

DARTFINANCIALCORPORATION

April 26, 2017

Dear Shareholder of Dart Financial Corporation:

We are pleased to enclose a dividend of \$.20 for each share of stock you own. You are receiving a check, advice of credit or statement from the Dividend Reinvestment Plan (DRIP) showing the additional shares purchased with this dividend. This is the fifth consecutive dividend of this amount.

Enclosed is our financial statement for the first quarter with comparison to the prior year period. We are pleased to report earnings per share of \$.30 compared to \$.27 for the prior year period, an 11% increase. The increase in earnings comes from a 16.5% increase in both our net interest income and non-interest income compared to last year. The net interest margin increase is attributable to a nearly 30% increase in net loans outstanding from a year ago. Residential mortgage loans overall, less the loans available for sale, increased by 73.0% the past twelve months.

At the annual shareholders meeting held on Tuesday, the 25th, the nine existing members of the board of directors were reelected for an additional term, expiring at next year's shareholders meeting. Mark your calendar for April 24, 2018, the date for this meeting. This year's meeting date happened to coincide with the 92nd anniversary of Dart Bank's founding.

CAMELS Consulting Group, LLC just released the report for the first quarter showing the value of each share of Dart stock you own. The valuation is \$33.50 per share, a slight increase of \$.25 per share from the year-end value.

The number of shares placed with new owners on behalf of shareholders wishing to sell in the first quarter is approximately the same as last year. However, requests from existing shareholders to sell additional shares of stock have increased recently. The board of directors is concerned with the increase and the liquidity that exists in our stock. In a recent strategic planning session the board, with the help of a banking consultant, new ideas on providing liquidity were discussed. Options so far explored would provide liquidity for shareholders who want it, but would not be detrimental to non-selling shareholders. If these discussions result in a firm plan, the timing would be for the second half of the year. If the board of directors elects to move forward we will provide a lot of additional information to assist you and to answer questions. So, if you receive information from us in the mail, please take time to read it and respond with your concerns.

In the meantime, referrals for new shareholders or purchases for additional shares of Dart stock are encouraged. Michelle Carpenter, Investor Relations Officer, at (517) 699-3379 will be pleased to hear from you.

Sincerely,



Peter Kubacki
President & CEO



John Grettenberger
Chairman of the Board