



FOR IMMEDIATE RELEASE  
February 20, 2014

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## CIB MARINE BANCSHARES ANNOUNCES 2013 FINANCIAL RESULTS

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***Company reports improved asset quality and fourth quarter earnings but loss for year 2013; CIBM Bank reports profit for second consecutive year***

CIB Marine Bancshares, Inc. (OTCQB: CIBH) is pleased to report its financial results for the year ended December 31, 2013. Financial highlights for 2013 include:

- Earnings from operations for the fourth quarter of 2013 were \$0.3 million and the loss for the year of 2013 was \$1.4 million, compared to earnings of \$0.2 million and \$1.4 million for 2012, respectively.
- Earnings per share of common stock fell from \$0.08 for the year ending December 31, 2012, to a loss of \$0.07 for the year ending December 31, 2013.
- CIBM Bank earnings were \$0.1 million during 2013, compared to \$2.5 million during 2012. The decline in earnings was primarily the result of lower net interest income and a significant reversal of provisions to the allowance for loan losses in 2012 compared to a nominal provision in 2013.
- Net interest income declined by \$0.5 million from \$4.4 million in the fourth quarter of 2012 to \$3.8 million in the same period of 2013; and by \$2.9 million from \$18.2 million during the year 2012 to \$15.2 million during the year 2013.
- Noninterest income increased by \$0.7 million and \$2.1 million for the fourth quarter and full year of 2013, respectively, compared to 2012 due to mortgage banking fees and fewer writedowns in assets.
- Noninterest expenses declined by \$0.4 million and \$1.2 million for the fourth quarter and full year of 2013, respectively, compared to 2012 due to cost management and lower FDIC insurance premiums.
- Loan balances grew \$23 million with the most significant growth occurring in the fourth quarter.
- Tier 1 leverage ratio for CIB Marine improved to 14.89% at December 31, 2013, from 14.39% at December 31, 2012. CIBM Bank's capital position reflects strong ratios as well.
- Non-accrual loans to total loans improved to 1.06% at December 31, 2013, from 2.80% at December 31, 2012; and the nonperforming asset ratio improved to 4.48% from 5.93% over the same period.

CIB Marine Bancshares, Inc. is the holding company for CIBM Bank, which operates 10 banking offices in Central Illinois, Wisconsin and Indiana. More information on the company is available at [www.cibmarine.com](http://www.cibmarine.com), including, but not limited to, recent shareholder letters and regulatory financial reports.

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### FORWARD-LOOKING STATEMENTS

CIB Marine has made statements in this earnings release that constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. CIB Marine intends these forward-looking statements to be subject to the safe harbor created thereby and is including this statement to avail itself of the safe harbor. Forward-looking statements are identified generally by statements containing words and phrases such as "may," "project," "are confident," "should be," "intend," "predict," "believe," "plan," "expect," "estimate," "anticipate" and similar expressions. These forward-looking statements reflect CIB Marine's current views with respect to future events and financial performance that are subject to many uncertainties and factors relating to CIB Marine's operations and the business environment, which could change at any time.

There are inherent difficulties in predicting factors that may affect the accuracy of forward-looking statements.

Stockholders should note that many factors, some of which are discussed elsewhere in this Earnings Release and in the documents that are incorporated by reference, could affect the future financial results of CIB Marine and could cause those results to differ materially from those expressed in forward-looking statements contained or incorporated by reference in this document. These factors, many of which are beyond CIB Marine's control, include but are not limited to:

- operating, legal, and regulatory risks;
- economic, political, and competitive forces affecting CIB Marine's banking business;
- the impact on net interest income and securities values from changes in monetary policy and general economic and political conditions; and
- the risk that CIB Marine's analyses of these risks and forces could be incorrect and/or that the strategies developed to address them could be unsuccessful.

These factors should be considered in evaluating the forward-looking statements, and undue reliance should not be placed on such statements. Forward-looking statements speak only as of the date they are made. CIB Marine undertakes no obligation to update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise. Forward-looking statements are subject to significant risks and uncertainties and CIB Marine's actual results may differ materially from the results discussed in forward-looking statements.