The Adirondack Trust Company

N e w s R e l e a s e

FOR IMMEDIATE RELEASE: **JANUARY 26, 2006**

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THE ADIRONDACK TRUST COMPANY INTRODUCES NEW HEALTH SAVINGS ACCOUNT

SARATOGA SPRINGS, NEW YORK – The Adirondack Trust Company announced today that it has introduced a new Health Savings Account (HSA) with a 3.75% annual percentage yield. An HSA is used in conjunction with a high deductible health plan (HDHP) and are generally offered as part of an employer's health benefits program.

The Adirondack Trust HSA is in the form of an interest bearing checking account and allows account holders to withdraw funds for qualified medical expenses using free checks, a free Visa debit card, free online banking and free access to any ATM (excluding other ATM providers surcharge fees). The account has no minimum balance and no management fees.

Robert Ward, Vice President of Marketing stated, "The Bank saw an opportunity to introduce this account to our customers who are now enrolling in high deductible health plans. As a greater number of employers are introducing high deductible health plans, this product was developed so our customers can continue to have convenient access to their accounts via our branches and our online banking service instead of having to open an account at out-of-market banks. We believe HSA's will become very popular over the next few years as consumers look for ways to manage their health care related expenses."

The HSA is a tax-advantage account designed to help consumers save money on qualified medical expenses. An HSA offers tax advantage benefits including tax-deductible contributions, tax-free earnings and tax-free distributions as long as they are used for qualified medical expenses. Employers may contribute to an individual's HSA using pre-tax dollars. The HSA belongs to the account holder and is portable and the account balance can be carried over from year-to-year.

The Adirondack Trust Company is a community-based, full-service financial services company offering a wide variety of business and personal banking products and services. The Bank offers trust, insurance and investment services and originates real estate mortgages, both residential and commercial, and commercial business loans throughout its primary market area. The Bank's website is www.adirondacktrust.com

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