

Chemung Financial Corporation (NASDAQ: CHMG) has agreed to acquire 6 branches from Bank of America Corporation (NYSE: BAC)

Terms of the transaction were not disclosed.

Sandler O'Neill served as a financial advisor to Chemung Financial Corporation on this transaction.

This transaction represents Sandler O'Neill's 57th branch transaction since January 1, 2008. Sandler O'Neill has served as a financial advisor on more branch transactions than any other investment bank during that time period.¹

ELMIRA, N.Y., July 11, 2013 -- Chemung Financial Corporation (Nasdaq: CHMG) today announced that its banking subsidiary, Chemung Canal Trust Company (Chemung Canal), has entered into an agreement with Bank of America to purchase six branch offices located in Auburn, Cortland, Ithaca and Seneca Falls, New York. As part of the transaction, Chemung Canal will acquire nearly \$261 million in deposits and \$1.8 million in loans. The transaction, which is subject to regulatory approval, is expected to close in the fourth quarter of 2013. The acquisition is expected to be accretive to Chemung Financial earnings in 2015.

"We are very excited to expand our market share in Tompkins County and to bring our brand of community banking into Auburn, Cortland & Seneca Falls. We believe many residents and businesses will value and appreciate the 'high touch' approach to banking we will provide in these communities," said Ronald M. Bentley, President and Chief Executive Officer of Chemung Canal Trust Company.

Chemung Canal expects to retain all of the employees currently working in these branch offices. According to Bentley, "Customers will continue to do business with the same friendly and knowledgeable staff of professional bankers."

"Growth in our balance sheet has been and will continue to be an important focus of our Board and Management team. We have been very successful in accomplishing this goal, during the past several years, through a combination of organic growth and by expanding our footprint through acquisitions," said Bentley. In 2011 Chemung Financial acquired Capital Bank & Trust, in Albany, and in 2009 it acquired the Bank of Canton in Pennsylvania. The company also acquired 3 branch offices from M&T Bank in 2008.

Branches Purchased

- 120 Genesee Street, Auburn
- 185 Grant Street, Auburn
- 1094 Highway 222, Cortland
- 304 Elmira Road, Ithaca
- 202 The Commons, Ithaca
- 54 Falls Street, Seneca Falls

*(1) Includes all completed and pending branch transactions since January 1, 2008
Source: SNL Financial*

Pro Forma Branch Map



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