

NEWS RELEASE
TO: BUSINESS EDITOR

DIMECO, INC. DECLARES CASH DIVIDEND

Honesdale, PA, December 16, 2016/ On December 15, 2016, the Board of Directors of Dimeco, Inc. (OTC Pink: DIMC) declared a dividend of \$0.38 per share, payable to shareholders of record on December 30, 2016. The dividend will be paid on January 25, 2017, the anticipated date to release earnings for the year ended December 31, 2016. A dividend of \$0.38 per share produces a yield of 3.45% based on the December 15, 2016 market value of \$44.00 per share. The total dividend declared for the year 2016 is \$1.52 per share.

Gary C. Beilman, president and chief executive officer of Dimeco, Inc. and The Dime Bank commented, “We remain committed to operating our institution farsightedly while providing our shareholders with the best possible value and our communities the best financial solutions. We are grateful to our shareholders for their investment in us and this dividend is our way of rewarding their confidence in us.”

Dimeco, Inc. reported third quarter 2016 assets of \$638 million, loans of \$490 million and deposits of \$508 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 16, 2016 / Deborah Unflat