



LET'S GROW.™

2023 ANNUAL REPORT



LETTER TO SHAREHOLDERS

Dear Shareholders,

We are excited to share with you our new brand! After listening to our customers and communities, we determined we needed to refresh our brand and share our great Farmers Bank story. If you've been a shareholder for a while, you may remember some of our former logos. While our logo and brand colors have changed, we are still the same bank that delivers outstanding service to our customers and exceptional value to our shareholders. We have also changed our tagline to Let's Grow! The growth theme plays well with our brand name, and by growing, we are better able to serve all our constituencies — our customers, staff, communities and shareholders. We are proud to have maintained the same name since 1876.

Our rebranding is not the only exciting news. Our loan growth of over \$106 million dollars is a record for the bank. This growth occurred during an unprecedented increase in interest rates. After fifteen years of relatively low rates, our management team was able to adjust to the new interest rate environment and return solid earnings of \$10,466,000.

The banking world was rocked in March 2023 with the failures of some specialty banks. Our strategy of a well-diversified balance sheet and funding sources has served us well for over 147 years and we felt barely a tremor as a result. We prepared our staff to have discussions with customers about maximizing their FDIC insurance and have plans to offer other products that increase their insured limits even further.

We have several "Hello's and Goodbye's" this year. With mixed emotions, we say goodbye and best wishes to Jack Ransom, who has proudly served on the Board of Directors for 29 years, serving as the Chairman from 2020 through 2022. We are also saying goodbye to Tammy Moss, Manager of Investment and Trust Services. She has served our Trust and Investment clients well for 34 years. We welcome to The Farmers Bank Kirk Metzger, who will be leading the Trust & Investment Department. Kirk has over 20 years of trust experience.

In June 2023, Chris Cook joined The Farmers Bank as President. By the time you read this, he will have succeeded me as CEO upon my retirement, effective September 8, 2023. It has been a pleasure to serve as your President & CEO these past seven years and I look forward to continuing to serve the shareholders, staff, customers and communities as a Board member of The Farmers Bank and Farmers Bancorp.

A huge thank you to our customers who allow us to serve you while challenging us to get better each year; to our shareholders for your continued trust in us; and to all our employees for your hard work, dedication to our values and service to our communities and customers.

With kind regards,

A handwritten signature in cursive script that reads "Karen F. Gregerson".

Karen F. Gregerson, CEO



FINANCIAL HIGHLIGHTS

*Dollar amounts in thousands, except per share data.
Fiscal year ending June 30.*

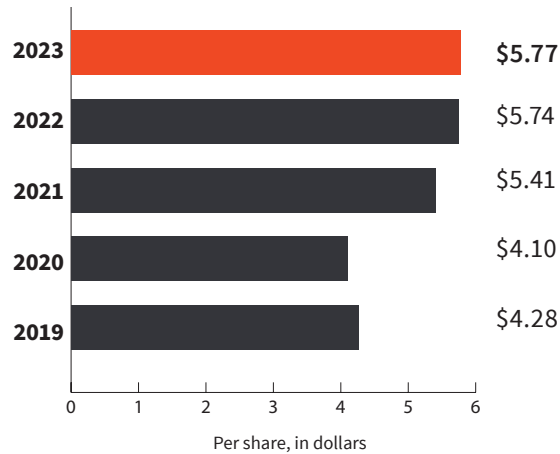
	2023	2022	% CHANGE
EARNINGS			
Net income	\$ 10,466	\$ 11,014	(4.98)%
Cash dividends paid	2,469	2,464	0.20
PER COMMON SHARE			
Earnings	\$ 5.77	\$ 5.74	0.52%
Cash dividends paid	1.36	1.28	6.25
Book value at year-end	36.40	33.52	8.59
RATIOS			
Return on average assets	1.25%	1.40%	(10.71)%
Return on average equity	16.74	13.63	22.78
AT YEAR-END			
Assets	\$ 898,502	\$ 789,433	13.82%
Securities	181,422	200,637	(9.58)
Total loans, including loans held for sale	633,282	526,844	20.20
Deposits and short-term borrowings	731,161	693,549	5.42
Shareholders' equity	66,139	60,675	9.01

The complete set of audited financial statements is available online at www.thefarmersbank.com.
For a printed copy, please contact The Farmers Bank Finance Department at 765-654-8731.

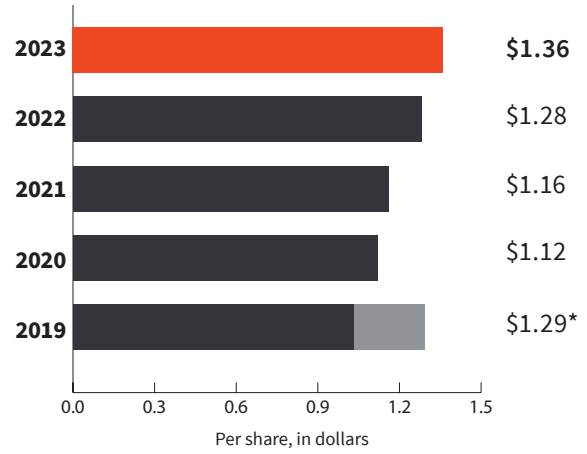
FINANCIAL KEY GRAPHS

Fiscal year ending June 30

DILUTED EARNINGS

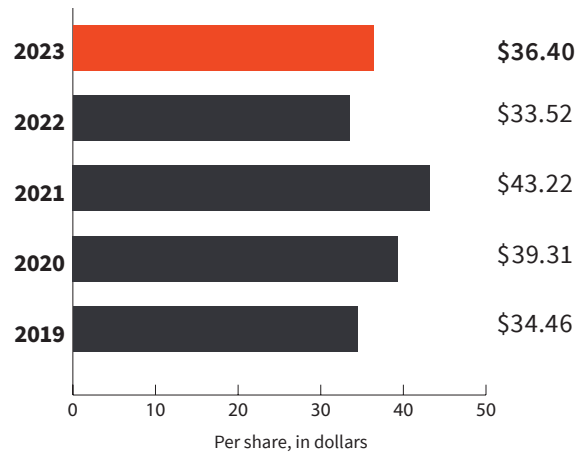


CASH DIVIDENDS PAID

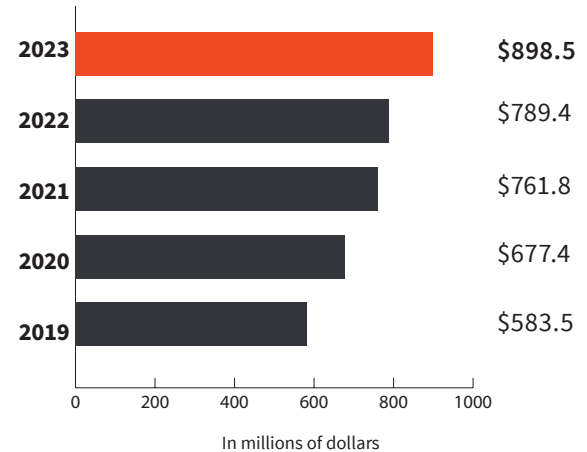


*Special \$0.25 dividend paid in September 2019.

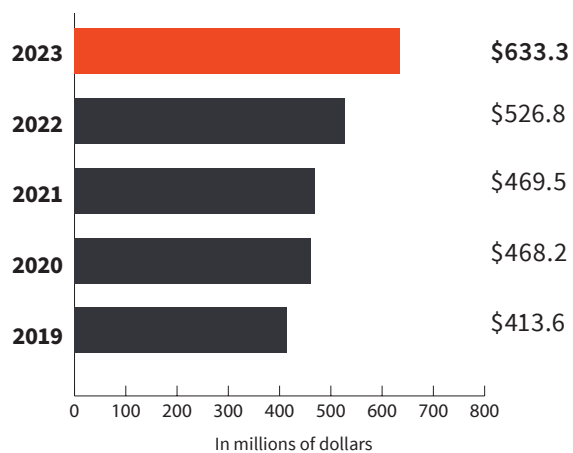
BOOK VALUE



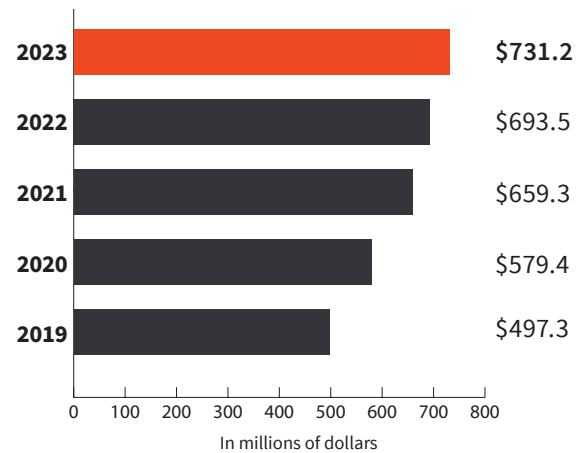
TOTAL ASSETS



TOTAL LOANS INCLUDING LOANS HELD FOR SALE



TOTAL DEPOSITS & SHORT-TERM BORROWINGS



OUR PURPOSE

To care, educate and serve to inspire a better future for all.

OUR VISION

Every customer brings every account and all their friends.

OUR CORE VALUES

Choose joy and spread fun

Embrace change

Quiet competence

Live your word

Everyone you touch knows you care

LOCATIONS

CARMEL LOAN PRODUCTION OFFICE

11350 North Meridian Street, Suite 400
Carmel, IN 46032-4528
317-795-3803

FRANKFORT OFFICE

9 East Clinton Street / P.O. Box 129
Frankfort, IN 46041-0129
765-654-8731

FISHERS OFFICE

7126 East 116th Street
Fishers, IN 46038-1729
317-841-5960

KIRKLIN OFFICE

110 North Main Street / P.O. Box 188
Kirklin, IN 46050-0188
765-279-8351

LEBANON OFFICE

2304 North Lebanon Street
Lebanon, IN 46052-1110
765-482-4556

MICHIGANTOWN OFFICE

219 Main Street / P.O. Box 298
Michigantown, IN 46057-0298
765-249-2216

MULBERRY OFFICE

145 East Jackson Street / P.O. Box 280
Mulberry, IN 46058-0280
765-296-3733

NOBLESVILLE OFFICE

16940 Clover Road
Noblesville, IN 46060-3643
317-773-3100

ROSSVILLE OFFICE

5450 West State Road 26, Suite 300
Rossville, IN 46065-9479
765-379-2535

SHERIDAN OFFICE

987 South White Avenue / P.O. Box 211
Sheridan, IN 46069-0211
317-758-9620

WESLEY MANOR OFFICE

1555 North Main Street
Frankfort, IN 46041-1167
765-654-6719

WESTFIELD OFFICE – COMING SOON

360 North Tricia Lane
Westfield, IN 46074



Thank you for voting us Best Bank and Best Investment Company in Clinton County and Best Bank in Noblesville!

ANNUAL MEETING

The annual meeting of the shareholders of The Farmers Bancorp will be held Thursday, October 19, 2023, at 2:00 p.m. at 51 West, 51 W. Clinton Street, Frankfort, IN 46041. A formal notice of this meeting, together with a proxy statement, is mailed to shareholders. Shareholders are urged to sign and return their proxies promptly to ensure that the stock of the corporation will be represented as fully as possible at the meeting.

CORPORATE INFORMATION

INDEPENDENT AUDITORS

Forvis, LLP
201 North Illinois Street, Suite 700
P.O. Box 44998
Indianapolis, IN 46244-0998
317-383-4000

TRANSFER AGENT

Colonial Stock Transfer Company
7840 South 700 East
Sandy, UT 84070
801-355-5740

EMAIL ADDRESS

contactus@thefarmersbank.com

WEBSITE

www.thefarmersbank.com

STOCK INFORMATION

Persons interested in buying or selling our stock (FABP) should contact:

RAYMOND JAMES

222 South Riverside Plaza, 7th Floor
Chicago, IL 60606
800-800-4693

BOENNING & SCATTERGOOD, INC.

400 Lydia Street, Suite 100
Carnegie, PA 15106
800-889-6440