

// Check box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b)
 // Form 3 Holdings Reported
 // Form 4 Transactions Reported

U.S. SECURITIES AND EXCHANGE COMMISSION
 WASHINGTON, DC 20549
 ANNUAL STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP
 Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
 Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(f) of the Investment Company Act of 1940

1. Name and Address of Reporting Person VARRIALE STEPHEN			2. Issuer Name and Ticker or Trading Symbol DIME COMMUNITY BANCORP, INC.("DIME")		6. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner	
(Last)	(First)	(Middle)	3. IRS or Social Security Number of Reporting Person (Voluntary)	4. Statement for Month/Year June 30, 1997	X Officer (give title below)	Other (Specify below)
209 HAVEMEYER STREET				5. If Amendment, Date of Original (Month/Year)	Vice President	
(Street)						
BROOKLYN	NEW YORK	11211				
(City)	(State)	(Zip)				

TABLE 1 -- NON-DERIVATIVE SECURITIES ACQUIRED, DISPOSED OF, OR BENEFICIALLY OWNED

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned at End of Issuer's Fiscal Year (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr.4)
COMMON STOCK				2,233	I	By ESOP Trust
COMMON STOCK	02/01/97	A	15,000 A	\$18.64 15,000	I	By RRP Trust
COMMON STOCK				6,180	I	By 401(k) Trust
TOTAL				23,413	I	
TOTAL				2,000	D	

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly. (Over)

FORM 5 (continued) TABLE II -- DERIVATIVE SECURITIES ACQUIRED, DISPOSED OF, OR BENEFICIALLY OWNED (E.G., PUTS, CALLS, WARRANTS, OPTIONS, CONVERTIBLE SECURITIES)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)
				(A) (D)	Date Expiration	Title Amount or Number of Shares	
STOCK OPTIONS	\$14.50	12/26/96	A	30,000	12/26/97 12/26/06	COMMON STOCK 30,000	\$14.50

1. Title of Derivative Security (Instr. 3)	9. Number of Derivative Securities Beneficially Owned at End of Year (Instr. 4)	10. Ownership of Derivative Security: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
STOCK OPTIONS	30,000	I	STOCK OPTION PLAN

Explanation of Responses:

[FN]
 Acquisition of shares pursuant to Employee Stock Ownership Plan of Dime Community Bancorp, Inc. and Certain Affiliates.
 Acquisition of shares pursuant to the Recognition and Retention Plan for Outside Directors, Officers and Employees of Dime Community Bancorp, Inc.
 Acquisition of shares pursuant to the Dime Community Bancorp, Inc. 1996 Stock Option Plan for Outside Directors, Officers and Employees. 6,000 shares become exercisable on December 26, 1997, 1998, 1999, 2000 and 2001, respectively.
 Acquisition of shares pursuant to the Dime Savings Bank of Williamsburgh 401(k) Savings Plan in RSI Retirement Trust. 102 shares were acquired in the fiscal year ended June 30, 1997 as a result of periodic loan repayments into the 401(k) Trust.

/s/ PETER J. CASTELLI August 8, 1997

 **Signature of Reporting Person Date

**Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note. File three copies of this Form, one of which must be manually signed. If space provided is insufficient, see Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.