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Item 8.01. Other Events

Incorporated by reference is the quarterly shareholder report issued by the Registrant on May 4, 2005, attached as Exhibit 99, providing information concerning the Registrant's financial statements as of March 31, 2005.

Item 9.01. Financial Statements and Exhibits

- (a) None required
- (b) None required
- (c) Exhibits

Exhibit 99 - Quarterly shareholder report as of and for the period ending March 31, 2005

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has dully caused this Report to be signed on its behalf by the undersigned hereunto duly authorized.

FIRST MID-ILLINOIS BANCSHARES, INC.

Dated: May 4, 2005

By: /s/ William S. Rowland

William S. Rowland  
President and Chief Executive Officer

INDEX TO EXHIBITS

| Exhibit Number | Description                                     |
|----------------|---|
| 99             | Quarterly shareholder report issued May 4, 2005 |

Exhibit 99

[GRAPHIC OMITTED][GRAPHIC OMITTED]

First Mid-Illinois Bancshares, Inc. had a successful first quarter with diluted earnings per share increasing to \$.54 per share as compared to \$.51 per share for the first quarter of 2004, a 6% increase. Net income increased to \$2,435,000 as compared to \$2,389,000 in the first quarter of 2004. All share and per share information for prior periods presented in this report have been adjusted to reflect the three-for-two stock split in the form of a 50% stock dividend completed in July 2004.

Higher non-interest income was the primary factor in earnings growth.

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Non-interest income increased to \$3,176,000 as compared to \$2,898,000 for the first quarter of 2004. As a result of new business underwritten through The Checkley Agency, Inc. and decreased policy claims, insurance commissions were \$81,000 greater than the first quarter of 2004. Also, we sold securities that resulted in a gain of \$173,000 during the quarter as market opportunities and investment portfolio liquidity factored in the decision to sell. In addition, increased residential mortgage originations and greater refinance activity as a result of lower long-term interest rates than the first quarter of last year led to mortgage banking revenues increasing by \$59,000 from the first three months of 2004.

Net interest income also increased to \$7,075,000 as compared to \$7,040,000 for the first quarter of 2004. This was the result of higher loan and deposit balances than the first quarter of last year. Loan balances on March 31, 2005 were \$593 million as compared to \$551 million on March 31, 2004. Deposit balances increased to \$638 million from \$624 million last March. Since December 31, 2004, loan balances have declined as a result of seasonal paydowns on agricultural loans and deposits have declined primarily as a result of the maturity of brokered CDs that were not replaced. The Company's year-to-date net interest margin was 3.76% on a tax-equivalent basis compared with 3.93% for the first quarter of last year as increases in short-term interest rates led to greater funding costs. It is important to note the Company did recover \$85,000 in interest during the first quarter of 2004 that enhanced the previous year's net interest margin.

Our provision for loan losses amounted to \$187,000 for the first three months of 2005, which was the same amount as the first quarter of 2004. Net charge-offs declined to \$71,000 in the first quarter of 2005 compared to \$113,000 for the same period last year. Non-performing loans were \$3.7 million on March 31, 2005 as compared with \$3.3 million on March 31, 2004.

Non-interest expenses increased by \$138,000 compared to the first quarter of 2004 as a result of increased costs incurred with the opening of a new banking facility and professional fees incurred in complying with the requirements of the Sarbanes-Oxley Act of 2002.

First Mid opened its twenty-fifth banking location in the first quarter. The new full-service facility is located at the corner of Broadway and Cypress Street in Highland and provides customers a downtown location in addition to the existing facility on Route 143. We have grown loans and deposits substantially since entering the community in 2001 and are pleased to now offer our customers the convenience of two Highland locations.

In April, our Company celebrated 140 years of providing financial services to the people of Illinois. As you can imagine, we have overcome many economic, governmental, and societal changes over the past 140 years. One thing that has remained clear is our focus on retaining the trust and confidence of our shareholders, our customers, our communities, and our employees. Together, we have built an outstanding organization.

Our 2005 annual meeting of stockholders will be held at 4:00 p.m. on May 25, 2005 in the main lobby of First Mid-Illinois Bank & Trust, N.A., 1515 Charleston Avenue, Mattoon, Illinois. All shareholders are invited to attend. On behalf of the Board, management and entire staff of the Company, I thank you for your continued support and look forward to visiting with as many of you as possible at the annual meeting.

Sincerely,

/s/ William S. Rowland

William S. Rowland

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Chairman and Chief Executive Officer

May 4, 2005

First Mid-Illinois Bancshares, Inc.  
1515 Charleston Avenue  
Mattoon, Illinois 61938  
217-234-7454

www.firstmid.com

## CONDENSED CONSOLIDATED BALANCE SHEETS

| (In thousands, except share data)   | (unaudited) | Mar 31,   | Dec 31,   |
|---|-------------|-----------|-----------|
|   |             | 2005      | 2004      |
| <hr/>   |             |           |           |
| Assets  |             |           |           |
| Cash and due from banks   |             | \$16,410  | \$19,119  |
| Federal funds sold and other interest-bearing deposits  |             | 12,116    | 4,435     |
| Investment securities:  |             |           |           |
| Available-for-sale, at fair value   |             | 167,101   | 168,821   |
| Held-to-maturity, at amortized cost (estimated fair value of \$1,475 and \$1,598 at March 31, 2005 and December 31, 2004, respectively) |             | 1,432     | 1,552     |
| Loans   |             | 593,297   | 597,508   |
| Less allowance for loan losses  |             | (4,737)   | (4,621)   |
| <hr/>   |             |           |           |
| Net loans   |             | 588,560   | 592,887   |
| Premises and equipment, net   |             | 15,115    | 15,227    |
| Goodwill, net   |             | 9,034     | 9,034     |
| Intangible assets, net  |             | 3,204     | 3,346     |
| Other assets  |             | 10,714    | 12,117    |
| <hr/>   |             |           |           |
| Total assets  |             | \$823,686 | \$826,538 |
| <hr/>   |             |           |           |
| Liabilities and Stockholders' Equity  |             |           |           |
| Deposits:   |             |           |           |
| Non-interest bearing  |             | \$84,738  | \$85,524  |
| Interest bearing  |             | 552,897   | 564,716   |
| <hr/>   |             |           |           |
| Total deposits  |             | 637,635   | 650,240   |
| Repurchase agreements with customers  |             | 65,715    | 59,835    |
| Junior subordinated debentures  |             | 10,310    | 10,310    |
| Other borrowings  |             | 34,700    | 29,900    |
| Other liabilities   |             | 5,490     | 7,189     |
| <hr/>   |             |           |           |
| Total liabilities   |             | 753,850   | 757,474   |
| <hr/>   |             |           |           |
| Stockholders' Equity:   |             |           |           |
| Common stock (\$4 par value; authorized 18,000,000 shares; issued 5,604,073 shares in 2005 and 5,578,897 shares in 2004)                |             | 22,416    | 22,316    |
| Additional paid-in capital  |             | 18,522    | 17,845    |
| Retained earnings   |             | 55,697    | 53,113    |
| Deferred compensation   |             | 2,332     | 2,260     |
| Accumulated other comprehensive income  |             | (361)     | 623       |
| Treasury stock at cost, 1,160,875 shares in 2005 and 1,121,546 shares in 2004   |             | (28,770)  | (27,093)  |

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|  |           |           |
|--|-----------|-----------|
| Total stockholders' equity                 | 69,836    | 69,064    |
| Total liabilities and stockholders' equity | \$823,686 | \$826,538 |

CONDENSED CONSOLIDATED STATEMENTS OF INCOME  
(In thousands) (unaudited)

| For the year ended March 31,                        | 2005     | 2004     |
|---|----------|----------|
| Interest income:                                    |          |          |
| Interest and fees on loans                          | \$ 8,782 | \$ 8,167 |
| Interest on investment securities                   | 1,563    | 1,515    |
| Interest on federal funds sold and other            | 79       | 45       |
| Total interest income                               | 10,424   | 4,727    |
| Interest expense:                                   |          |          |
| Interest on deposits                                | 2,515    | 2,138    |
| Interest on repurchase agreements with customers    | 283      | 72       |
| Interest on subordinated debt                       | 140      | 37       |
| Interest on other borrowings                        | 411      | 440      |
| Total interest expense                              | 3,349    | 2,687    |
| Net interest income                                 | 7,075    | 7,040    |
| Provision for loan losses                           | 187      | 187      |
| Net interest income after provision for loan losses | 6,888    | 6,853    |
| Non-interest income:                                |          |          |
| Trust revenues                                      | 636      | 616      |
| Brokerage commissions                               | 97       | 110      |
| Insurance commissions                               | 511      | 430      |
| Service charges                                     | 1,034    | 1,124    |
| Securities gains, net                               | 173      | -        |
| Mortgage banking revenues                           | 153      | 94       |
| Other   | 572      | 524      |
| Total non-interest income                           | 3,176    | 2,898    |
| Non-interest expense:                               |          |          |
| Salaries and employee benefits                      | 3,474    | 3,338    |
| Net occupancy and equipment expense                 | 1,036    | 1,073    |
| Amortization of intangible assets                   | 142      | 175      |
| Other   | 1,654    | 1,582    |
| Total non-interest expense                          | 6,306    | 6,168    |
| Income before income taxes                          | 3,758    | 3,583    |
| Income taxes  | 1,323    | 1,194    |
| Net income  | \$2,435  | \$2,389  |

Per Share Information  
(unaudited)

| For the year ended March 31,      | 2005    | 2004    |
|-----------------------------------|---------|---------|
| Basic earnings per share          | \$0.55  | \$0.52  |
| Diluted earnings per share        | \$0.54  | \$0.51  |
| Book value per share at March 31  | \$15.72 | \$14.78 |
| Market price of stock at March 31 | \$40.15 | \$32.00 |

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY  
(In thousands) (unaudited)

| For the year ended March 31,                                | 2005     | 2004     |
|---|----------|----------|
| Balance at beginning of period                              | \$69,154 | \$70,595 |
| Net income  | 2,435    | 9,751    |
| Dividends on stock  | -        | (2,023)  |
| Issuance of stock   | 711      | 2,050    |
| Purchase of treasury stock                                  | (1,566)  | (10,365) |
| Deferred compensation adjustment                            | 87       | 104      |
| Changes in accumulated other comprehensive<br>income (loss) | (985)    | (958)    |
| Balance at end of period                                    | \$69,836 | \$69,154 |