

CAPITAL MARKETS ANNOUNCEMENT

Rhinebeck Bancorp, Inc. (Nasdaq: RBKB; Poughkeepsie, NY), the holding company for Rhinebeck Bank, announced the completion of its minority (MHC) stock offering. RBKB sold 4,787,315 shares of common stock in a subscription offering at a price of \$10.00 per share for total gross proceeds of \$47.9 million.

Sandler O'Neill + Partners L.P. was sole manager of the subscription offering.

This transaction is Sandler O'Neill's 19th conversion transaction completed since January 1, 2013, raising approximately \$5.5 billion, more than any other investment bank during that time period.¹

About the Offering:

Poughkeepsie, New York, January 16, 2019 – Rhinebeck Bancorp, Inc. (the "Company"), the holding company for Rhinebeck Bank, announced today that it had closed its stock offering in connection with the completion of the reorganization of Rhinebeck Bank and Rhinebeck Bancorp, MHC into the two-tier mutual holding company form of organization.

The Company sold 4,787,315 shares of common stock at a price of \$10.00 per share in its subscription offering, including 436,425 shares sold to Rhinebeck Bank's employee stock ownership plan.

Upon closing, 11,133,290 shares of the Company's common stock are outstanding, including 6,345,975 shares issued to Rhinebeck Bancorp, MHC.

Shares of the Company's common stock are expected to begin trading on January 17, 2019 on the Nasdaq Capital Market under the trading symbol "RBKB."

About the Company:

Rhinebeck Bank has served the banking needs of its customers in the central Hudson Valley region of New York State since 1860. It operates from its executive offices/headquarters in Poughkeepsie, New York and 11 branch offices located in Dutchess, Orange and Ulster Counties, New York. At September 30, 2018, Rhinebeck Bank and its mutual holding company, Rhinebeck Bancorp, MHC, had consolidated total assets of \$819.7 million, total deposits of \$691.7 million and total equity of \$57.0 million.

This announcement is for informational purposes only and does not constitute an offer to sell or the solicitation of an offer to buy securities.

January 16, 2019

Common Stock

\$47.9 Million



Sole Marketing Agent

SANDLER O'NEILL + PARTNERS

Financials as of September 30, 2018^{1 2}

(Dollars in millions)

Total Assets	\$819.7
Net Loans	\$652.0
Total Deposits	\$691.7
Total Equity	\$57.0

(1) Source: S&P Global Market Intelligence

(2) Financial data not pro forma for the offering

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