



Nasdaq: PEBO

Investor Presentation

1st Quarter 2014

Safe Harbor Statement



Statements in this presentation which are not historical are "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, Section 21E of the Securities Exchange Act of 1934, as amended, and the Private Securities Litigation Reform Act of 1995. These forward-looking statements may include discussions of the strategic plans and objectives or anticipated future performance and events of Peoples Bancorp Inc. ("Peoples").

The information contained in this presentation should be read in conjunction with Peoples' Annual Report on Form 10-K for the fiscal year ended December 31, 2013 filed with the Securities and Exchange Commission ("SEC") and available on the SEC's website (www.sec.gov) or at Peoples' website (www.peoplesbancorp.com).

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This presentation does not constitute an offer to sell, or the solicitation of an offer to buy, securities of Peoples Bancorp Inc. ("Peoples"). Peoples has filed, or will file, registration statements on Form S-4 and other documents regarding the proposed merger transactions referenced in this presentation with the Securities and Exchange Commission ("SEC") to register the shares of Peoples common stock to be issued in each transaction. The registration statements will include a proxy statement/prospectus which will be sent to the shareholders of Midwest Bancshares, Inc.; Ohio Heritage Bancorp, Inc.; and North Akron Savings Bank in advance of a special meeting of shareholders that each company will hold to consider the proposed merger.

SHAREHOLDERS AND INVESTORS ARE URGED TO READ THE REGISTRATION STATEMENTS AND THE PROXY STATEMENT/PROSPECTUS REGARDING EACH PROPOSED MERGER WHEN EACH BECOMES AVAILABLE AND ANY OTHER RELEVANT DOCUMENTS FILED WITH THE SEC, AS WELL AS ANY AMENDMENTS OR SUPPLEMENTS TO THOSE DOCUMENTS, BECAUSE THEY CONTAIN IMPORTANT INFORMATION ABOUT PEOPLES AND EACH PROPOSED TRANSACTION.

A free copy of these documents and other filings containing information about Peoples, may be obtained after their filing at the SEC's website (www.sec.gov). Additionally, free copies of these documents may be obtained on Peoples' website (www.peoplesbancorp.com) in the "Investor Relations" section of or by a written request mailed to:

Peoples Bancorp Inc.
Attn: Investor Relations
138 Putnam Street
PO Box 738
Marietta OH 45750-0738



Overview



Corporate Profile



- **Financial holding company headquartered in Marietta, Ohio.**
 - Provide a broad range of banking, insurance, and investment services

- **Current snapshot**

- Over 160,000 client relationships & 90,000 households
- Assets: \$2.5 billion
- Loans: \$1.6 billion
- Deposits: \$2.0 billion
- Market capitalization: \$287 million

- **Current footprint**

- Located along major transportation routes

- Demographics:

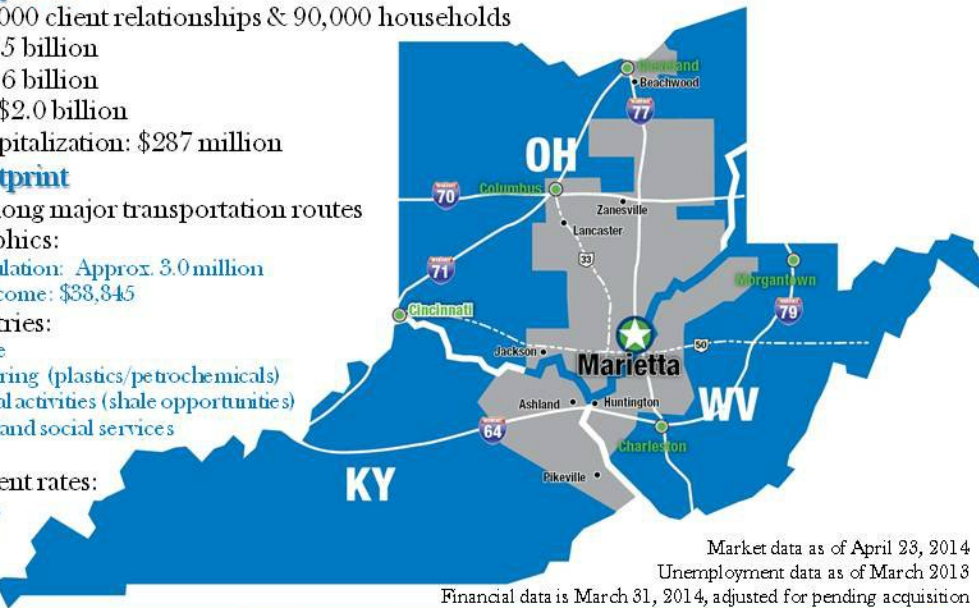
- Total population: Approx. 3.0 million
- Median income: \$38,845

- Key industries:

- Health care
- Manufacturing (plastics/petrochemicals)
- Oil/gas/coal activities (shale opportunities)
- Education and social services
- Tourism

- Unemployment rates:

- OH: 6.1%
- WV: 6.1%
- KY: 7.9%
- US: 6.7%



Key Accomplishments



- **Building greater bottom-line earnings momentum**
 - Earnings improved in the second half of 2013; Q4 EPS up 32% year-over-year
 - Solid performance in Q1 2014 with meaningful contributions across the company
- **Growing top-line revenue while remaining disciplined with expenses**
 - 8% year-over-year organic revenue growth in Q1 2014; up 17% with M&A activity
 - 40% of total revenue is being derived from fee-based businesses
 - Net interest income stabilized due to loan growth and higher interest rates
 - Generating positive operating leverage
- **Strong organic growth and increasing sales production**
 - Double-digit annualized loan growth in each of the last 4 quarters
 - Net retail checking account growth of 3% to 4% per quarter
 - Improved cross-sell ratio from 5.1 in 2012 to 5.5 in 2013
- **Asset quality restored to pre-crisis levels**
 - Nonperforming assets and gross charge-offs below 2007 levels
- **Raised quarterly dividend to \$0.15 per share**
 - Fourth increase since year-end 2011; 3-year CAGR = 14.5%
- **Completing acquisitions in all three lines of business**
 - 4 insurance agencies and 1 bank acquired during 2013
 - 3 bank acquisitions to be completed during 2014



Current Outlook



- **Committed to generating positive operating leverage each year**
 - Over 10% total revenue growth expected for 2014
 - Key drivers of revenue growth include higher loan balances and sales production
 - Expense growth in 2014 due to recent strategic investments
 - 2014 expense growth to be 1% to 2% less than revenue growth
 - Targeting an efficiency ratio in the range of 68% to 70%
- **Meaningful organic loan growth while improving portfolio diversity**
 - 2014 average loan balances should be 15% to 20% higher than 2013
 - Greater emphasis on consumer lending; improve commercial mix
 - Loan production volumes capable of generating 5% to 10% annual organic growth
- **Preserve superior asset quality through strong credit risk management**
 - Committed to sound underwriting and credit discipline
 - Maintain key metrics in top quartile of peer group at all time
 - Net charge-offs within long-term historical range 20 - 40 bps
- **Prudent deployment of capital and grow long-term shareholder value**
 - Strong capital position supports active M&A strategy
 - Dividend payout within target range of 25% to 40%



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Investment Rationale

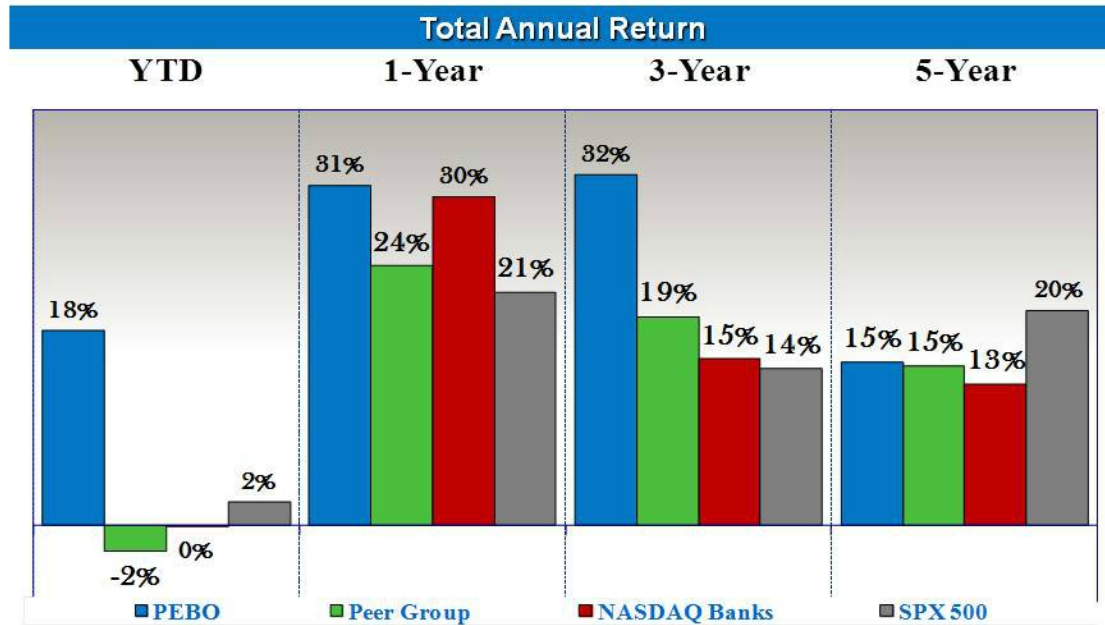


- **Unique community banking model**
 - Greater revenue diversity for a community bank our size (over 40% fee-based)
 - Strong community reputation and active involvement
 - Local market teams capable of outmaneuvering larger banks
 - More sophistication and product breadth than smaller banks
- **Strong, growing fee-based businesses**
 - Sizable market share in several areas
 - Prior insurance acquisitions producing steady returns
 - Potential wealth management opportunities from shale activity
- **Capacity to grow our franchise**
 - Strong fundamentals (capital, liquidity, competency) to support active M&A
 - Robust and scalable IT capabilities
 - Passionate, talented and diverse associates
- **Committed to disciplined execution**
 - Strong, integrated enterprise risk management process
 - Focused on business line performance and contribution



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Stock Performance

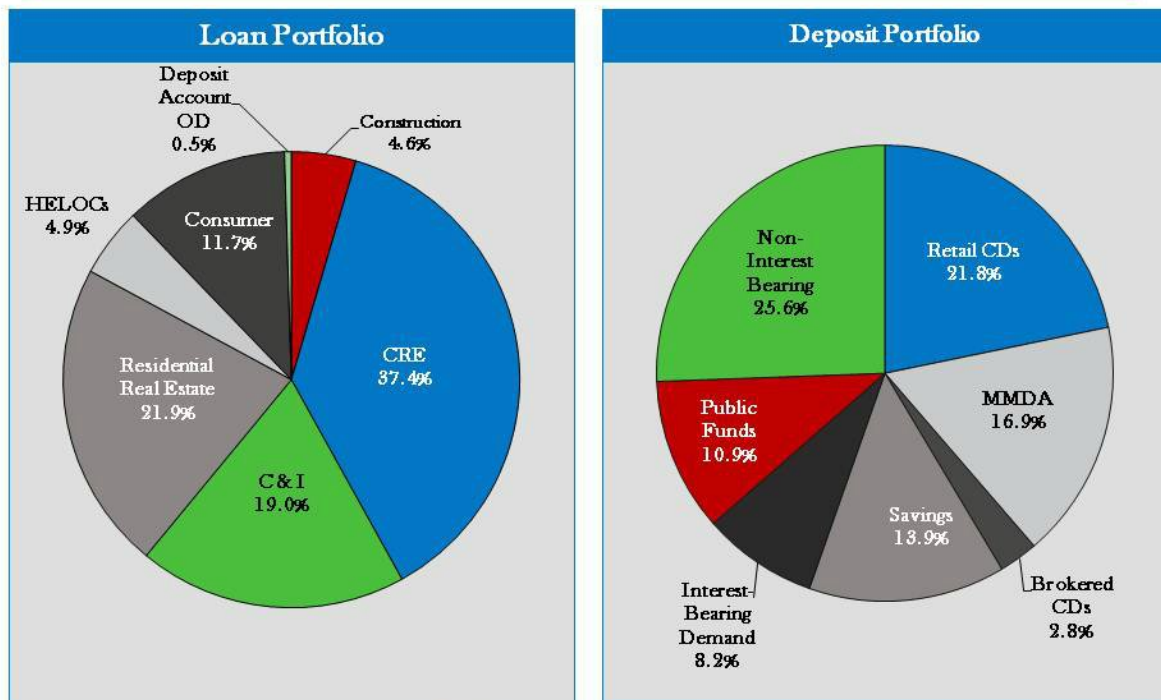


Total Return includes impact of dividends
 Peers include: BKYF, CCNE, CHCO, CNND, CTBI, FBMI, FDEF, FISI, FMNB, FRME, GABC, HBNC, ISBA, LKFN, LNBB, MSFG, SRCE, STBA, SYBT, THFF, TMP

Data as of April 23, 2014



Loan and Deposit Composition



Data as of March 31, 2014



Executive Management Team



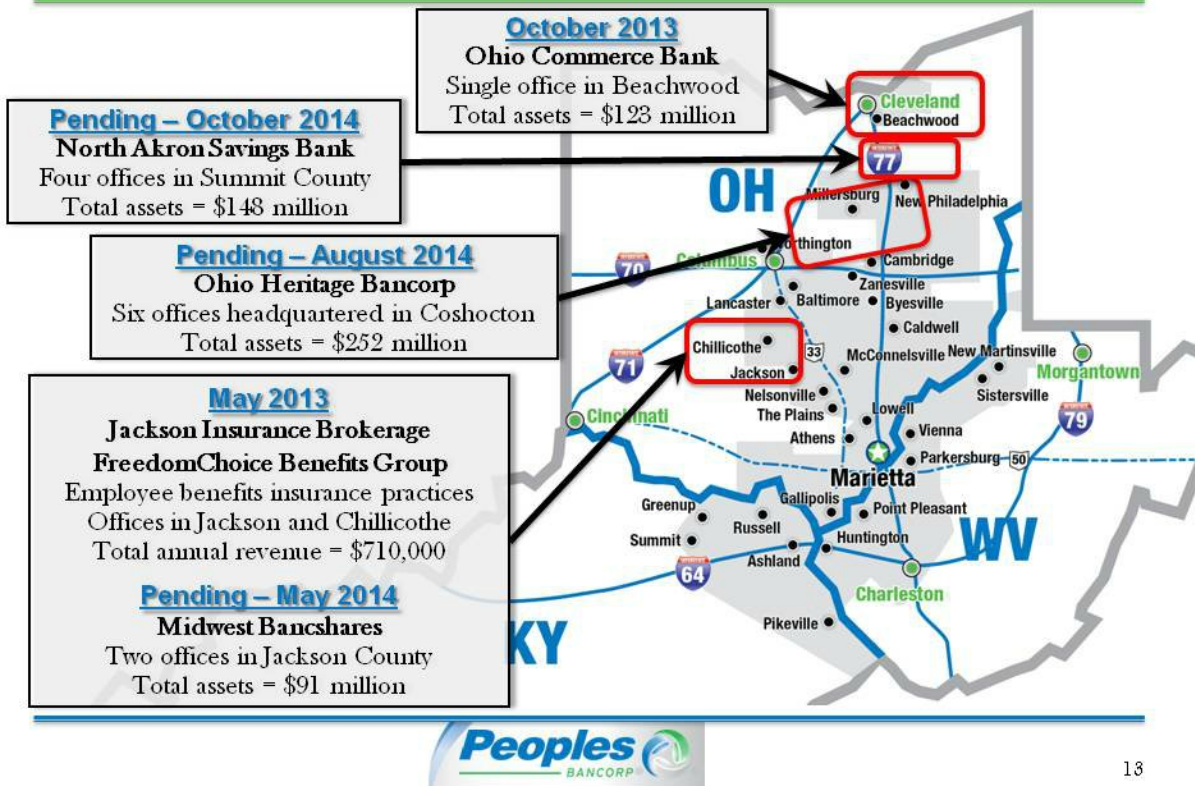
Officer	Background	Years in Banking	
		PEBO	Total
Chuck W. Sulerzyski President and CEO	<ul style="list-style-type: none"> • Diverse financial services experience • Progressive executive leadership 	3	38
Edward G. Sloane EVP, CFO and Treasurer	<ul style="list-style-type: none"> • Progressive finance and accounting leadership • Extensive experience with ALM, M&A, strategic planning 	6	30
Carol A. Schneeberger EVP, Chief Administrative Officer	<ul style="list-style-type: none"> • Extensive history of PEBO operations • Experience with audit, ALM and finance activities 	37	37
Daniel K. McGill EVP, Chief Commercial Banker	<ul style="list-style-type: none"> • Prior market leader for a larger bank • Progressive leadership of commercial banking 	5	32
Timothy H. Kintley EVP, Chief Credit Officer	<ul style="list-style-type: none"> • CRE portfolio management • Progressive credit administration experience 	3	22
Richard W. Stafford EVP, Sales and Marketing	<ul style="list-style-type: none"> • Extensive sales and service experience • Progressive retail banking management 	4	26



Recent Acquisition Activity



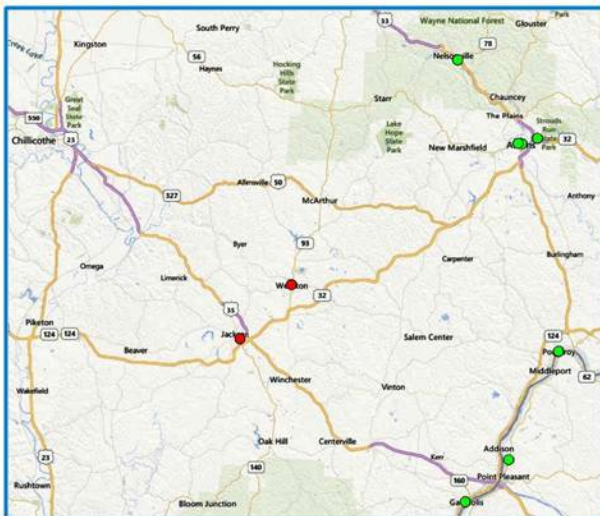
Growing the Company



Midwest Bancshares Transaction



Midwest Bancshares, Inc. (OTCQB: MDWE)
First National Bank of Wellston



● MDWE ● PEBO

- Deal announced on January 21, 2014
- Single bank holding company & bank
- Organized in 1886
- Two banking offices in SE Ohio – Wellston & Jackson
- Limited in-market competition

Jackson County Market Share			
Rank	Institution (# of branches)	Deposits (\$000's)	Market Share
1	WesBanco (7)	168,444	37.9%
2	Milton Bank (3)	89,012	20.0%
3	FNB Wellston (2)	80,973	18.2%
4	PNC Financial (2)	56,481	12.7%
5	Ohio Valley Bank (1)	49,365	11.1%
Grand Total (15)		444,275	100.0%



Midwest Bancshares Transaction



Transaction Summary

Deal Value:	\$12.6 million or 105% of TBV at 12/31/2013
Consideration:	50%-75% stock 25%-50% cash
Cost savings:	40-45%
Loan credit mark:	4% to 5%
One-time costs:	\$1.4 million (pre-tax)
Due diligence:	Completed
Required Approvals:	• MDWE shareholders
Anticipated Closing Date:	May 2014

Transaction rationale:

- Consistently solid franchise
- Fills in existing footprint in SE Ohio
- Leveraging 2013 insurance acquisitions
- Good deposit market share

Financial summary (as of 12/31/13):

- Total assets = \$90.7 million
- Total loans = \$60.7 million
 - Mostly residential mortgages
 - Approximately 15% commercial
- Total deposits = \$78.9 million
 - Mostly checking and savings accounts
 - 40% CDs and money market accounts

Financial impact:

- Annual EPS accretion = \$0.06 to \$0.08
- 1% TBV dilution to slightly accretive
- Dilution earn-back under 1 year
- Double-digit IRR



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Ohio Heritage Bancorp Transaction



Ohio Heritage Bancorp, Inc. (OTCQB: OHHB) Ohio Heritage Bank

- Deal announced on April 4, 2014
- Single bank holding company & bank organized in 1995
- Six banking offices in Ohio
 - Coshocton (2 locations); Newark; Heath; Mt. Vernon; and New Philadelphia
- Core franchise resides in Coshocton County:

Rank	Institution (# of branches)	Deposits (\$000's)	Market Share
1	Ohio Heritage (2)	\$ 140,468	32.0%
2	Home Loan Financial (3)	123,049	28.0%
3	JPMorgan Chase (3)	72,881	16.6%
4	PNC Financial (1)	63,581	14.5%
5	Park National (1)	34,746	7.9%
	Grand Total (12)	439,199	



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Ohio Heritage Bancorp Transaction



Transaction Summary

Deal Value:	\$37.6 million or 151% of TBV at 3/31/2014
Consideration:	85% stock / 15% cash
Cost savings:	35-40%
Loan credit mark:	0% to 1%
One-time costs:	\$3.5 - \$4 million (pre-tax)
Due diligence:	Completed
Required Approvals:	• OHHB shareholders • Regulatory / OCC
Anticipated Closing Date:	August 2014

Transaction rationale:

- Consistently solid franchise
- Builds out footprint toward Cleveland
- Entry into attractive markets
- Ability to improve balance sheet structure

Financial summary (as of 3/31/14):

- Total assets = \$251.8 million
- Total loans = \$182.3 million
 - Mostly residential mortgages
 - Approximately 21% commercial
- Total deposits = \$182.7 million
 - Mostly checking and savings accounts
 - 30% CDs and money market accounts

Financial impact:

- Annual EPS accretion = \$0.10 to \$0.12
- 1% to 2% TBV dilution
- Dilution earn-back approximately 2 years
- Double-digit IRR



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North Akron Savings Bank Transaction



- Deal announced on April 21, 2014
- Single bank with no holding company founded in 1921
- Four banking offices in NE Ohio
 - Akron, Munroe Falls, Cuyahoga Falls and Norton

Rank	Institution (# of branches)	Deposits (\$000's)	Market Share
1	FirstMerit (29)	\$ 3,200,332	30.15%
2	PNC Financial (20)	1,392,588	13.12%
3	JPMorgan Chase (15)	1,343,172	12.65%
4	Key Bank (14)	1,003,495	9.45%
5	Fifth Third (13)	649,351	6.12%
14	North Akron Savings (4)	113,527	1.07%
Totals (166)		\$10,615,165	

● NASB ● OHHB ● PEBO



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North Akron Savings Bank Transaction



Transaction Summary

Deal Value:	\$20.1 million or 145% of TBV at 3/31/2014
Consideration:	80% stock / 20% cash
Cost savings:	40-45%
Loan credit mark:	1% to 2%
One-time costs:	\$2.5 to 3.0 million (pre-tax)
Due diligence:	Completed
Required Approvals:	<ul style="list-style-type: none"> NASB shareholders Regulatory / OCC
Anticipated Closing Date:	October 2014

Transaction rationale:

- Helps connect franchise along I-77
- Entry into an attractive market
- Existing knowledge of region at PEBO
- Ability to improve balance sheet structure

Financial summary (as of 3/31/14):

- Total assets = \$147.8 million
- Total loans = \$119.2 million
 - Mostly residential mortgages
 - Approximately 21% commercial
- Total deposits = \$110.9 million
 - Mostly checking and savings accounts
 - 34% CDs and money market accounts

Financial impact:

- Annual EPS accretion = \$0.06 to \$0.08
- 1% to 2% TBV dilution
- Dilution earn-back under 4 years
- Double-digit IRR



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Integration Plan



Busy but a manageable process

	Acquisition	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Training	MWDE										
	OHHB										
	NASB										
Marketing	MWDE										
	OHHB										
	NASB										
Operations	MWDE										
	OHHB										
	NASB										
Systems	MWDE										
	OHHB										
	NASB										
Closing Date / Conversions	MWDE										
	OHHB										
	NASB										

Top 4 operations / systems professionals have over 100 years experience at PEBO.



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Current Strategic Priorities



Current Strategic Road Map



"The Best Community Bank in America"

Responsible Risk Management	Extraordinary Client Experience	Profitable Revenue Growth	Superior Workforce
<ul style="list-style-type: none"> ➤ Our Way of Life ➤ Asset Quality ➤ Compliance Regulatory ➤ Operational Risk ➤ Information Security ➤ Change Management ➤ Execution Risk 	<ul style="list-style-type: none"> ➤ Broad Delivery Channels ➤ Delight the customer ➤ Knowledgeable, Caring Associates Consistently Delivering Competent Advice/Solutions ➤ Consistent Experience at Every Touch Point ➤ Do What You Said You Would Do 	<ul style="list-style-type: none"> ➤ M & A ➤ Sales & Service Process ➤ Define the Ideal Client Profile for New Relationships ➤ Best Client Retention ➤ Relationship Reviews; Value added ➤ Deepen Relationships/ Cross Sell ➤ Understand Customer Needs ➤ Seek Client Referrals 	<ul style="list-style-type: none"> ➤ Right People / Right Job ➤ Appetite for Winning ➤ Culture of Learning ➤ Coaching / Development ➤ No Whiners / No Excuses ➤ Accountability / Performance Metrics ➤ Reward / Recognition

How we do it:

1. **Create a Winning Culture:** Change hearty/active learners/help each other win/communicate effectively
2. **Human Capital Development:** Define the behaviors and goals/provide the training/measure/coach/reward and consequences
3. **Pricing Discipline:** Focus on the risk adjusted margin/fair prices, fair returns
4. **Operating Efficiencies:** Quest for continuous improvement/revenue growth faster than expense growth
5. **Merger Integration:** Manage the risk/retain and grow the revenue/lower the cost/delight the community

Strategic Priorities



Positive Operating Leverage

- Primary emphasis on revenue growth
- Disciplined expense management
- Expand revenue vs. expense growth gap beyond 2%
- Improve efficiency ratio 1% to 2% annually

Superior Asset Quality

- Balance growth with prudent credit practices
- Improve diversity within loan portfolio
- Preserve key metrics superior to most of our peers

High Quality Balance Sheet

- Adjust earning asset mix by shifting investments to loans
- Achieve meaningful loan growth each year
- Maintain emphasis on core deposit growth
- Prudent use of capital (dividends & acquisitions)



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Business Line Focus



Core Banking Activities

Lending Activities	Deposit Generation
<ul style="list-style-type: none"> • Profitable portfolio growth <ul style="list-style-type: none"> – Focus on risk versus reward – Maintain pricing discipline • Create greater diversity <ul style="list-style-type: none"> – Emphasis on consumer lending – C&I and small business – Targeted CRE lending • Process improvements <ul style="list-style-type: none"> – Improve efficiency – Reduce origination cycle times – On-line applications 	<ul style="list-style-type: none"> • Emphasis on core deposits <ul style="list-style-type: none"> – Checking and savings accounts – Non-IB deposits over 20% of total • Delivery channels <ul style="list-style-type: none"> – Extensive alternative channels – Working to refresh branches • Increase market share <ul style="list-style-type: none"> – Strong presence in several markets • Build long-term relationships <ul style="list-style-type: none"> – Quarterly relationship calls – Superior customer service



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Business Line Focus



Value Added Services

Wealth Management	Insurance
<ul style="list-style-type: none"> • Top-line revenue growth <ul style="list-style-type: none"> – Managed assets = \$1.5 billion – Currently 8% of total revenue • Adding talent across footprint <ul style="list-style-type: none"> – Organic + acquisitions – Advisors added in 2012 and 2013 – Currently 11 advisors + branches • Leveraging branch capabilities <ul style="list-style-type: none"> – Placing a licensed associate in offices – Enhances financial advice – Creates better referral opportunities • Deepen client relationships <ul style="list-style-type: none"> – Private banking services – Better sales execution 	<ul style="list-style-type: none"> • Strong revenue contributor <ul style="list-style-type: none"> – Currently 14% of total revenue – Access to multiple carriers – Solid sales & support staff • Strategic footprint expansion <ul style="list-style-type: none"> – Organic growth + acquisition – Add talent in underserved areas – Selective expansion outside footprint • Seeking greater revenue diversity <ul style="list-style-type: none"> – Largely property & casualty today – Focus on growing life & health • Integrated cross-selling strategy <ul style="list-style-type: none"> – Leverage banking contacts



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Strategic Targets



Strategic Focus	Metrics	Actual 2012	Actual 2013	Actual Q1 2014	5-Year Strategic Target Range
Positive Operating Leverage	Net interest margin (Fully-tax equivalent)	3.39%	3.25%	3.35%	3.40% to 3.60%
	Total revenue growth	2.90%	3.53%	16.91%	5% to 11%
	Total expense growth	3.49%	7.55%	16.26%	3% to 8%
	Non-interest income to total revenue	39.10%	40.19%	39.94%	35% to 45%
Superior Asset Quality	Efficiency	69.55%	71.90%	71.13%	65% to 70%
	NPAs to total loans + OREO	1.48%	0.81%	0.79%	0.70% to 1.00%
High Quality Balance Sheet	Net charge-offs to average loans ⁽¹⁾	0.12%	-0.35%	0.07%	0.25% to 0.45%
	Loans to total assets	51.36%	58.09%	59.02%	65% to 75%
	Deposits to total funding	89.42%	87.04%	89.63%	80% to 90%
	Tier 1 common equity	14.06%	12.42%	12.56%	10% to 14%
Execute on Strategies	TCE to tangible assets ⁽²⁾	8.28%	7.26%	7.66%	6.50% to 8.75%
	Return on common equity	9.52%	7.92%	8.56%	Over 10%
	Return on assets	1.11%	0.91%	0.95%	Over 1%
	Revenue vs. Expense Growth Gap	-0.59%	-4.02%	0.65%	Over 2%
	Dividend payout ⁽³⁾	23.96%	35.07%	34.09%	25% to 40%

Current 5-year strategy planning period = 2013 to 2017

(1) Presented on an annualized basis

(2) Non-GAAP financial measure. See Appendix.



(3) Dividend data reflects amounts declared with respect to earnings for the quarterly period indicated.

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Our M&A Strategy

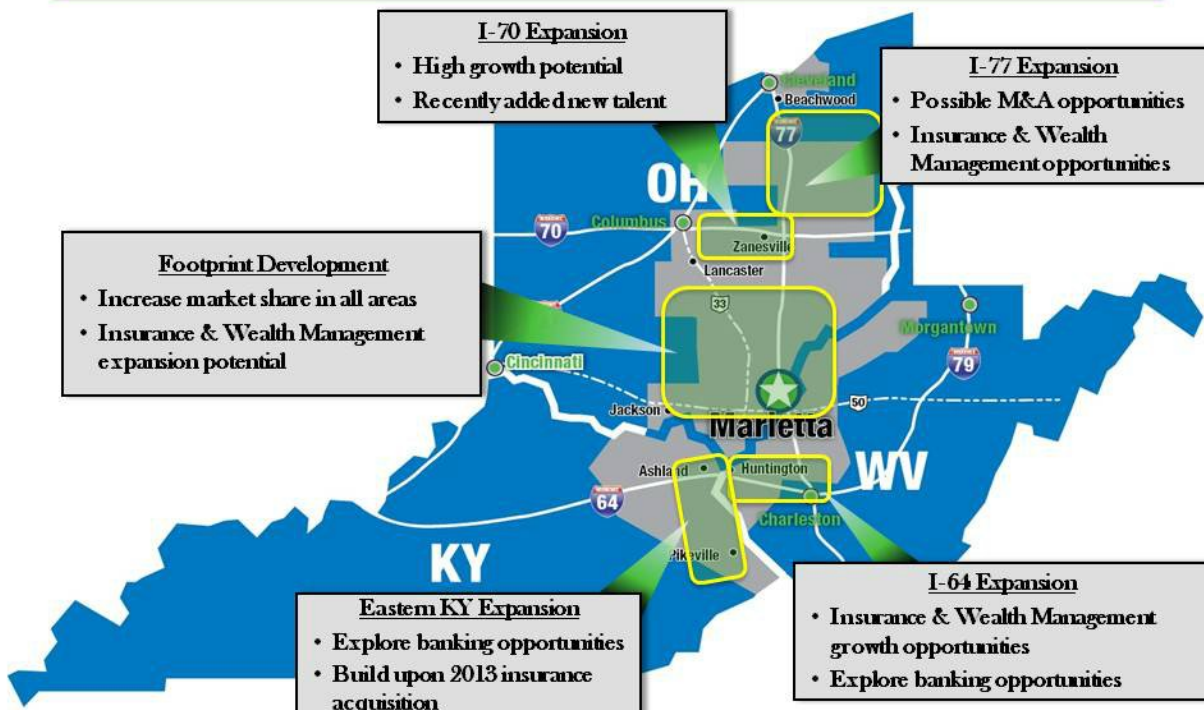


- **Optimize our current footprint**
 - Gain market share and improve operating efficiency
 - Create more density through disciplined expansion
- **Target areas with characteristics similar to existing markets**
 - Expand along major transportation routes
 - Focused on “mid-major” communities or suburbs of major cities
- **Acquire franchises that complement our strategy**
 - Maintain revenue diversity with insurance and investment providers
 - Capitalize on accretion potential of smaller banks (under \$200 million)
 - Improve balance sheet mix and size with larger banks (\$200-800 million)
- **Improve shareholder return**
 - All transactions must be accretive by year 2
 - Limit dilution of tangible book value to 5% per transaction
 - Recapture tangible book value dilution within 4 years
- **Use M&A to augment organic growth**



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Target Growth Areas



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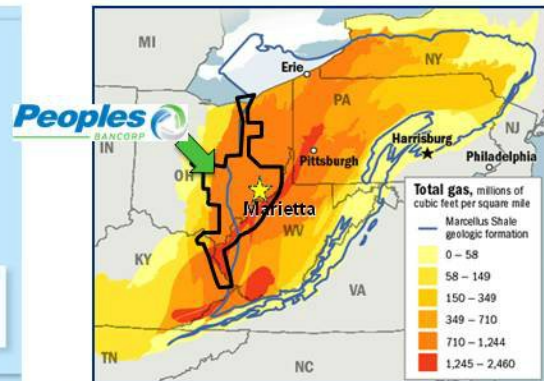
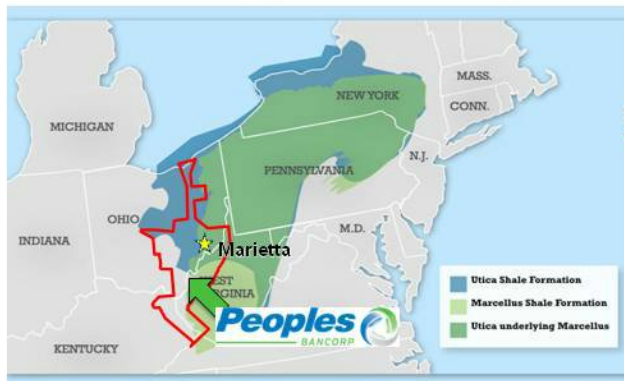
Customers and Markets



Utica/Marcellus Shale Opportunity



Both opportunities are present in PEBO'S market area



- **Key driver of stronger economic activity**
 - Land owners acquiring wealth from selling drilling rights
 - Local businesses benefiting from nonresident workers
- **Working to help clients with their unique challenges**
 - Hosting educational seminars in various communities
 - Energy expertise within our insurance business



Our Capabilities



	National Banks					PEOPLES BANCORP	***Community Banks***					
	Chase	Wells Fargo	Bank of America	PNC	Huntington		City National	Community Trust	Wes-Banco	Park National	United Bank	
Online Channel												
Bill Pay	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Online Account Opening	Yes	Yes	Yes	Yes	Yes	Yes	★	No	No	No	No	No
Online Loan Applications	Yes	Yes	Yes	Yes	Yes	Yes	★	No	No	Yes	No	No
Online Financial Management	No	Yes	Yes	Yes	Yes	Yes	★	No	No	No	No	Yes
ACH, Wires Stop Payments	Yes	Yes	Yes	Yes	Yes	Yes	★	Yes	Yes	Yes	Yes	Yes
Positive Pay	Yes	Yes	Yes	Yes	Yes	Yes	★	No	No	No	Yes	Yes
Tax Services	Yes	Yes	Yes	Yes	Yes	Yes	★	No	No	Yes	No	No
P2P Payments	Yes	Yes	Yes	Yes	No	Pending	★	No	Yes	No	No	No
Online Chat	No	No	Yes	Yes	Yes	Yes	★	No	No	No	No	No
Mobile Channel												
Text Alerts	Yes	Yes	Yes	Yes	Yes	Yes	★	Yes	No	Yes	Yes	No
Bill Pay-Specific to Mobile	Yes	Yes	Yes	Yes	Yes	Yes	★	Yes	Yes	No	Yes	Yes
iPhone/iPad/Android Apps	Yes	Yes	Yes	Yes	Yes	Yes	★	Yes	Yes	Yes	Yes	Yes
Text Banking	Yes	Yes	Yes	Yes	Yes	Yes	★	Yes	Yes	Yes	Yes	Yes
Mobile Deposit Capabilities	Yes	Yes	In Process	Yes	Yes	Yes	★	No	No	Yes	Yes	No
Business Support Center	Yes	Yes	Yes	Yes	Yes	Yes	★	No	No	Yes	No	No
Social Media Channel												
Facebook	Yes	Yes	Yes	Yes	Yes	Yes	★	Yes	Yes	Yes	Yes	No
Twitter	Yes	Yes	Yes	Yes	Yes	Yes	★	Yes	No	Yes	Yes	Yes
YouTube	Yes	Yes	Yes	Yes	Yes	Yes	★	No	No	No	No	Yes
LinkedIn	Yes	Yes	Yes	Yes	Yes	Yes	★	Yes	Yes	Yes	Yes	Yes
Other Channels												
Prepaid Debit Card	Yes	Yes	Yes	Yes	No	Yes	★	No	Yes	No	Yes	No
Prepaid Gift Card	Yes	Yes	Yes	Yes	Yes	Yes	★	No	Yes	Yes	Yes	Yes
Employer-Loaded PayCards	Yes	N/A	Yes	N/A	Yes	Yes	★	No	No	No	No	No

★ indicates Peoples has advantage over Community Bank group



Information accurate as of December 2013

Our Brand Promise



We will work side by side to overcome challenges and seize opportunities. We will listen and work with you. Together we will build and execute thoughtful plans and actions, blending our experience & expertise to move you toward your financial goals.

Our core difference is providing you peace of mind, confidence, and clarity in your financial life.

Working Together. Building Success.

Core values are constant

- Clients as a focus
- Business with integrity
- Trust among Clients, Communities & Associates
- Commitment to Communities
- Continuous will to win
- Development of Associates skills



Our Brand Image



Working Together. Building Success.®



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Refreshing our Branches



- 18-month, 5-phase project
 - Floor-to-ceiling renovations
 - Over \$5 million being invested
 - Final phase completed Q1 2014
 - Used national branch design experts

- **Key Benefits:**

- All delivery channels “Best in Class”
- Consistent look with our new brand
- More engaging customer environment
- Better utilization of office space
- Enhanced customer sales discussions
- Increased office visits and sales activity



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Financial Performance



Annual Financial Summary



	Metrics	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
Financial Performance	Diluted EPS	\$0.22	\$0.34	\$1.07	\$1.92	\$1.63
	Return on common equity	1.17%	1.76%	5.61%	9.52%	7.92%
	Return on assets	0.21%	0.28%	0.69%	1.11%	0.91%
	Net interest margin (FTE)	3.48%	3.51%	3.43%	3.39%	3.25%
	Efficiency ratio	60.14%	60.30%	68.98%	69.55%	71.90%
Capital	Tier 1 common equity	10.58%	11.59%	12.82%	14.06%	12.42%
	Total capital	16.80%	18.24%	16.20%	15.43%	13.78%
	TCE to TA (1)	7.22%	7.17%	8.22%	8.28%	7.26%
	Tangible Book Value per share (1)	\$13.48	\$12.16	\$13.53	\$14.52	\$13.57
Asset Quality	NPAs to loans + OREO	3.85%	4.64%	3.41%	1.48%	0.81%
	NPAs to TCE + ALLL	24.36%	29.22%	19.42%	8.57%	6.01%
	ALLL to total loans	2.59%	2.79%	2.53%	1.81%	1.43%
	Net c/o's to avg loans	1.96%	2.66%	1.16%	0.12%	-0.35%
	Loan loss prov to avg loans	2.35%	2.61%	0.84%	-0.49%	-0.42%

(1) Non-GAAP financial measure. See Appendix.



Quarterly Financial Summary



	Metrics	1Q 2013	2Q 2013	3Q 2013	4Q 2013	1Q 2014
Financial Performance	Diluted EPS	\$0.47	\$0.46	\$0.23	\$0.47	\$0.44
	Return on common equity	9.18%	8.74%	4.61%	9.09%	8.56%
	Return on assets	1.06%	1.03%	0.53%	1.01%	0.95%
	Net interest margin (FTE)	3.12%	3.15%	3.26%	3.46%	3.35%
	Efficiency ratio	71.61%	71.71%	72.47%	71.80%	71.13%
Capital	Tier 1 common equity	14.68%	14.17%	14.09%	12.42%	12.56%
	Total capital	16.04%	15.54%	15.46%	13.78%	13.92%
	TCE to TA (1)	8.35%	8.07%	8.16%	7.26%	7.66%
	Tangible Book Value per share (1)	\$14.77	\$13.94	\$14.23	\$13.57	\$14.38
Asset Quality	NPAs to loans + OREO	1.41%	1.18%	1.06%	0.81%	0.79%
	NPAs to TCE + ALLL	7.27%	6.54%	6.71%	6.01%	5.72%
	ALLL to total loans	1.78%	1.66%	1.60%	1.43%	1.38%
	Net c/o's to avg loans (2)	-0.29%	-0.45%	-0.26%	-0.39%	0.07%
	Loan loss prov to avg loans (2)	-0.44%	-0.58%	-0.35%	-0.33%	0.00%

(1) Non-GAAP financial measure. See Appendix.

(2) Presented on an annualized basis



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Key Performance Drivers



Metric	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014
Classified Assets Ratio (1)	28.50%	27.19%	21.99%	21.58%	19.32%
Revenue Growth (2)	-2.1%	1.2%	6.3%	8.7%	16.9%
Efficiency Ratio	71.61%	71.71%	72.47%	71.80%	71.13%
Loan Growth (3)	-1.1%	2.5%	3.2%	10.1%	5.9%
Pre-Provision Net Revenue to Average Assets (4)	1.24%	1.25%	1.26%	1.29%	1.38%

(1) Substandard loans, OREO, classified investments as a % of Tier I capital + ALLL

(3) Sequential growth in average balances

(2) Year-over-year growth

(4) Non-GAAP measure. See Appendix for more information.



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Balance Sheet Trends



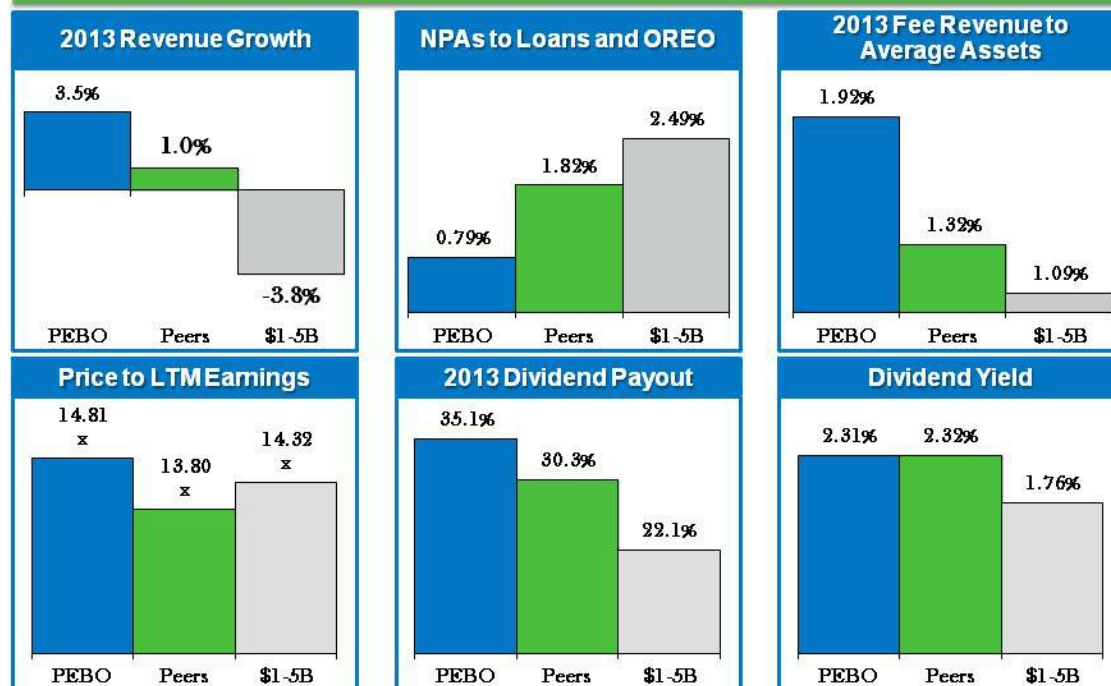
<i>Average Balances</i> (\$ in millions)	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014
Total Loans	\$ 985.1	\$ 1,009.5	\$ 1,041.9	\$ 1,147.3	\$ 1,214.7
Total Investments (1)	680.9	683.8	659.5	677.9	661.0
Interest-Bearing Retail Deposits	1,133.1	1,087.8	1,046.8	1,098.3	1,145.9
Non-Interest-Bearing Retail Deposits	320.0	326.0	325.1	371.0	385.5
Wholesale Funding	216.5	247.7	276.3	293.2	271.7

(1) Carrying value of short-term and long-term investments but excluding FHLB/FRB stock



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Key Drivers of Shareholder Value

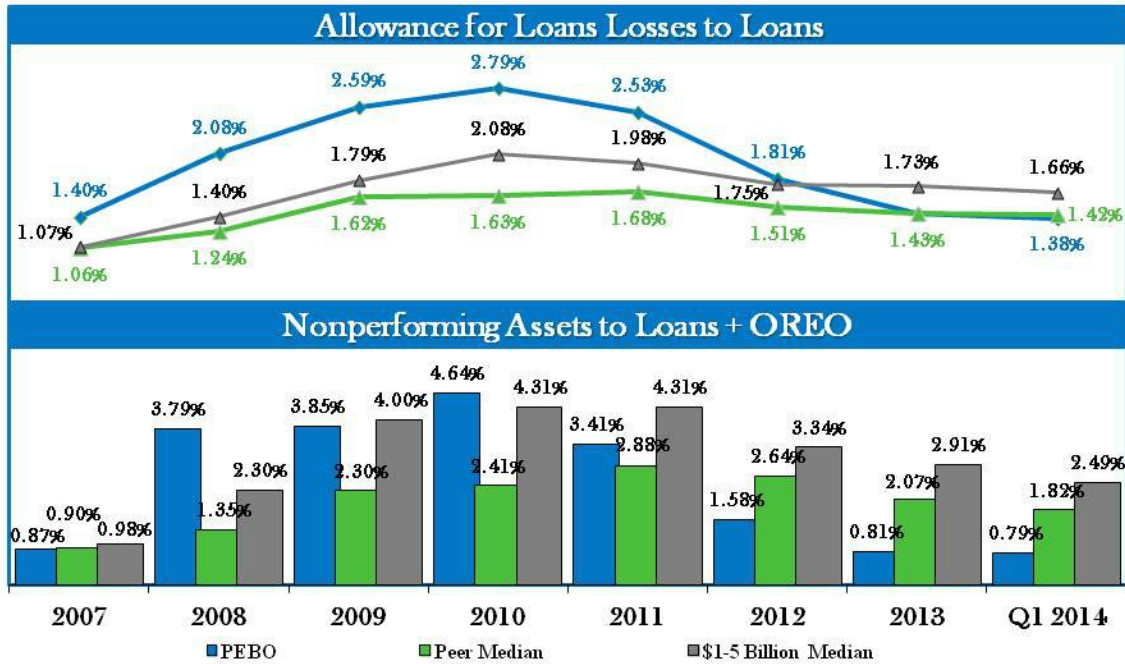


Peers include: BKYF, CCNE, CHCO, CNND, CTBI, FBMI, FDEF, FIS1, FMNB, FRME, GABC, HBNC, ISBA, LKFN, LNBB, MSFG, SRCE, STBA, SYBT, THFF, TMP
 \$1-5B peer group represents all publically-traded Midwest banks with total assets between \$1 and \$5 billion
 Source: SNL Financial ; Pricing data as of April 22, 2014



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Restoring Asset Quality



Peers include: BKYF, CCNE, CHCO, CNND, CTBI, FBMI, FDEF, FISI, FMNB, FRME, GABC, HBNC, ISBA, LKFN, LNBB, MSFG, SRCE, STBA, SYBT, THFF, TMP

\$1-5B peer group represents all publically-traded Midwest banks with total assets between \$1 and \$5 billion
Source: SNL Financial



Earnings Performance



Dividend data presented above reflects amounts declared with respect to earnings for the quarterly period indicated. Beginning in Q2 2011, Peoples modified the quarterly dividend schedule to consider and declare dividends during the first month following quarter-end.



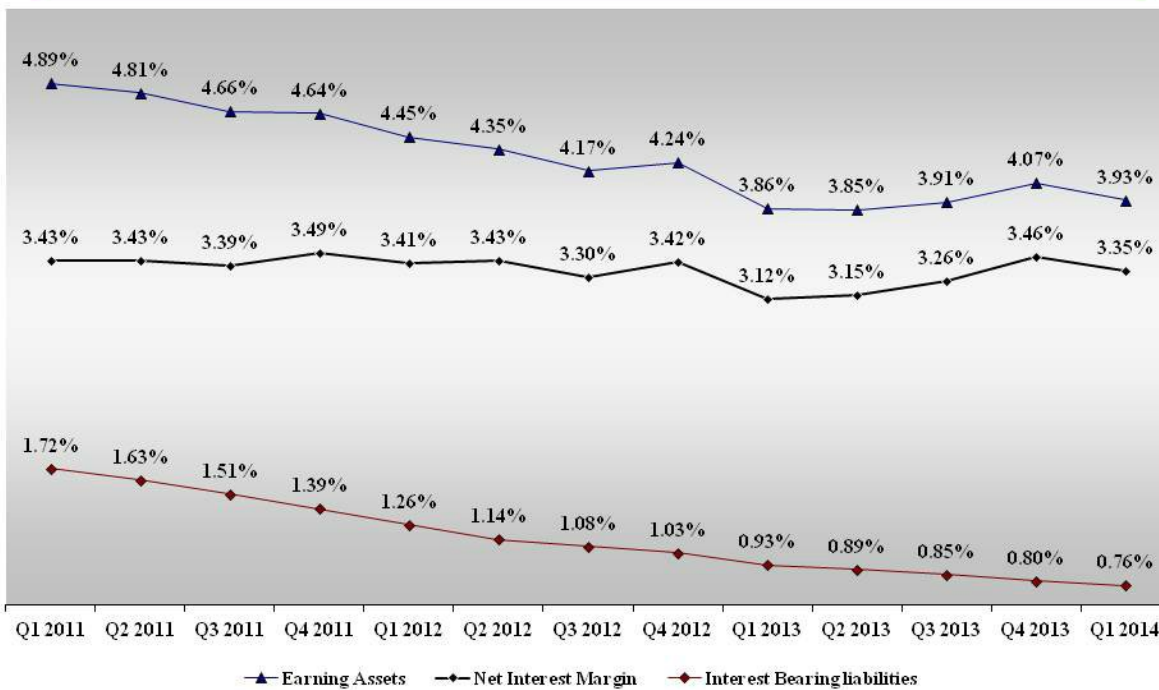
Growing the Dividend



Compounded Annual Growth Rate = 14.5%



Net Interest Margin

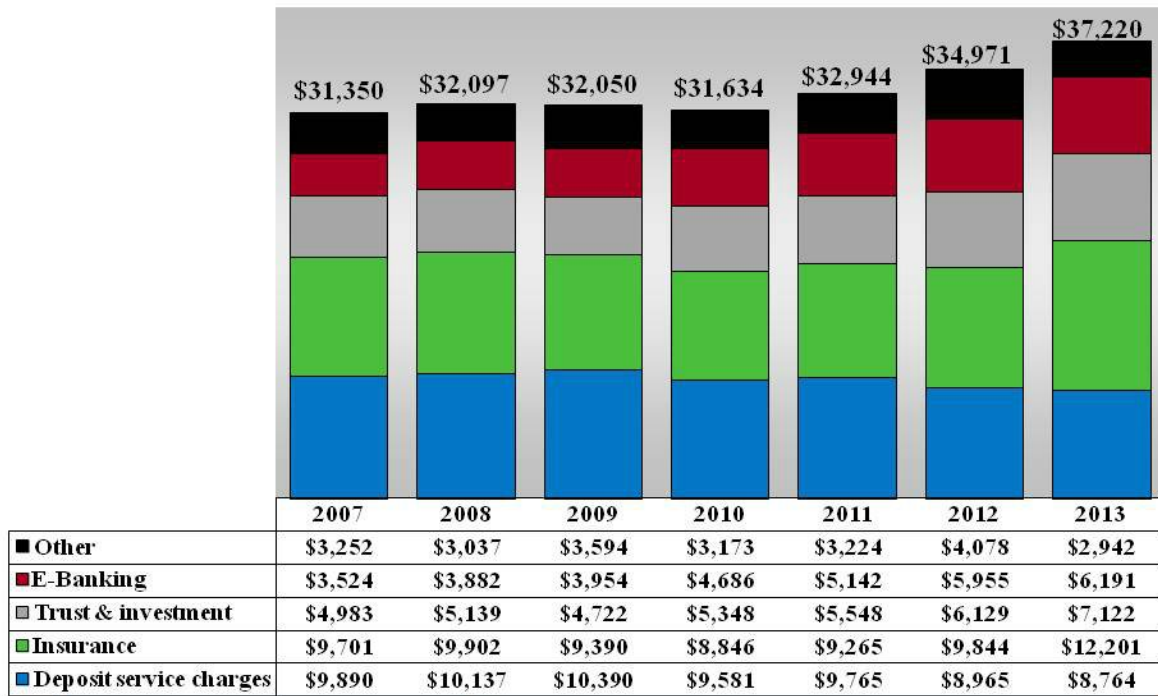


Presented on a fully-tax equivalent basis



Non-Interest Income

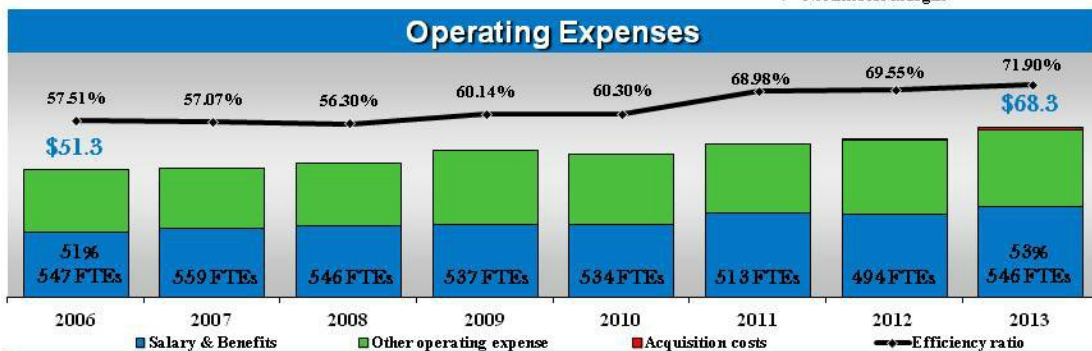
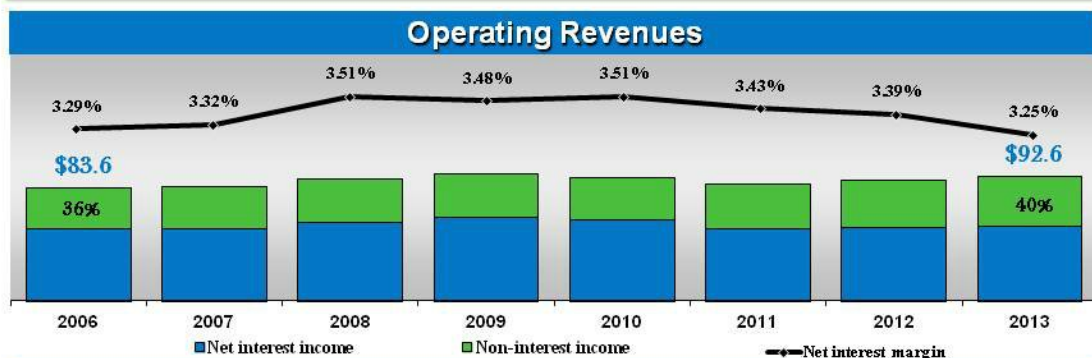
(\$ in thousands)



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Revenue & Expense Trends

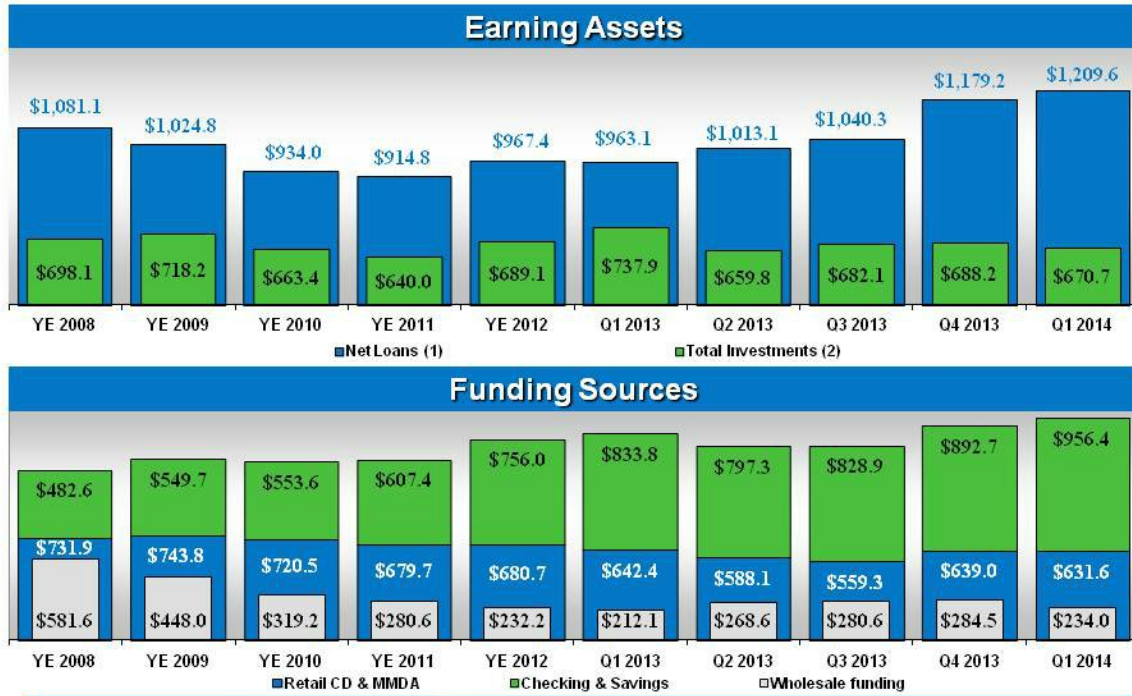
(\$ in millions)



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Balance Sheet Trends

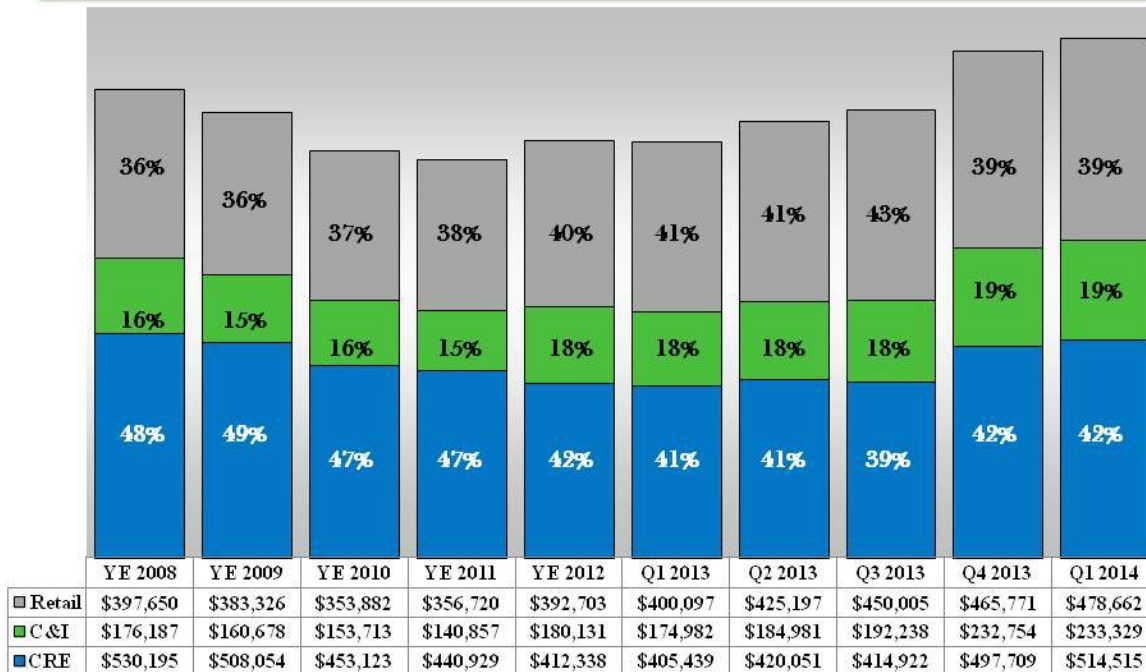
(\$ in millions)



- (1) Amounts exclude loans held-for-sale
- (2) Amounts represent amortized cost and excludes FHLB/FRB stock

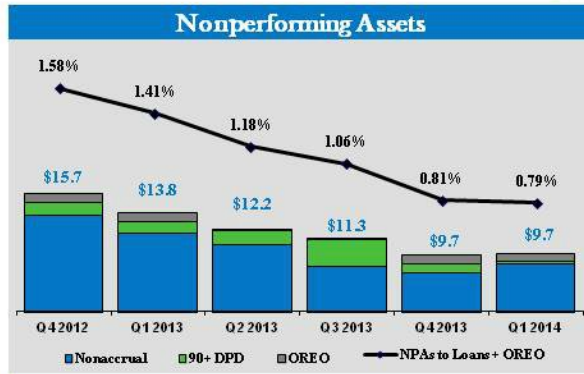
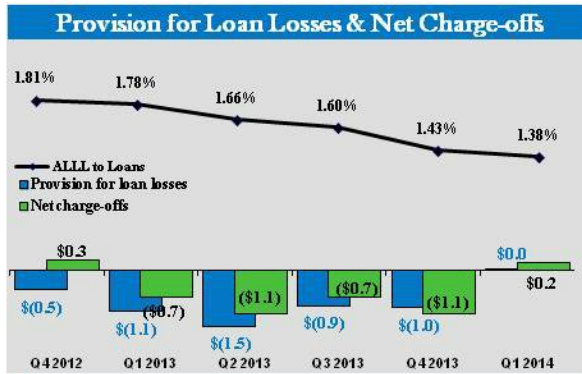


Loan Composition



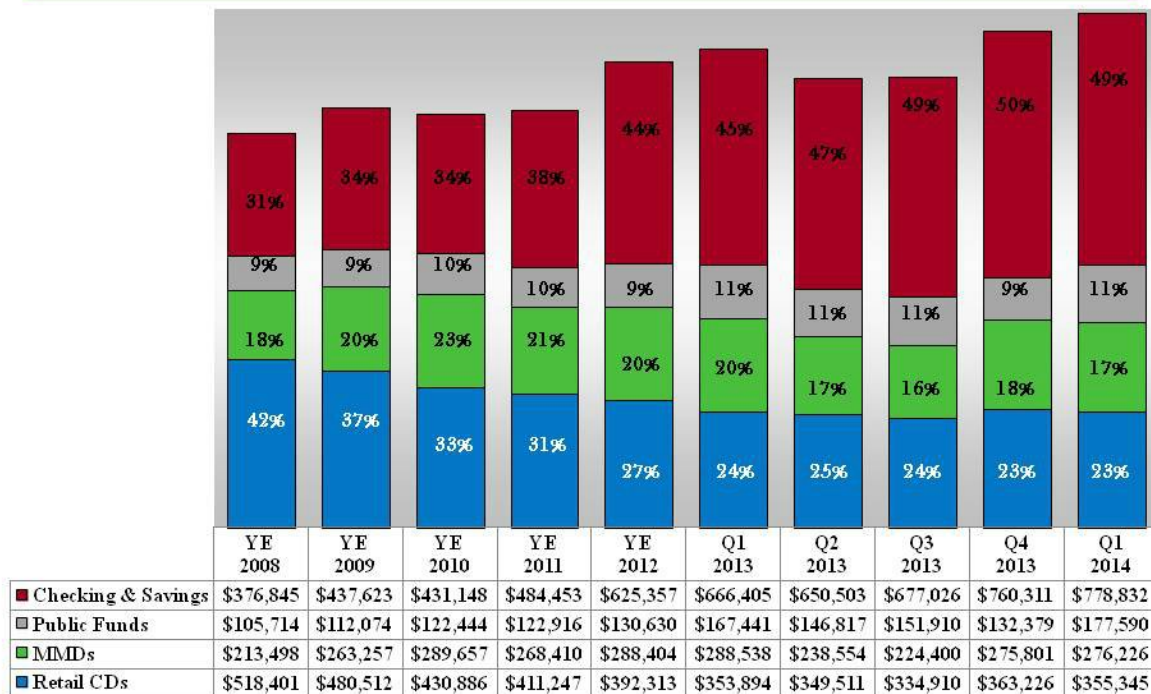
Asset Quality Trends

(\$ in millions)



Deposit Composition

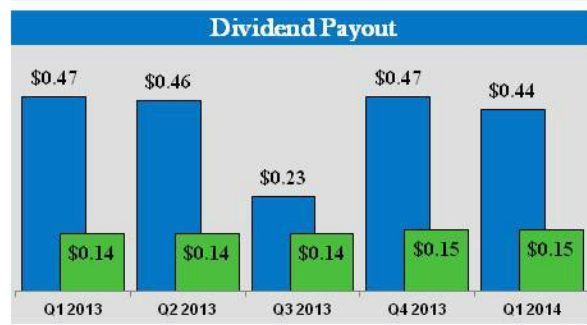
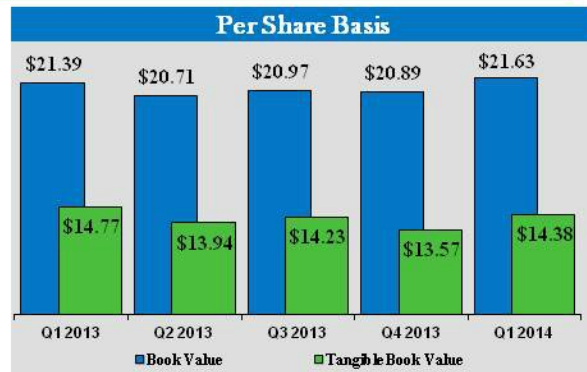
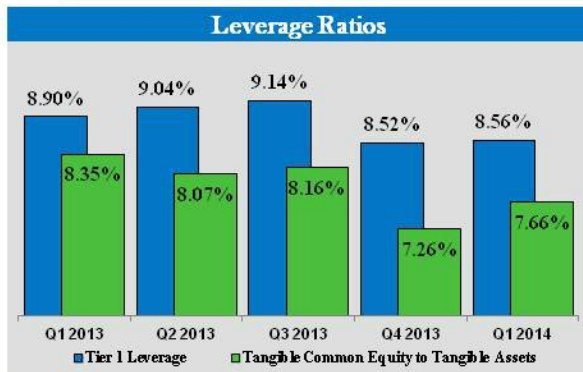
(\$ in thousands)



■ Checking & Savings	\$376,845	\$437,623	\$431,148	\$484,453	\$625,357	\$666,405	\$650,503	\$677,026	\$760,311	\$778,832
■ Public Funds	\$105,714	\$112,074	\$122,444	\$122,916	\$130,630	\$167,441	\$146,817	\$151,910	\$132,379	\$177,590
■ MMDs	\$213,498	\$263,257	\$289,657	\$268,410	\$288,404	\$288,538	\$238,554	\$224,400	\$275,801	\$276,226
■ Retail CDs	\$518,401	\$480,512	\$430,886	\$411,247	\$392,313	\$353,894	\$349,511	\$334,910	\$363,226	\$355,345



Capital Trends



Appendix



Non-GAAP Measures



PRE-PROVISION NET REVENUE

Pre-provision net revenue (PPNR) income represents a non-GAAP financial measure commonly used to evaluate the operating performance and trends of financial services companies, including Peoples. PPNR represents the earnings capacity that can be either retained in order to build capital or used to absorb unexpected losses and preserve existing capital.

	Year Ended December 31,					
	2008	2009	2010	2011	2012	2013
Income before income taxes	\$ 7,615	\$ 3,126	\$ 5,753	\$ 17,151	\$ 29,910	\$ 29,084
Add: Provision for loan losses	27,640	25,721	26,916	7,998	—	—
Add: Impairment losses	4,260	7,707	1,786	—	—	—
Add: Loss on Debt Extinguishment	—	—	3,630	—	4,144	—
Add: Loss on loans held-for-sale and OREO	9	118	3,173	1,395	—	—
Add: Loss on other assets	10	—	88	31	248	241
Less: Recovery of loan losses	—	—	—	—	4,716	4,410
Less: Gain on loans held-for-sale and OREO	—	—	—	469	66	86
Less: Gain on securities	1,668	1,446	6,852	473	3,548	489
Less: Gain on other assets	775	15	—	41	—	—
Pre-provision net revenue	\$ 37,091	\$ 35,211	\$ 34,494	\$ 25,592	\$ 25,972	\$ 24,340
Average Assets	\$ 1,910,002	\$ 2,024,311	\$ 1,961,727	\$ 1,811,079	\$ 1,841,289	\$ 1,932,367
Pre-provision net revenue to average assets	1.94%	1.74%	1.76%	1.41%	1.41%	1.26%



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Non-GAAP Measures



PRE-PROVISION NET REVENUE

Pre-provision net revenue (PPNR) income represents a non-GAAP financial measure commonly used to evaluate the operating performance and trends of financial services companies, including Peoples. PPNR represents the earnings capacity that can be either retained in order to build capital or used to absorb unexpected losses and preserve existing capital.

<i>(\$ in Thousands)</i>	Q4 2012	Q1 2013	Q2 2013	Q3 2013	Q4 2013	Q1 2014
Income before income taxes	\$ 5,539	\$ 7,340	\$ 7,431	\$ 6,898	\$ 7,415	\$ 6,931
Add: Provision for loan losses	—	—	—	—	—	8
Add: Loss on Debt Extinguishment	1,033	—	—	—	—	—
Add: Loss on loans held-for-sale and OREO	—	5	—	—	—	—
Add: Loss on securities	—	—	—	1	—	30
Add: Loss on other assets	85	—	89	29	125	7
Less: Recovery of loan losses	503	1,065	1,462	919	964	—
Less: Gain on loans held-for-sale and OREO	58	—	81	10	—	18
Less: Gains on securities	273	418	26	—	46	—
Less: Gains on other assets	—	—	2	—	—	—
Pre-provision net revenue	\$ 5,823	\$ 5,862	\$ 5,949	\$ 5,999	\$ 6,530	\$ 6,958
Average Assets <i>(in millions)</i>	\$ 1,887.3	\$ 1,914.7	\$ 1,911.0	\$ 1,891.7	\$ 2,011.9	\$ 2,050.6
Pre-provision net revenue to average assets (a)	1.23%	1.24%	1.25%	1.26%	1.29%	1.38%

(a) Presented on an annualized basis



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Non-GAAP Measures



Peoples uses tangible common equity ratios to evaluate the adequacy of Peoples' stockholders' equity. Such ratios represent non-GAAP financial information since their calculation removes the impact of intangible assets acquired through acquisitions on the consolidated balance sheets. Management believes this information is useful to investors since it facilitates the comparison of Peoples' operating performance, financial condition and trends to peers, especially those without a level of intangible assets similar to that of Peoples. The following table reconciles the calculation of these non-GAAP financial measures to amounts reported in Peoples' consolidated financial statements.

<i>(S in Thousands)</i>	As of December 31,					
	2008	2009	2010	2011	2012	2013
Tangible Common Equity:						
Total stockholders' equity, as reported	\$ 186,626	\$ 243,968	\$ 230,681	\$ 206,657	\$ 221,728	\$ 221,553
Less: goodwill and other intangible assets	66,406	65,599	64,870	64,475	68,525	77,603
Less: preferred stockholders' equity	-	38,543	38,645	-	-	-
Tangible common equity	\$ 120,220	\$ 139,826	\$ 127,166	\$ 142,182	\$ 153,203	\$ 143,950
Tangible Assets:						
Total assets, as reported	\$ 2,002,338	\$ 2,001,827	\$ 1,837,985	\$ 1,794,161	\$ 1,918,050	\$ 2,059,108
Less: goodwill and other intangible assets	66,406	65,599	64,870	64,475	68,525	77,603
Tangible assets	\$ 1,935,932	\$ 1,936,228	\$ 1,773,115	\$ 1,729,686	\$ 1,849,525	\$ 1,981,505
Tangible Common Equity to Tangible Assets Ratio:						
Tangible common equity	\$ 120,220	\$ 139,826	\$ 127,166	\$ 142,182	\$ 153,203	\$ 143,950
Tangible assets	\$ 1,935,932	\$ 1,936,228	\$ 1,773,115	\$ 1,729,686	\$ 1,849,525	\$ 1,981,505
Tangible common equity to tangible assets	6.21%	7.22%	7.17%	8.22%	8.28%	7.26%
Tangible Book Value per Share						
Tangible common equity	\$ 120,220	\$ 139,826	\$ 127,166	\$ 142,182	\$ 153,203	\$ 143,950
Common shares outstanding	10,333,884	10,374,637	10,457,327	10,507,124	10,547,960	10,605,782
Tangible book value per share	\$ 11.63	\$ 13.48	\$ 12.16	\$ 13.53	\$ 14.52	\$ 13.57



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Non-GAAP Measures



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<i>(S in Thousands)</i>	March 31,	June 30,	September 30,	December 31,	March 31,
	2013	2013	2013	2013	2014
Tangible Common Equity:					
Total stockholders' equity, as reported	\$ 226,079	\$ 219,147	\$ 222,247	\$ 221,553	\$ 230,576
Less: goodwill and other intangible assets	69,977	71,608	71,417	77,603	77,288
Tangible common equity	\$ 156,102	\$ 147,539	\$ 150,830	\$ 143,950	\$ 153,288
Tangible Assets:					
Total assets, as reported	\$ 1,938,722	\$ 1,899,841	\$ 1,919,705	\$ 2,059,108	\$ 2,078,253
Less: goodwill and other intangible assets	69,977	71,608	71,417	77,603	77,288
Tangible assets	\$ 1,868,745	\$ 1,828,233	\$ 1,848,288	\$ 1,981,505	\$ 2,000,965
Tangible Common Equity to Tangible Assets Ratio:					
Tangible common equity	\$ 156,102	\$ 147,539	\$ 150,830	\$ 143,950	\$ 153,288
Tangible assets	\$ 1,868,745	\$ 1,828,233	\$ 1,848,288	\$ 1,981,505	\$ 2,000,965
Tangible common equity to tangible assets	8.35%	8.07%	8.16%	7.26%	7.66%
Tangible Book Value per Share					
Tangible common equity	\$ 156,102	\$ 147,539	\$ 150,830	\$ 143,950	\$ 153,288
Common shares outstanding	10,568,147	10,583,161	10,596,797	10,605,782	10,657,569
Tangible book value per share	\$ 14.77	\$ 13.94	\$ 14.23	\$ 13.57	\$ 14.38



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Nasdaq: PEBO

Investor Presentation

1st Quarter 2014