

Company Press Release

First Bancorp of Indiana, Inc. Announces Financial Results

EVANSVILLE, Ind., April 16, 2010. First Bancorp of Indiana, Inc., (OTCBB:FBPI), the holding company for First Federal Savings Bank, reported earnings of \$172,000 for the quarter ended March 31, 2010, compared to net income of \$433,000 in the same quarter last year. Through the first nine months of fiscal 2010 earnings had decreased to \$1.0 million from \$1.3 million for the same period in fiscal 2009. The lower comparative earnings were largely attributed to impairment charges recorded on certain investment securities that reduced net income approximately \$229,000 and \$257,400 for the respective quarterly and year-to-date periods. These charges, which are presented as a reduction of noninterest income, do not represent realized losses and the eventual recovery of the total investment is possible. In addition, FDIC insurance expenses totaling \$343,000 have been recorded through the first three quarters of fiscal 2010 compared to \$162,000 for the same period the preceding year. Despite these challenges, First Federal's tier one capital ratio has strengthened from 8.40% to approximately 8.95%. This ratio and the Bank's other capital measurements continue to comfortably exceed all regulatory standards for "well-capitalized" financial institutions.

Current year-to-date earnings represented 59 cents per average outstanding share (diluted) compared to 77 cents for the nine months ended March 31, 2009. The Company paid a dividend of 15.5 cents during the most recent quarter, unchanged from the preceding seven 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>Selected Balance Sheet Data:</u>	<u>3/31/2010</u> <i>(unaudited)</i>	<u>6/30/2009</u>
Total assets	348,089	358,647
Investment securities	95,032	91,499
Loans receivable, net	178,349	204,252
Deposit accounts	215,944	228,748
Borrowings	95,655	95,655
Equity capital	32,089	28,949

<u>Operating Results:</u>	Three months ended March 31,		Nine months ended March 31,	
	2010	2009	2010	2009
	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(unaudited)</i>
Interest income	4,155	4,737	13,117	14,790
Interest expense	1,840	2,301	5,969	7,619
Net interest income	2,315	2,436	7,148	7,171
Provision for loan losses	345	450	1,045	1,000
Net interest income after provision	1,970	1,986	6,103	6,171
Noninterest income	339	720	1,764	1,882
Noninterest expense	2,250	2,148	6,776	6,335
Income before income taxes	59	558	1,091	1,718
Income taxes	-113	125	65	398
Net income	172	433	1,026	1,320

For further information:
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