

Company Press Release

First Bancorp of Indiana, Inc. Announces Financial Results

EVANSVILLE, Ind., October 27, 2017. First Bancorp of Indiana, Inc. (OTCBB:FBPI), the holding company for First Federal Savings Bank, reported earnings of \$438,000 for the first fiscal quarter ended September 30, 2017, compared to \$394,000 for the same quarter a year ago.

Net interest income for quarter ended September 30, 2017, improved 5.2% from the same quarter last fiscal year as the net loan portfolio grew \$32.5 million, or 13.6%, over the past 12 months. Noninterest income increased 9.1% between the comparative quarters due to certain non-recurring items including refunds of data processing fees paid in fiscal 2017. Greater employee compensation and medical insurance expenses were largely responsible for the 5.1% increase in noninterest expenses.

At approximately 8.4%, First Federal's tier one leverage ratio was well in excess of the five percent regulatory standard for "well-capitalized" financial institutions. The bank's other capital measurements also continue to comfortably exceed "well-capitalized" standards. In addition, First Bancorp has paid a dividend of 15.5 cents per outstanding share for 38 consecutive quarters.

Certain information in this press release may constitute forward-looking information that involves risks and uncertainties that could cause actual results to differ materially from those estimated. Persons are cautioned that such forward-looking statements are not guarantees of future performance and are subject to various factors that could cause actual results to differ materially from those estimated. Undue reliance should not be placed on such forward-looking statements.

CONTACT: Michael H. Head, President and CEO, First Bancorp of Indiana, 812-492-8100.

First Bancorp of Indiana, Inc.
Consolidated Financial Information
(in thousands)

	<u>9/30/2017</u>	<u>6/30/2017</u>
<u>Selected Balance Sheet Data:</u>	<i>(unaudited)</i>	
Total assets	421,525	422,239
Investment securities	90,716	90,815
Loans receivable, net	271,242	255,324
Deposit accounts	283,535	278,443
Borrowings	95,155	103,155
Stockholders' equity	36,698	36,560
	Three months	
	ended September 30,	
	2017	2016
<u>Selected Operating Data:</u>	<i>(unaudited)</i>	<i>(unaudited)</i>
Interest income	3,618	3,472
Interest expense	761	756
Net interest income	2,857	2,716
Provision for loan losses	0	10
Net interest income after provision	2,857	2,706
Noninterest income	932	854
Noninterest expense	3,296	3,135
Income before income taxes and cumulative effect of a change in accounting principle	493	425
Income taxes	55	31
Net income	438	394