PRESS RELEASE

Katahdin Trust Company Honored By ABA For Community Work

(HOULTON, ME. 07/26/12) The American Bankers Association (ABA) has honored Katahdin Trust Company with its Certificate of Recognition for Community Involvement. The recognition was made based on Katahdin Trust Company's commitment to the communities it serves and has been awarded to the Bank for the past several years.

Katahdin Trust Company President & CEO ***Jon J. Prescott*** *and* ***Vicki Smith***, Senior Vice President of Marketing & Communications receive the 2012 ABA Community Bank Certificate of Recognition for Community Involvement on behalf of Katahdin Trust Company.

This most recent award was made for 2011, during which Katahdin Trust Company donated nearly $100,000 to the communities that it serves. "Corporately, Katahdin Trust Company gives much back to our communities, and we're proud and privileged to do so," said Jon J. Prescott, President & CEO. "But it's equally gratifying to know that our employees share this care and concern and give many hours of their personal time, to create a higher quality of life in our communities." The Bank's 191 employees rolled up their sleeves outside the confines of the Bank to invest nearly 14,000 hours of volunteer service for a host of civic, charitable, church, educational and economic development organizations.

Prescott applauded his employees for sharing a common thread of commitment to serving others. "The volunteer efforts of our employees ranged from coaching little league teams to ringing bells for the Salvation Army during the Christmas season," he said. "Others offer their service on the Boards of local hospitals, colleges and other civic organizations."

Katahdin Trust Company, established in 1918 with nearly $570 million in assets, provides banking services to individuals and businesses from seventeen offices in northern and central Maine, online at katahdintrust.com, and operates a commercial loan office in Scarborough. Katahdin Trust Company recently received recognition as one of the Top 200 Community Banks in the country for the 6th consecutive year by American Banker magazine. Stock is quoted on the OTC Markets quote board OTCQB under the symbol KTHN. Current stock information can be found at otcmarkets.com.

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