

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



ORDER APPROVING
APPLICATION OF
KENNEBUNK SAVINGS BANK, KENNEBUNK, MAINE
TO REORGANIZE INTO A
MUTUAL HOLDING COMPANY STRUCTURE

Kennebunk Savings Bank, Kennebunk, Maine applied to the Superintendent of the Maine Bureau of Financial Institutions (the “Superintendent”), pursuant to Title 9-B M.R.S. Chapter 105, to reorganize into a mutual holding company structure whereby Kennebunk Savings Bank will become a Maine investor-owned universal bank (the “Stock Bank”), which will be wholly-owned by Kennebunk Savings Bancorp, Inc., a Maryland corporation, which will be wholly-owned by Kennebunk Savings Bancorp, MHC, a Maine-chartered mutual holding company. Substantially all of the assets and liabilities, including all of the deposit accounts, of Kennebunk Savings Bank will become assets and liabilities of Stock Bank.

The application was accepted for processing on February 24, 2017. Public notice, as required by Title 9-B M.R.S. § 252, was provided by publication, posting on the Bureau’s website and e-mail to interested parties affording them an opportunity to either submit written comments or request a hearing. No comments were received by the Bureau during the public comment period ending March 31, 2017.

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

This is an internal reorganization that will have no effect on the management, capital, financial condition or operations of Kennebunk Savings Bank. The reorganization preserves the benefits of the mutual form of organization. The stock holding company (Kennebunk Savings Bancorp, Inc.) must own 100% of the Stock Bank, and the mutual holding company (Kennebunk Savings Bancorp, MHC) must own at least 51% of the stock holding company. There are no plans to issue stock to depositors or to the public at this time and any future issuance of stock requires the Superintendent’s prior written approval.

The terms and conditions of the transaction appear equitable to all parties. The proposed mutual holding company reorganization should contribute to the strength of Kennebunk Savings

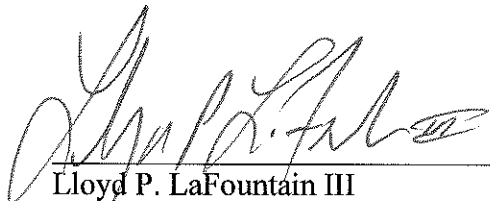
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Bank and hence to the banking needs of the markets served by the bank. Therefore, the application of Kennebunk Savings Bank to reorganize into a mutual holding company structure as detailed in its application is approved, subject to the appropriate approvals of the Federal Deposit Insurance Corporation and the Board of Governors of the Federal Reserve System. The transaction shall be completed within one year of the effective date of this Order, unless a written extension is granted by the Superintendent.

Pursuant to Title 9-B M.R.S. §241(9), permission is also granted to Kennebunk Savings Bancorp, Inc. and Kennebunk Savings Bancorp, MHC to use the term “savings” and “bancorp” in their respective names.

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 VII.

By order of the Superintendent, effective June 17, 2017.



Lloyd P. LaFountain III
Superintendent

Gardiner, Maine
May 18, 2017

