historical results or those anticipated by such statements. Factors that could have a material adverse effect on the operations and future prospects of the corporation include, but are not limited to, changes in: (1) interest rates, (2) general economic conditions, (3) demand for loan products, (4) the legislative/regulatory climate, (5) monetary and fiscal policies of the U.S. Government, including policies of the U.S. Treasury and the Federal Reserve Board, (6) the quality or composition of the loan or investment portfolios, (7) deposit flows, (8) competition, (9) demand for financial services in the Bank's market area, (10) technology, (11) reliance on third parties for key services, and (12) accounting principles, policies and guidelines. These risks and uncertainties should be considered in evaluating the forward-looking statements contained herein, and readers are cautioned not to place undue reliance on such statements, which speak only as of their dates.

Balance Sheet (\$)	Y-Y			Q-Q	
	2007 Q1	2006 Q1	Ch (%)	2006 Q4	Ch (%)
<u>Loans Held for Investment, before Reserves</u>	47,845,623	41,713,950	14.70	46,454,884	2.99
<u>Loan Loss Reserve</u>	336,722	316,120	6.52	329,462	2.20
<u>Net Loans Receivable</u>	47,508,901	41,397,830	14.76	46,125,422	3.00
<u>Total Assets</u>	86,198,003	65,805,813	30.99	81,187,526	6.17
<u>Deposits</u>	74,205,931	54,879,861	35.22	69,410,928	6.91
<u>Common Equity</u>	11,135,399	10,580,153	5.25	11,026,737	0.99
<u>Total Shareholders' Equity</u>	11,135,399	10,580,153	5.25	11,026,737	0.99
<u>Shares Outstanding (actual)</u>	607,675	605,175	0.41	607,675	0.00

Income Statement (\$)	Y-Y			Q-Q	
	2007 Q1	2006 Q1	Ch (%)	2006 Q4	Ch (%)
<u>Net Interest Income</u>	741,316	660,435	12.25	727,928	1.84
<u>Provision for Loan Losses</u>	6,050	1,050	476.19	26,050	(76.78)
<u>Noninterest Income</u>	57,532	43,208	33.15	61,345	(6.22)
<u>Noninterest Expense</u>	717,904	618,125	16.14	743,358	(3.42)
<u>Net Income Before Taxes</u>	74,894	84,468	(11.33)	19,865	277.01
<u>Provision for Taxes</u>	0	0	--	(206,008)	(100.00)
<u>Net Income</u>	74,894	84,468	(11.33)	225,873	(66.84)

Per Share Items (\$)	Y-Y			Q-Q	
	2007 Q1	2006 Q1	Ch (%)	2006 Q4	Ch (%)
<u>Book Value Per Share</u>	18.32	17.48	4.82	18.15	0.96
<u>Diluted EPS Before Extra</u>	0.12	0.14	(14.29)	0.37	(67.57)
<u>Diluted EPS After Extra</u>	0.12	0.14	(14.29)	0.37	(67.57)
<u>Dividends Declared</u>	0.00	0.00	--	0.00	--

Performance Ratios (%)	Y-Y			Q-Q	
	2007 Q1	2006 Q1	Ch (bp)	2006 Q4	Ch (bp)
<u>ROAA</u>	0.36	0.53	(17)	1.13	(77)
<u>ROAE</u>	2.71	3.19	(48)	8.19	(548)
<u>Net Interest Margin</u>	3.91	4.69	(78)	4.04	(13)
<u>Loans / Deposits</u>	64.48	76.01	(1,153)	66.93	(245)
<u>Efficiency Ratio</u>	89.87	87.85	202	94.18	(431)

Balance Sheet Ratios (%)	Y-Y			Q-Q	
	2007 Q1	2006 Q1	Ch (bp)	2006 Q4	Ch (bp)
<u>Tangible Equity / Tangible Assets</u>	12.92	16.08	(316)	13.58	(66)
<u>Equity / Assets</u>	12.92	16.08	(316)	13.58	(66)

Asset Quality Ratios (%)	Y-Y			Q-Q	
	2007 Q1	2006 Q1	Ch (bp)	2006 Q4	Ch (bp)

<u>Nonperforming Assets / Assets</u>	0.01	0.00	1	0.00	1
<u>Loan Loss Reserves / Gross Loans</u>	0.70	0.76	(6)	0.71	(1)
<u>Loan Loss Reserves / NPAs</u>	NM	NM	NM	NM	NM
<u>Net Charge-offs / Avg Loans</u>	0.00	0.00	0	0.01	(1)
Regulatory Capital Ratios (%)			Y-Y		Q-Q
	2007 Q1	2006 Q1	Ch (bp)	2006 Q4	Ch (bp)
<u>Tier 1 Capital Ratio</u>	19.57	22.52	(295)	20.18	(61)

SOURCE Colonial Virginia Bank

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