



2nd Quarter 2024 Financial Highlights

Dear Shareholders,

In the second quarter of 2024, First Bankers Trustshares, Inc. (the Company) continued to execute one of our primary strategies which is quality loan growth. The second quarter of 2024 was our 11th straight quarter of loan growth. Our investments in people and technology are primary drivers for this strategy. While we are very proud of this accomplishment, we are cautious as we enter the second half of the year. The general economy appears to be slowing and farm related income is likely to decline in 2024. Both of these items may slow our rate of loan growth.

Total assets were largely unchanged on June 30, 2024 compared to June 30, 2023 at \$1.1 billion. We continue to make positive changes to our balance sheet with loans increasing 10.87% and securities declining 11.25%. Deposit balances remain stable and increased 2.01% in Q2 2024 compared to Q2 of 2023.

Net income was \$912,000 for the second quarter of 2024. This is an increase of 9.22% compared to the second quarter of 2023.

The growth in loans, the slowing of the growth of deposit costs, and interest rate swap income helped net interest income increase over 16% in the second quarter of 2024 compared to the second quarter of 2023. This improvement is also reflected in the improvement of the net interest margin from 1.85% in Q2 2023 to 2.16% in Q2 2024. Net interest margin is not at the level which we desire, but the trend is positive.

Non-interest income was up slightly as First Investment Services, our brokerage division, continues to have a strong performance.

Non-interest expense was up 9.89%. This increase was primarily due to increased investments in people and technology.

All regulatory capital measurements remain strong and above well capitalized levels.

Enclosed, please find your regular dividend check; or the funds have been deposited to your account as previously directed.

Thank you for your ongoing interest in and ownership of First Bankers Trustshares, Inc.

Allen W. Shafer
President/CEO

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Secretary

Melinda K. Boyer

Directors:

Carl W. Adams Jr.

William D. Daniels

Mark E. Freiburg

Charles M. Gnuse

Arthur E. Greenbank

Stephen C. Hassell

Kurt J. Hofmeister

Kemia M. Sarraf, M.D., MPH

Richard W. Schulte

Allen W. Shafer

Steven E. Siebers

Erin J. Wharton

Board Emeritus

Donald K. Gnuse

This release contains information and "forward-looking statements" that relate to matters that are not historical facts and which are usually preceded by words "may," "will," "should," "could," "would," "plan," "potential," "estimate," "project," "believe," "intend," "anticipate," "expect," "target" and similar expressions. These forward-looking statements are subject to significant risks, assumptions and uncertainties. Because of these and other uncertainties, our actual results may be materially different from those described in these forward-looking statements. The forward-looking statements in this release speak only as of the date of the release, and we do not assume any obligation to update the forward-looking statements or to update the reasons why actual results could differ from those contained in the forward-looking statements.

Income Statement Data	For The Three Month Period Ended June 30,			For the Twelve Month Period Ended December 31,		
	2024	2023	% Chg	2023	2022	2021
Net Interest Income	\$ 5,851	5,024	16.46 %	\$ 23,255	\$ 27,649	\$ 24,124
Provision for Loan Losses	141	0	NA %	570	(500)	(580)
Noninterest Income	1,858	1,834	1.31 %	7,775	7,003	7,468
Noninterest Expense	6,531	5,943	9.89 %	23,974	24,087	21,899
Income Taxes	125	80	56.25 %	1,079	2,242	2,103
Net Income	\$ 912	\$ 835	9.22 %	\$ 5,407	\$ 8,823	\$ 8,170

Ratios	For The Three Month Period Ended June 30,			For the Twelve Month Period Ended December 31,		
	2024	2023	% Chg	2023	2022	2021
Return on Average Assets (Excludes preferred stock dividends/accretion.)	0.33 %	0.30 %	10.00 %	0.48 %	0.76 %	0.68 %
Return on Average Common Stockholders' Equity (Calculated by dividing net income, excluding preferred stock dividends/accretion, by average common stockholders' equity. Common stockholders' equity is defined as equity less preferred stock and accumulated other comprehensive income or loss.)	3.30 %	3.06 %	7.84 %	4.94 %	8.33 %	8.13 %
Net Interest Margin	2.16 %	1.85 %	16.76 %	2.09 %	2.43 %	2.11 %
Allowance as a Percent of Total Loans	1.31 %	1.65 %	(20.61) %	1.65 %	1.96 %	2.39 %
Dividends per Common Share Paid	\$ 0.21	\$ 0.20	5.00 %	\$ 0.80	\$ 0.76	\$ 0.72
Earnings per Common Share (Calculated by dividing net income less dividends and accretion on preferred stock by the weighted average number of common stock shares outstanding.)	\$ 0.30	\$ 0.28	7.14 %	\$ 1.81	\$ 2.92	\$ 2.64
Book Value per Common Share (Calculated by dividing stockholders' equity, excluding preferred stock and accumulated other comprehensive income or loss, by outstanding common shares)	\$ 37.13	\$ 36.51	1.70 %	\$ 37.05	\$ 35.78	\$ 33.46

Balance Sheet	At June 30,			At December 31,		
	2024	2023	% Chg	2023	2022	2021
Assets	\$ 1,129,784	\$ 1,142,656	(1.13) %	\$ 1,148,708	\$ 1,118,117	\$ 1,226,137
Investment Securities	\$ 409,872	\$ 461,816	(11.25) %	\$ 445,252	\$ 483,311	\$ 667,157
Loans, net of Unearned Income	\$ 626,367	\$ 564,948	10.87 %	\$ 598,647	\$ 551,269	\$ 478,398
Deposits	\$ 958,675	\$ 939,804	2.01 %	\$ 971,432	\$ 913,551	\$ 978,624
Short-term and Other Borrowings	\$ 90,288	\$ 126,909	(28.86) %	\$ 94,917	\$ 130,478	\$ 126,273
Junior Subordinated Debentures	\$ 10,310	\$ 10,310	0.00 %	\$ 10,310	\$ 10,310	\$ 10,310
Stockholders' Equity (excludes accumulated other comprehensive income or loss)	\$ 111,261	\$ 109,356	1.74 %	\$ 110,959	\$ 106,844	\$ 103,214

Stock Value Per Common Share Information	For The Six Month Period Ended June 30,			For The Years Ended December 31,		
	2023	2022	% Chg	2023	2022	2021
Price/Earnings ratio	13.3	10.4	27.88 %	10.5	8.1	11.9
Stock Price—High	\$ 19.75	\$ 23.59	(16.28) %	\$ 23.59	\$ 31.45	\$ 32.25
Low	\$ 13.25	\$ 18.10	(26.80) %	\$ 12.85	\$ 22.75	\$ 27.84
Ending	\$ 13.69	\$ 18.10	(24.36) %	\$ 19.00	\$ 23.59	\$ 31.45
Book Value per Common Share ²	\$ 37.13	\$ 36.51	1.68 %	\$ 37.05	\$ 35.78	\$ 31.54
Price/Book Value per Common Share	0.37	0.50	(26.00) %	0.51	0.66	0.94
Common Shares Outstanding	2,996,927	2,994,973		2,994,973	2,986,281	3,084,736

¹ Allowance for Credit Losses ("ACL") reflects Current Expected Credit Losses ("CECL") methodology, which is comprised of allowance for loans, unused commitments and held-to-maturity ("HTM") securities

² Book Value excludes other accumulated comprehensive income ("AOCI")