

Company Press Release

First Bancorp of Indiana, Inc. Announces Financial Results

EVANSVILLE, Ind., July 24, 2015. First Bancorp of Indiana, Inc., (OTCBB:FBPI), the holding company for First Federal Savings Bank, reported earnings of \$1,517,000 for the fiscal year ended June 30, 2015, up 6.9% from the preceding fiscal year. For the just-completed quarter, the company recognized income of \$436,000 compared to \$387,000 in the year-ago quarter. Net loans grew \$9.4 million, or 4.0%, during the intervening 12 months contributing to a 5.4% improvement in net interest income in fiscal 2015. Steadily improving loan credit quality was reflected in the lower quarterly and annual loan loss provisions. Noninterest income was off slightly in fiscal 2015 as gains from sales of newly originated mortgage loans declined 21.4% on slower refinancing activity. However, such gains were up \$91,000 between the comparative quarters reflecting a generally improving housing market. Personnel costs were largely responsible for the quarterly and annual increases in noninterest expenses.

At approximately 8.7%, First Federal's tier one capital ratio at June 30, 2015, 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 cash dividend of 15.5 cents per outstanding share for 29 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>6/30/2015</u>	<u>6/30/2014</u>
<u>Selected Balance Sheet Data:</u>	<i>(unaudited)</i>	
Total assets	398,049	375,428
Investment securities	87,181	81,441
Loans receivable, net	243,745	234,353
Deposit accounts	267,409	260,980
Borrowings	88,155	73,155
Stockholders' equity	36,895	36,626

	Three months		Year	
	ended June 30,		ended June 30,	
	2015	2014	2015	2014
<u>Operating Results:</u>	<i>(unaudited)</i>		<i>(unaudited)</i>	
Interest income	3,406	3,355	13,646	13,246
Interest expense	775	838	3,220	3,352
Net interest income	2,631	2,517	10,426	9,894
Provision for loan losses	0	45	75	240
Net interest income after provision	2,631	2,472	10,351	9,654
Noninterest income	842	768	3,233	3,282
Noninterest expense	2,961	2,802	11,885	11,388
Income before income taxes and cumulative effect of a change in accounting principle	512	438	1,699	1,548
Income taxes	76	51	182	129
Net income	436	387	1,517	1,419