



DIMECO, INC. DECLARES CASH DIVIDEND

Honesdale, PA, September 21, 2016/ The Board of Directors of Dimeco, Inc. (OTC Pink: DIMC) declared a dividend on September 15, 2016 of \$0.38 per share to shareholders of record September 30, 2016. The dividend is payable on October 24, 2016, the anticipated date to release earnings for the third quarter of 2016. Maintaining the dividend at a level of \$0.38 per share produced a yield of 3.71% at the market value of \$41.00 on September 15, 2016.

Gary C. Beilman, president and chief executive officer of Dimeco, Inc. and The Dime Bank commented, "This dividend payment is one way we show our commitment to our loyal shareholders and it supports our pledge to enhance their investment in our Company. Our efforts will remain directed at continuing our positive momentum towards building a larger and more valuable institution."

Dimeco, Inc. is the holding company of The Dime Bank, a full service financial institution serving Northeast Pennsylvania since 1905. Dimeco, Inc. reported balances at June 30, 2016 of \$638 million in total assets, loans of \$466 million, and deposits of \$501 million. The Bank trades on the OTC Pink Marketplace under symbol 'DIMC', operated by OTC Markets Group. For more information on Dimeco, Inc. and The Dime Bank, visit www.thedimebank.com.

SOURCE: Dimeco, Inc. / September 21, 2016 / Deborah Unflat