

BUREAU OF FINANCIAL INSTITUTIONS
Department of Professional and Financial Regulation
State of Maine



ORDER APPROVING THE APPLICATION OF
BANGOR BANCORP, MHC, BANGOR, MAINE TO MERGE WITH
DAMARISCOTTA BANKSHARES, INC., DAMARISCOTTA, MAINE
AND FOR BANGOR SAVINGS BANK, BANGOR, MAINE TO MERGE WITH
DAMARISCOTTA BANK AND TRUST COMPANY, DAMARISCOTTA, MAINE

Bangor Bancorp, MHC, Bangor, Maine applied to the Superintendent of the Bureau of Financial Institutions (“Bureau”) to acquire by merger Damariscotta Bankshares, Inc., Damariscotta, Maine and to immediately thereafter merge Damariscotta Bank and Trust Company, Damariscotta, Maine, a wholly-owned subsidiary of Damariscotta Bankshares, Inc., with and into Bangor Savings Bank, Bangor, Maine, a wholly-owned subsidiary of Bangor Bancorp, MHC. The application requires approval by the Bureau pursuant to Title 9-B M.R.S. Chapters 35 and 101.

The application was accepted for processing by the Bureau on March 2, 2020. Public notice, as required by Title 9-B M.R.S. § 252(2)(B), was provided by 1) publication in the Bangor Daily News on March 4 and March 11, 2020, and in the Lincoln County News on March 5 and March 12, 2020, and 2) a notice distributed to interested parties on March 4, 2020, affording them an opportunity to submit written comments. No comments were received by the Bureau during the public comment period ending April 3, 2020.

A Principal Bank Examiner of the Bureau conducted an investigation of the transaction. All evidence and pertinent material that were considered by the Examiner were also considered by the Superintendent in reaching his decision.

Bangor Bancorp, MHC is a Maine mutual holding company with total consolidated assets of \$4.7 billion. Bangor Savings Bank, established in 1852 and headquartered in Bangor, Maine, is a Maine-chartered bank operating its main office and 57 full-service branches throughout the states of Maine and New Hampshire.

Damariscotta Bankshares, Inc. is a Maine corporation and registered bank holding company with total consolidated assets of \$201.4 million. Damariscotta Bank and Trust Company, chartered in 1973, is a Maine-chartered bank headquartered in Damariscotta, Maine. In addition to its main office, it operates five full-service branches located in mid-coast Maine.

Order Approving Application of Bangor Bancorp, MHC to merge with Damariscotta Bankshares, Inc and for Bangor Savings Bank to merge with Damariscotta Bank and Trust Company
Page 2

The financial and managerial resources of Bangor Bancorp, MHC and Bangor Savings Bank are satisfactory. Generally, there are no significant differences in the banking products and services offered by Bangor Savings Bank and Damariscotta Bank and Trust Company. The mergers should contribute to the long-term strength and prospects of Bangor Bancorp, MHC and Bangor Savings Bank, and to the financial needs and convenience of the Maine banking market. The proposed transaction is not expected to have a significant adverse effect on competition.

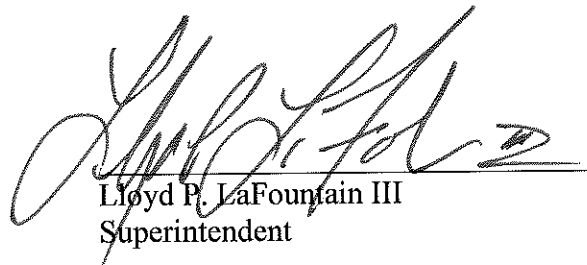
The Bureau has considered the public convenience and advantage as well as the competitive effects, the future prospects, the convenience and needs of the markets to be served, and the fairness of the transaction and found them to be consistent with approval. Therefore, the application of Bangor Bancorp, MHC to merge with Damariscotta Bankshares, Inc. and for Bangor Savings Bank to merge with Damariscotta Bank and Trust Company is approved with the resulting institutions to be named Bangor Bancorp, MHC and Bangor Savings Bank, respectively.

The transaction shall be completed within one year of the effective date of this Order, unless a written extension is granted by the Superintendent. Any person aggrieved by this Order shall be entitled to a judicial review of the Order in accordance with the Maine Administrative Procedure Act, Title 5, Chapter 375, subchapter 7.

By order of the Superintendent, effective July 2, 2020.



Gardiner, Maine
June 2, 2020


Lloyd P. LaFountain III
Superintendent