

Company Press Release

First Bancorp of Indiana, Inc. Announces Financial Results

EVANSVILLE, Ind., April 27, 2018. First Bancorp of Indiana, Inc., (OTCBB:FBPI), the holding company for First Federal Savings Bank, reported earnings of \$335,000 for the quarter ended March 31, 2018, compared to net income of \$261,000 in the same quarter last year. The quarter-over-quarter change was largely attributed to a 13.6% improvement in net interest income that was partially offset by a 6.0% increase in noninterest expense. Compensation and benefits comprised much of the added expenses.

Net loans grew \$16.1 million, or 6.3%, through the first nine months of fiscal 2018, resulting in year-to-date net interest income improving \$827,000 over the same period last year. At the same time, noninterest expenses were \$690,000 over last year's total with staffing costs primarily responsible for the increase. In addition to a modest decrease in noninterest revenues, the company recorded an \$89,000 one-time charge to income tax expense due to the tax reform legislation passed in December 2017.

At approximately 8.5%, First Federal's tier one capital ratio at March 31, 2018, 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 40 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.

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

	<u>3/31/2018</u>	<u>6/30/2017</u>
<u>Selected Balance Sheet Data:</u>	<i>(unaudited)</i>	
Total assets	417,141	422,239
Investment securities	86,781	90,815
Loans receivable, net	271,419	255,324
Deposit accounts	286,300	278,443
Borrowings	90,155	103,155
Stockholders' equity	35,680	36,560

	Three months		Nine months	
	ended March 31,		ended March 31,	
	2018	2017	2018	2017
<u>Operating Results:</u>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>
Interest income	3,780	3,386	11,148	10,262
Interest expense	812	773	2,371	2,312
Net interest income	2,968	2,613	8,777	7,950
Provision for loan losses	0	0	0	10
Net interest income after provision	2,968	2,613	8,777	7,940
Noninterest income	754	782	2,388	2,476
Noninterest expense	3,344	3,154	10,074	9,384
Income before income taxes and cumulative effect of a change in accounting principle	378	241	1,091	1,032
Income taxes	43	-20	132	17
Net income	335	261	959	1,015