

PRESS RELEASE



Brian Gardiner Named Senior Vice President

March 18, 2010. HOULTON: Jon J. Prescott, President and Chief Executive Officer of Katahdin Trust Company, today announced that veteran banker Brian J. Gardiner has been promoted to Senior Vice President, Commercial Services Officer. In addition to his commercial lending responsibilities, he will assume responsibility for leading the Bank's business development efforts in the greater Bangor area with the Bank's planned expansion of full-service facilities in Bangor and Hampden in 2010.



Gardiner, a graduate of the University of Maine, has more than thirty years experience in the financial services industry. He joined Katahdin Trust Company in 2002 as Vice President and Commercial Services Officer in Houlton and over the years developed a substantial commercial customer base in the greater Bangor area.

Active in civic, church and charitable endeavors, he currently serves as President of Military Street Baptist Church. Gardiner resides in Houlton with his wife, Lori.

"I am pleased to announce Brian's promotion to this new position," Prescott said. "Brian has been instrumental in introducing our brand of banking to the greater Bangor area and I am confident that businesses find Brian to be responsive to their individual needs. Clearly, the Bangor area holds much opportunity for a bank committed to the principles of traditional community banking and we are fortunate to have Brian leading our initiative in this market area. Our style of banking is one which is defined by the relationships we share with our customers and the service-driven environment to which we are dedicated."

Gardiner who has spent time in the greater Bangor area on a regular basis since the opening of the Bank's Commercial Loan Production Office in March of 2008, echoed Prescott's comments on the Bank's unique approach, noting, "We have established a new standard of responsive lending practices in Bangor and it stands to reason that full-service banking will only enhance our growth in the area. The time is right to introduce a great banking alternative to the Bangor area."

Katahdin Trust Company, with nearly \$500 million in total assets, offers personal and business banking services from fourteen full-service locations in northern Maine, loan production offices in Bangor and Scarborough, online at www.katahdintrust.com and plans to open full-service locations in Bangor and Hampden in 2010.

Katahdin Trust Company is owned by a one-bank holding company, Katahdin Bankshares Corp. which is quoted on the NASDAQ Over-the-Counter Bulletin Board (OTCBB) under the symbol KTHN. Current stock information can be found on the OTCBB website at www.otcbb.com.

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