



NEWS RELEASE
TO: BUSINESS EDITOR

DIMECO, INC. DECLARES INCREASED CASH DIVIDEND

Honesdale, PA, December 18, 2017/ On December 7, 2017, the Board of Directors of Dimeco, Inc. (OTC Pink: DIMC) declared a dividend of \$0.28 per share, payable to shareholders of record on December 29, 2017. The dividend will be paid on January 25, 2018, the anticipated date to release earnings for the year ended December 31, 2017. This dividend is an increase of \$0.02 per share, or 7.69%, over the dividend declared in September 2017. A dividend of \$0.28 per share produces a yield of 2.88% based on the December 7, 2017 market value of \$36.30 per share. The total dividend declared for the year 2017 is \$1.047 per share. This total dividend declared reflects the three-for-two stock split that was effective on August 11, 2017.

Gary C. Beilman, president and chief executive officer of Dimeco, Inc. and The Dime Bank commented, "Based on our financial performance, our Board of Directors increased the dividend to our shareholders for their continued loyalty and support of Dimeco, Inc. As we close the final quarter of 2017, our efforts remain focused on building a strong institution while remaining committed to our communities."

Dimeco, Inc. reported third quarter 2017 assets of \$663 million, loans of \$515 million and deposits of \$514 million. Dimeco, Inc. is the holding company of The Dime Bank, a full service financial institution serving Northeast Pennsylvania since 1905. For more information on Dimeco, Inc. and The Dime Bank, visit www.thedimebank.com.

SOURCE: Dimeco, Inc. / December 18, 2017 / Deborah Unflat