

## Company Press Release

### **First Bancorp of Indiana, Inc. Announces Financial Results**

EVANSVILLE, Ind., May 8, 2020. First Bancorp of Indiana, Inc., (OTCBB:FBPI), the holding company for First Federal Savings Bank, reported earnings of \$232,000 for the quarter ended March 31, 2020, compared to net income of \$509,000 in the same quarter last year. Similarly, earnings of \$1.2 million in the first three quarters of fiscal 2020 were down \$594,000 from the same period last year. The results partly reflect margin compression traced to the 225 basis points of cuts to the fed fund and prime rates since the beginning of the current fiscal year. Also, strong competition for deposits, particularly in the first half of fiscal 2020, was responsible for the 10.0% increase in year-to-date interest expense. Compensation and data processing costs were the greatest contributors to the 4.5% increase in noninterest expenses between the comparative nine-month periods.

At 8.6%, First Federal's tier one capital 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 48 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)

<b><u>Selected Balance Sheet Data:</u></b>	<b><u>3/31/2020</u></b>	<b><u>6/30/2019</u></b>
	<i>(unaudited)</i>	
Total assets	426,808	431,120
Investment securities	58,286	84,347
Loans receivable, net	299,047	296,137
Deposit accounts	288,408	293,107
Borrowings	95,155	95,209
Stockholders' equity	38,751	37,914

	<b>Three months</b>		<b>Nine months</b>	
	<b>ended March 31,</b>		<b>ended March 31,</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
<b><u>Operating Results:</u></b>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>
Interest income	4,009	4,195	12,736	12,528
Interest expense	1,123	1,114	3,556	3,234
Net interest income	2,886	3,081	9,180	9,294
Provision for loan losses	0	70	80	100
Net interest income after provision	2,886	3,011	9,100	9,194
Noninterest income	699	752	2,158	2,396
Noninterest expense	3,380	3,171	10,024	9,591
Income before income taxes and cumulative effect of a change in accounting principle	205	592	1,234	1,999
Income taxes	- 27	83	82	253
Net income	232	509	1,152	1,746