Camden National Corporation is a publicly held, multi-bank, financial services holding company headquartered in Camden, Maine. The Company provides consumer and commercial banking products and services through its Camden National Bank and UnitedKingfield Bank subsidiaries, and wealth management, retirement and investment management services through Acadia Trust, N.A.

With roots that can be traced back to 1875, Camden National Corporation now holds $1.5 billion in assets. The Company is listed on the American Stock Exchange, the Russell 3000® Index and the Russell 2000® Index under the symbol CAC.

CORE VALUES

Honesty and Integrity
above all else

Trust
built on fairness

Service
second to none

Responsibility
to use our resources
for the greater good

Excellence
through hard work and
lifelong learning

CORE PURPOSE

Through each interaction, we will
enrich the lives of people,
help businesses succeed,
and vitalize communities.
We are pleased to report that, during 2004, excellent progress was made developing a long-term vision for the Company while continuing to achieve record bottom-line performance. In the preceding Annual Report, we outlined the inherent need for all enduring companies to engage in regular self-assessment followed by adherence to a strict discipline of affirmative action on opportunities identified in the process. While we cautioned that such re-examination of purpose and re-positioning might cause historical earnings growth to lag in the short-term, we believed then, as we do now, that the investments made in 2004 were both prudent and essential to effecting sustainable long-term growth for your Company.

During 2004, the Company generated net income of $19.5 million, an increase of 3.0% over the record $18.9 million earned in 2003. Net income per diluted share was $2.53, up 6.3% over the $2.38 reported a year earlier. Looking at the five-year period 1999 to 2004, earnings per diluted share grew at a compound annual growth rate of 14.75%. This record of performance is consistent with our commitment to enhancing long-term shareholder value.

Return on assets and return on equity for 2004 were 1.40% and 15.97%, respectively. Both measures continue to place us in the top tier when compared to our peers. By year-end, all-time highs were reached in total assets of $1.5 billion, loans of $1.1 billion, and deposits of $1.0 billion, ranking the Company third in size among all banking organizations headquartered in the State of Maine. The solid growth in our balance sheet, coupled with an above average efficiency ratio of 52.78%, mitigated the adverse effect of an eroding net interest margin, which at 3.76% was down from 4.00% in 2003. Five increases in the Federal Funds rate, orchestrated by the Federal Reserve Bank during the second half of the year, helped arrest the latter trend, and should prove beneficial to the Company in 2005.

Non-interest income was $11.4 million for 2004, an increase of 5.3% over the prior year. Leading the improvement in this category was strong growth in revenues from our trust, investment management and financial advisory services that were up 11.4%. Acadia Trust, N.A., the Company’s wealth management affiliate, continued to successfully implement its ambitious strategic and operational plans, including formation of a strategic
alliance with Actuarial Designs & Solutions (ADS), providing actuarial services and third-party retirement plan administration and recordkeeping. Together, these two Maine-based enterprises are providing business clients with a much more comprehensive level of retirement services, and at considerably less expense to the Company.

No discussion on financial performance would be complete without mention of credit risk management, which relates to the largest component of the Company’s balance sheet, loans. While a 10.6% increase in loans outstanding for the year is noteworthy, it was improvement in overall loan quality throughout the Company that truly generated the most excitement for us. Lead by the combined efforts of the lending, corporate risk management, and loan production center staffs, the Company, during 2004, experienced loan recoveries that exceeded loan charge-offs and reduced its level of non-performing loans to total loans from 0.70% to 0.60%. The improvement in the condition of the loan portfolio at UnitedKingfield Bank resulted in a $685,000 reversal of expense from provision for loan and lease losses during 2004. The reversal of expense followed a loan portfolio review by an independent third party. We are confident that the issues of loan quality at our affiliate are now appropriately under control, thus allowing bank management to focus on the growth opportunities before them.

During this past year, a considerable amount of energy was devoted to developing a vision for our future while focusing on the day-to-day details of fulfilling our commitment to each of the Company’s four constituencies: customers, employees, communities, and you, the shareholders.

For our customers, we continued the pursuit of service excellence by implementing a new consumer loan origination and processing system that reduces application time and accelerates the loan approval process. We were among the first financial institutions in Maine to make available Health Savings Accounts. This program, created as part of the new Medicare legislation signed into law December 2003, allows customers to put money aside to cover future medical expenses. Finally, both of our banks received the designation of Express Lender by the Small Business Administration. This designation enables the banks to be more responsive to the financing needs of small businesses, historically a major contributor to our balance sheet growth.

For our employees, we further expanded our commitment to creating an environment that allows outstanding individuals to produce extraordinary results. Among the many initiatives supporting this goal are under- and post-graduate classes in The Customer® program, a customer service system that employs a problem solving formula. Other initiatives included a leadership forum for officers, performance and service awards for both exempt and non-exempt staff, and sponsorship of a Teamsters International® group aimed at enhancing personal and professional presentation skills.

For our communities, we increased our charitable giving in 2004 by 8.3%, providing funding for over 200 non-profit organizations rendering services throughout the markets we serve. Employee voluntarism rose to record levels with over 1,500 hours per month being provided to community service organizations whose missions range from working with disadvantaged youths, to financial literacy, to delivering meals for shut-ins. During 2004, we served as the catalyst for creating local business associations and worked closely with the Federal Home Loan Bank of Boston to bring about affordable housing to a number of under-served communities. Finally, with over 90% of our branches situated in downtown settings, we added to that legacy by purchasing the historic Spear Block in downtown Rockland, soon to be transformed into a commercial gateway for that city.

For our shareholders, the Company’s tradition of producing strong cash flows served as the impetus for re-affirming its stock repurchase program. A total of 128,602 shares, at an average price of $31.51, were acquired by the Company in 2004. The closing stock price of Camden National Corporation at December 31, 2004 was $39.41, an increase of 29.8% above the December 31, 2003 closing price of $30.36. The Company paid dividends totaling $0.80 per share during 2004, an increase of 11.1% over the amount paid in 2003, and announced a special dividend of $0.50 per share, which was paid together with the regular $0.20 quarterly dividend in January 2005.

We were pleased to welcome Robin A. Sawyer, corporate controller at a Maine-based public company, as our newest Director. With the growing regulatory requirements brought about by recent Sarbanes-Oxley legislation, Robin’s experience should prove enormously helpful to her Audit Committee colleagues, whose roles as overseers of corporate compliance take on added significance with each passing day.

As we look to 2005, and beyond, we are emboldened by the steps taken over the past year to chart a much clearer course towards the future. This was accomplished by, first, re-examining the Company’s 129-year history to ensure that we were being true to that which we believe were the founders’ intentions when they organized this local community bank back in 1875. In so doing, we reaffirmed the Company’s core purpose, our most fundamental reason for being, which is,

“To make each interaction one that enriches people’s lives, helps businesses succeed and vitalizes communities.”

In addition, we agreed upon a handful of core values that seemed to transcend the passage of time and served as guiding principles for all who have served in the Company’s employ. While expressed in different ways over the years, these enduring values that define who and what we are, as a company, have never changed,

HONESTY and INTEGRITY
above all else

RESPONSIBILITY
for our communities

EXCELLENCE
through lifelong learning and hard work

Together, this core purpose and these core values constitute Camden National Corporation’s core ideology, and its timeless character. The ideology is the glue that holds the enterprise together as it faces current competitive challenges. Universally agreed upon by both management and the Board of Directors, this core ideology has prompted us to state boldly that our envisioned future is to become a national model for sustainable community banking. It speaks to not only surviving, but thriving, such that all four of our constituencies—customers, employees, communities and shareholders—can think of no equal when asked why it is they have chosen to be associated with us. Indeed, the pursuit of this objective is bold and, yes, extraordinarily ambitious, as well. Creating this remarkable quality is not expected to occur in the traditional strategic timeline of three to five years. Rather, the Enduring Vision is intended to guide our every action within this Company for the next ten to thirty years.

The Enduring Vision has been communicated clearly in face-to-face meetings with the Company’s entire workforce. The enabling strategies are now in the process of being crafted by five “Vision Teams,” each of which is sponsored by a member of executive management and comprised of top performers from throughout the organization. Every employee in the Company has been encouraged to become a champion for innovation within Camden National Corporation. We believe that improving innovative performance can be achieved simply by producing more revenue and profit with current “innovation spending” consistent with our legacy of efficiency. The template for innovation is now in place and the appropriate means to recognize and reward such behavior has been carefully crafted to provide maximum incentive to perform.

The success of our Company depends upon our ability to develop great business strategies, improve products and customer service, execute well, and pay attention to every asset, every branch, every employee, every detail. To that end we are setting the highest expectations and standards for ourselves. We have not achieved the level of expected performance yet, but our rate of progress dictates early success.

We will brief you on our progress in subsequent communications. In the meantime, thank you for your continued support and loyalty embodied in the great American tradition of community banking.

Sincerely,

Reidle A. Jones
Chairman of the Board of Directors

Robert W. Daigle
President & Chief Executive Officer

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Enriching the lives of people is the foundation of Camden National Corporation’s commitment to the people, businesses and communities we serve. Our longstanding principle is that by supporting economic development through banking and investment services, the lives of the people in our communities will greatly improve, which will encourage even further economic growth and result in more opportunities for cultural and social enrichment.

Our ability to directly impact people’s lives is significant as our two banking subsidiaries now serve more than 45,000 customers, while Acadia Trust, our wealth management subsidiary, protects the financial assets of over 900 individuals or businesses. Our strong partnerships have built lasting relationships, which have resulted in over $1.0 billion of loans, outstanding at December 31, 2004, to large and small businesses, as well as individuals throughout the State of Maine. These loans have supported such experiences as expanding a business, creating new jobs, or building a family’s first home. We believe that a loan is more than an extension of credit, rather it is an investment that the Company makes in the lives of our customers, which in turn enriches our communities.

Protecting our customers’ personal assets is equally important to the employees—whom we refer to as Stakeholders—of Camden National Corporation. Whether through offering competitive deposit products and security for our banking customers, or helping people realize their long-term financial dreams through our personal financial consultations and wealth management services, we look to our core values of “Honesty and Integrity” and “Trust” as guide posts to ensure we will Enrich the Lives of People. The business decisions we make, and the products and services we offer, are deeply tied to these values. They have helped us sustain our solid reputation of meeting our customers’ financial needs, and will allow us to continue to be successful in the future.

We at Camden National Corporation continue to fulfill this component of our core purpose through many leadership roles within our communities. Our Stakeholders give more than 18,000 hours each year to community service ranging from Bill Harrison, one of our Acadia Financial Consultants who coaches local football and baseball teams, to Bob Daigle, our CEO who serves as the Chairman of the University of Maine Foundation. We also fulfill vital leadership positions by collectively serving on the boards of more than 100 community and non-profit organizations. Through our interaction and influence with these organizations we are able to further demonstrate the values we feel are so critical to our success. Chris DeMerchant, Assistant Vice President at UnitedKingfield Bank, is an example of this, as he is willing to support his community, one child at a time, by volunteering at Sandcastle Preschool in Lewiston, Maine.

With a young family of my own, my interests naturally lead to involvement with children. Representing UnitedKingfield Bank during the past year, it has been my pleasure to help enrich the lives of young people and serve my community through non-profit board membership. Two organizations in particular stand out for me in terms of their impact on youth.

First, believing that an early start in childhood education can make all the difference to a child’s success, I have chosen to work with the Sandcastle Preschool Program affiliated with the University of Southern Maine Lewiston-Auburn College. Having served on Sandcastle’s Board of Directors since September 2003, I now chair the Finance Committee for the Sandcastle Preschool Program Foundation to help shape financial policy and decisions that will allow Sandcastle to continue to maintain the ability to provide quality services to their clients and families in the twin cities and beyond.

Secondly, as a board member, past Treasurer and now President of Tri-County Mental Health Services (TCMHS), I have worked closely with this agency through challenging times. As a community member, I try to provide support, expertise and leadership to TCMHS to help expand public awareness and outreach services for youth.

Over the year, I have volunteered over 90 hours and traveled hundreds of miles for a number of philanthropic engagements. Volunteering my time in this way often requires a balance, which could not be met without the support and flexibility of my family and my UnitedKingfield Bank team. Working together, we at UnitedKingfield Bank strive to make a difference in the greater Lewiston-Auburn area community.
HELPING BUSINESSES SUCCEED

“We believe helping businesses succeed is critical to our success as a company and equally as important to the vitality of the communities we serve. Our commitment to the future of local businesses and our sense of duty to help promote sustainable growth of these businesses can be traced throughout our history as a company.”

Jeff Smith, President
UnitedKingfield Bank

All Stakeholders of Camden National Corporation understand that helping businesses succeed is critical, and we take our role as advocates for businesses very seriously. A stronger business environment results in stronger communities and families, which in turn creates a healthy and vibrant society.

Through our two banking subsidiaries and our wealth management subsidiary, our Stakeholders have dedicated themselves to providing businesses with the products and tools necessary to be successful. We understand that when businesses reach their goals, individuals are better served, therefore allowing them to reach their personal goals. Developing strong working relationships with our business customers, our Commercial Lenders, Market Managers, Financial Consultants and Trust Advisors are dedicated to providing the best solutions to meet their business needs by providing financial advice as well as financial capital.

Helping businesses and people achieve their financial goals has always been at the forefront of what we do as a Company. This commitment was enhanced in 2004 when the Small Business Administration designated our banking subsidiaries as ‘Express Lenders.’ This expanded partnership with the SBA has allowed us to further our commitment to emerging entrepreneurs by improving their access to capital. During 2004, we assisted a number of small local businesses to take advantage of SBAExpress Lender loans. These new businesses join the more than 8,700 businesses that the subsidiaries of Camden National Corporation have helped in 2004. Our wealth management subsidiary, Acadia Trust, complements our banking subsidiaries by supporting more than 75 businesses with 6,000 participants through its 401(k) management plans. Together, the three subsidiaries of Camden National Corporation generate an enthusiasm in helping businesses succeed that both complements our long history of such efforts, as well as reinforces our future support for growing businesses in Maine.

In addition to helping local entrepreneurs, many of our lending staff have focused on supporting traditional Maine-based businesses and industries. One example of this is the relationship that Camden National Bank’s Senior Vice President and Senior Regional Manager Jack Williams has established with Rockport Marine. Supporting traditional and leading edge boat building and other marine industries along the Maine coast provides an important link to our history and creates sustainable jobs for our residents.

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Three themes come to mind when I think about the important relationship between Maine’s marine industry and banking. The first involves longevity. Maine’s marine industry dates back 400 years to shipbuilding and fishing in the earliest days of colonization. With roots dating back to its founding in 1875, Camden National Bank has been fortunate to be part of that history.

The second centers on partnership. Through the many partnerships formed among various marine industries and banking institutions, Maine’s economy and the lives of its citizens have prospered. As Maine experiences a decline in manufacturing jobs and value-added aquaculture food production gains attention worldwide, it is perhaps even more important that the banking industry work closely with marine industries. Camden National Bank knows first hand, through its strong partnerships with local fishermen, aquaculture businesses, boat builders, and marine product retailers, just how vital a role the marine industry plays in our State’s economic vitality.

The third anticipates a bright future for Maine’s marine industry as it blends traditional methods with modern technology to build boats and deliver more aquaculture products to world markets. Camden National Bank is currently working with a talented group of local boat builders who are using 400 year-old construction techniques to replicate 17th century sailing vessels while simultaneously employing technologically advanced materials and construction processes to build state-of-the-art boats for recreational markets.

Through its financial commitments to Maine’s marine industries, research organizations and schools apprenticing future employees, Camden National Bank understands the importance of the marine industry to Maine’s economic future.

Through my 23-year employment with Camden National Bank and my family’s history of schooner boat captains from Islesboro, Maine, I am personally committed to our Bank’s century-long place in partnering with our marine industries.
Throughout our Company, we have worked to make a difference by offering products and services to businesses and individuals in our communities to enhance their vibrancy. That, along with our genuine volunteer efforts, speaks to our tradition of giving back to our communities.

Bill Bolinder, President
Acadia Trust, N.A.

The Company’s commitment to vitalizing our communities is deeply rooted in our culture and history. In addition to promoting economic vitality through our business activities, each month Stakeholders of the Company support a variety of business, community, social and non-profit organizations. While volunteerism is not required of our Stakeholders, we encourage and support them in their volunteer efforts. We are especially proud to see so many engage with their communities in such a genuine and meaningful way.

Over the past year, we have supported hundreds of businesses through local Chamber of Commerce events—some events were specifically designed by our banking subsidiaries to bring businesses together to share resources and create important networks within the communities they serve. Our bank presidents, Greg Dufour and Jeff Smith, participated in Leadership Maine, a yearlong program of The Maine Development Foundation, which champions sustainable, long-term economic growth for Maine. Through our strong leadership within our wealth management subsidiary, Acadia Trust, we supported trust and endowment management for numerous non-profit organizations, and managed $4.5 million in assets through “Special Needs” accounts. These unique accounts provide care for disabled children or adults in conjunction with their federal and health agency support.

Inspired by such leadership, our Stakeholders at all levels have chosen a variety of commitments to pursue. From running for State office, to serving on boards and committees, helping children deal with life-threatening illnesses, we have always, as one Stakeholder puts it best, “chosen service over self-interest, choosing what is best for the whole, as opposed to what is best for the individual.” This type of leadership and commitment is best displayed through the Company’s Community Spirit of Giving (CSOG), our Stakeholder-run community outreach team that sponsors many fundraising events throughout the year to raise money to help area families in need. In place for 13 years, the CSOG has helped more than 1,800 individuals.

Overall, we have found it is not uncommon to hear that many of our Stakeholders are dedicated to vitalizing their communities through the work that they do at Camden National Corporation or one of its subsidiaries, and that they also participate in multiple community service organizations. Sharon Sesling-Labonte, Assistant Vice President at Acadia Trust, is dedicated to working with grieving children through the Center for Grieving Children. She shares her unique view of how she is working to vitalize the community where she lives and works.
SUMMARY OF FINANCIAL PERFORMANCE

<table>
<thead>
<tr>
<th>Year</th>
<th>NET INCOME (in millions)</th>
<th>ASSETS (in millions)</th>
<th>DEPOSITS (in millions)</th>
<th>LOANS (in millions)</th>
<th>BASIC EARNINGS PER SHARE (in dollars)</th>
<th>BOOK VALUE PER SHARE (in dollars)</th>
</tr>
</thead>
<tbody>
<tr>
<td>2004</td>
<td>19,493</td>
<td>1,489,865</td>
<td>1,014,601</td>
<td>1,069,294</td>
<td>2.54</td>
<td>16.56</td>
</tr>
<tr>
<td>2003</td>
<td>18,928</td>
<td>1,370,363</td>
<td>900,996</td>
<td>966,855</td>
<td>2.39</td>
<td>15.43</td>
</tr>
<tr>
<td>2002</td>
<td>17,051</td>
<td>1,218,419</td>
<td>850,134</td>
<td>808,882</td>
<td>2.12</td>
<td>14.80</td>
</tr>
<tr>
<td>2001</td>
<td>15,418</td>
<td>1,089,355</td>
<td>763,568</td>
<td>724,042</td>
<td>1.90</td>
<td>13.04</td>
</tr>
<tr>
<td>2000</td>
<td>13,859</td>
<td>1,010,883</td>
<td>744,360</td>
<td>701,340</td>
<td>1.70</td>
<td>11.17</td>
</tr>
</tbody>
</table>

SELECTED FIVE-YEAR FINANCIAL DATA

<table>
<thead>
<tr>
<th>Year</th>
<th>INTEREST INCOME (in millions)</th>
<th>INTEREST EXPENSE (in millions)</th>
<th>NET INTEREST INCOME (in millions)</th>
<th>RECOVERY OF PROVISION FOR LOAN AND LEASE LOSSES (in millions)</th>
<th>NET INTEREST INCOME AFTER RECOVERY OF PROVISION FOR LOAN AND LEASE LOSSES (in millions)</th>
<th>NON-INTEREST INCOME (in millions)</th>
<th>NON-INTEREST EXPENSE (in millions)</th>
<th>INCOME BEFORE PROVISION FOR INCOME TAX (in millions)</th>
<th>INCOME TAX EXPENSE (in millions)</th>
<th>CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING (in millions)</th>
<th>NET INCOME (in millions)</th>
</tr>
</thead>
<tbody>
<tr>
<td>2004</td>
<td>73,377</td>
<td>24,365</td>
<td>49,012</td>
<td>(685)</td>
<td>49,697</td>
<td>11,399</td>
<td>31,882</td>
<td>29,214</td>
<td>9,721</td>
<td>–</td>
<td>19,493</td>
</tr>
<tr>
<td>2003</td>
<td>72,146</td>
<td>24,487</td>
<td>47,659</td>
<td>(150)</td>
<td>47,809</td>
<td>10,829</td>
<td>30,424</td>
<td>28,214</td>
<td>9,286</td>
<td>–</td>
<td>18,928</td>
</tr>
<tr>
<td>2002</td>
<td>74,572</td>
<td>27,715</td>
<td>46,857</td>
<td>3,080</td>
<td>43,777</td>
<td>14,459</td>
<td>32,311</td>
<td>25,925</td>
<td>8,425</td>
<td>449</td>
<td>17,051</td>
</tr>
<tr>
<td>2000</td>
<td>79,555</td>
<td>40,042</td>
<td>39,513</td>
<td>2,930</td>
<td>36,583</td>
<td>8,915</td>
<td>25,396</td>
<td>20,102</td>
<td>6,243</td>
<td>–</td>
<td>13,859</td>
</tr>
</tbody>
</table>
Our vision is to be a national model for sustainable community banking — whose shareholders buy and hold the Company’s stock because they care as much about social and corporate responsibility as they do about profitability.

Robert W. Daigle, President & Chief Executive Officer

- **ASSET GROWTH 1980–2004**
- **STOCK PRICE PER SHARE 1980–2004**
- **INVESTMENT OF $10,000 OVER 25 YEARS 1980–2004**

Per share amounts have been restated to reflect stock splits during the periods presented.

Data prior to 1995 excludes United Bank and data prior to 1999 excludes UnitedKingfield Bank.

The chart above reflects the change in value over 25 years of an initial investment of $10,000 in CNC stock.

Increases in assets due to mergers are reflected as of the date of acquisition.
<table>
<thead>
<tr>
<th></th>
<th>2004</th>
<th>2003</th>
<th>2002</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total Accumulated Other Comprehensive Income</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Surplus</strong></td>
<td>$11,206,599</td>
<td>$10,667,880</td>
<td>$10,216,783</td>
</tr>
<tr>
<td><strong>Net unrealized gains on</strong></td>
<td>$741,544</td>
<td>$1,182,192</td>
<td>$1,186,564</td>
</tr>
<tr>
<td>securities available for sale</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Net unrealized gains on</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>securities held to maturity</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total shareholders' equity</strong></td>
<td>$12,948,052</td>
<td>$11,850,072</td>
<td>$11,403,347</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td>$21,840,700</td>
<td>$20,651,751</td>
<td>$19,316,273</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>$34,788,752</td>
<td>$32,491,823</td>
<td>$30,719,616</td>
</tr>
</tbody>
</table>

**CONSOLIDATED STATEMENTS OF INCOME**

For the Year Ended December 31, 2004

<table>
<thead>
<tr>
<th></th>
<th>2004</th>
<th>2003</th>
<th>2002</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Income</strong></td>
<td>$1,489,865</td>
<td>$1,370,363</td>
<td>$1,211,429</td>
</tr>
<tr>
<td><strong>Income before</strong></td>
<td>$1,489,865</td>
<td>$1,370,363</td>
<td>$1,211,429</td>
</tr>
<tr>
<td><strong>Income taxes</strong></td>
<td>$32,311</td>
<td>$5,353</td>
<td>$869</td>
</tr>
<tr>
<td><strong>Diluted earnings</strong></td>
<td>$1,457,554</td>
<td>$1,364,990</td>
<td>$1,206,530</td>
</tr>
<tr>
<td><strong>Basic earnings</strong></td>
<td>$1,489,865</td>
<td>$1,370,363</td>
<td>$1,211,429</td>
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<tr>
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**CONSOLIDATED STATEMENTS OF CONDITION**

For the Year Ended December 31, 2004

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<tr>
<th></th>
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<th>2002</th>
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</tbody>
</table>

For a complete set of Consolidated Financial Statements, refer to the Company’s 2004 Annual Report on Form 10-K.
CAMDEN NATIONAL CORPORATION

DIRECTORS
Rendle A. Jones
Chairman, Camden National Corporation
Robert W. Daigle
President & Chief Executive Officer, Camden National Corporation
Ann W. Bresnahan
Civic Leader
Robert J. Campbell
Partner, Beach, Mack & Oliver Investments
Robert W. Daigle
President & Chief Executive Officer, Camden National Corporation
ADMINISTRATION
Robert W. Daigle
President & Chief Executive Officer, Camden National Corporation
Seth G. Collins
Senior Vice President
Robert E. Cleveland, Jr.
Assistant Vice President
Carolyn C. Crosby
Assistant Vice President
Lori S. Crawford
Vice President
Barbara B. Johnson
Vice President
Lorraine M. Ivers
Vice President
Joseph A. Liguori
Vice President
Jennifer F. Mazurek
Vice President
Lee Ann Szelaj
Vice President
Scott R. Westrin
Vice President
Eric Y. Boucher, CPA
Assistant Vice President
Ward I. Graffam
Graffam & Associates
John W. Holmes
President, Consumer Fuel Co.
Theodore C. Johnson
Managing Director, Harbor Wharf, LLC
Winfried R. Robinson
President, Flagstaff Ventures, LLC
Robin A. Swayze, CPA
Corporate Controller & Principal Accounting Officer, Fairfield Semiconductor International
Richard N. Simoneau, CPA
Chattam, Camden National Bank
Attorney & Partner, Harmon, Jones, Sanford & Elliott, LLP
Arthur E. Strout
Attorney & Partner, Strout & Payson, P.A.
Robert E. Cleveland, Jr.
Assistant Vice President
Carolyn C. Crosby
Assistant Vice President
Sherri J. Dyer
Assistant Vice President
Ann E. Fillery
Assistant Vice President
Allan W. Hammond
Assistant Vice President
Barry J. King
Assistant Vice President
Tracy R. Lear
Assistant Vice President
Jane G. Pierce
Assistant Vice President
Timothy J. Pratt
Assistant Vice President
UNITEDKINGFIELD BANK
DIRECTORS
Winfried F. Robinson
Chairman, UnitedKingfield Bank
Robert W. Daigle
President & Chief Executive Officer, Camden National Corporation
William Debrod
Attorney & Partner, Harmon, Jones, Sanford & Elliott, LLP
Jeffrey D. Smith
President & Chief Operating Officer, UnitedKingfield Bank
Roger G. Spear
Chief Financial Officer, University of Farmington
ADMINISTRATION
Joyce B. Hildreth, Ph.D.
President, Eastern Maine Community College
Theodore C. Johnson
Managing Director, Harbor Wharf, LLC
Rendle A. Jones
Attorney & Partner, Harmon, Jones, Sanford & Elliott, LLP
Jeffrey D. Smith
President & Chief Operating Officer, UnitedKingfield Bank
Roger G. Spear
Chief Financial Officer, University of Farmington
ACADIA TRUST, N.A.
DIRECTORS
Robert W. Daigle
Chairman, Acadia Trust, N.A.
William H. Bolinder
President & Chief Executive Officer, Acadia Trust, N.A.
John W. Holmes
President, Consumer Fuel Co.
John R. Simpson, CPA
Retired Tax Partner, Simoneau, Norton, Masters & Alee, P.A.
Arthur E. Strout
Attorney & Partner, Strout & Payson, P.A.
Robert E. Cleveland, Jr.
Assistant Vice President
Carolyn C. Crosby
Assistant Vice President
Lori S. Crawford
Vice President
Barbara B. Johnson
Vice President
Lorraine M. Ivers
Vice President
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Retired Tax Partner, Simoneau, Norton, Masters & Alee, P.A.
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Attorney & Partner, Strout & Payson, P.A.
Rosemary B. Weymouth
President, Magnemetic Management Co.
ADMINISTRATION
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President & Chief Executive Officer, Acadia Trust, N.A.
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Senior Vice President
Ward I. Graffam
Graffam & Associates
John W. Holmes
President, Consumer Fuel Co.
Lawrence A. Blaisdell
Senior Vice President
R. Scott Hays
Senior Vice President
Frank E. Kemna, Jr.
Senior Vice President
John L. Simpson, CPA
Senior Vice President
Christopher H. Lyford
CFA
Vice President
Brett B. Miller
CFA
Vice President
Mark T. Mckerz
Vice President
Roger A. Moody
Vice President
Lawrence W. Quinn
Vice President
Vera F. Rand
Vice President
Stephen C. Staples
Vice President
Timothy J. McChesney
Assistant Vice President
Gary E. Stone
Assistant Vice President
Danny L. Swidler
Assistant Vice President

Boards of Directors and Administrations
CAMDEN NATIONAL CORPORATION AND ITS SUBSIDIARIES FULFILL THE COMPANY’S CORE PURPOSE BECAUSE OF THE HARD WORK OF ALL ITS STAKEHOLDERS. THE BOARD OF DIRECTORS AND ALL OF MANAGEMENT THANK YOU FOR YOUR DEDICATION AND COMMITMENT TO MAKING OUR COMPANY SUCCESSFUL.

STAKEHOLDERS
Annual Meeting

The 2005 Annual Meeting of the Shareholders of Camden National Corporation will be held at 3:00 p.m. on Tuesday, April 26, 2005, at the Hanley Center, Fox Ridge Office Park, Route One, Rockport, Maine.

Form 10-K and Other Reports
Camden National Corporation will provide, upon written request and without charge, a copy of the Company's 2004 Annual Report on Form 10-K. Requests should be addressed to Sean Daly, Chief Financial Officer, P.O. Box 310, Camden, Maine 04843-0310, 207-230-2003, sdaly@camdennational.com. Company reports are also available under Investor Relations at www.camdennational.com.

SPECIAL THANKS

In addition to the countless hours contributed by the Company’s staff, the following members of Maine’s creative community are recognized:

Design and Project Management: Allure Creative Inc.
Form 10-K & Proxy – Hallowell Printing
Photographers:
All photographs © 2005 by the respective photographer.
Kevin Crawford – pages 5, 8 bottom, 9
Mark Haskell – pages 7, 16
Ben Magro – page 1
Vision Builders, Inc. – page 4 bottom

Please send me more information about:

☐ Camden National Bank and the products it offers
☐ UnitedKingfield Bank and the products it offers
☐ Acadia Trust, N.A. and the products it offers
☐ I am interested in receiving a Free Financial Planning Consultation with an Acadia Trust specialist.

Please fold here and tape closed on left side of card. Do not staple.

Name
Address
City
State / Zip
Home Phone
E-mail

If you would like a Free Financial Planning Consultation, please note the best time for us to contact you:

CAMDEN NATIONAL CORPORATION
CAMDEN NATIONAL BANK
CNB, a direct, wholly owned subsidiary of the Company, is a national banking association with its principal office in Camden, Maine. Founded in 1875, CNB became a direct, wholly owned subsidiary of the Company as a result of a January 1984 corporate reorganization in which the shareholders of CNB exchanged their shares of stock in CNB for shares of stock in the Company.

CNB offers its products and services in the communities of Belfast, Rockport, Camden, Damariscotta, Rockland, Portland, Thomaston, Union, Vinalhaven and Waldoboro, Maine, and it focuses primarily on attracting deposits from the general public through its branches and using such deposits to originate residential mortgage loans, commercial business loans, commercial real estate loans, and a variety of consumer loans. During 2001, CNB introduced Acadia Financial Consultants, a full-service brokerage and insurance division of the Bank.

CNB is a member bank of the Federal Reserve System and is subject to supervision, regulation and examination by the Office of the Comptroller of the Currency (the “OCC”). The Federal Deposit Insurance Corporation (the “FDIC”) insures its deposits up to the maximum amount permitted by law.

UNITEDKINGFIELD BANK
UKB, a direct, wholly owned subsidiary of the Company, is a financial institution chartered under the laws of the State of Maine with its principal office in Bangor, Maine, and is subject to regulation, supervision and examination by the FDIC and the Superintendent of Banking for the State of Maine. The FDIC insures its deposits up to the maximum amount permitted by law.

UKB offers its products and services in the communities of Bangor, Bingham, Corinth, Dover-Foxcroft, Farmington, Greenville, Hampden, Hermon, Kingfield, Lewiston, Madison, Milo, Phillips, Rangeley, and Stratton, Maine, and it focuses primarily on attracting deposits from the general public through its branches and using such deposits to originate residential mortgage loans, commercial business loans, commercial real estate loans, and a variety of consumer loans. During 2001, UKB introduced Acadia Financial Consultants, a full-service brokerage and insurance division of the Bank.

ACADIA TRUST, N.A.
Acadia Trust, a direct, wholly owned subsidiary of the Company, is a national banking association chartered under the laws of the United States with a limited purpose trust charter. From its offices in Portland and Bangor, Maine, Acadia Trust offers investment management and traditional trust services to individuals, families, trust donors and beneficiaries, municipalities, non-profit organizations, and retirement plan sponsors throughout Maine and New England.

The wealth management strategies provided by Acadia Trust complement the financial services provided by the Company’s subsidiary banks. As a member bank of the Federal Reserve System, Acadia Trust is subject to supervision, regulation and examination by the OCC.