

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of
the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): **August 7, 2009**

CIB Marine Bancshares, Inc.

(Exact name of registrant as specified in its charter)

Wisconsin
(State or other jurisdiction
of incorporation)

000-24149
(Commission
File Number)

37-1203599
(IRS Employer
Identification No.)

N27 W24025 Paul Court, Pewaukee, Wisconsin
(Address of principal executive offices)

53072
(Zip Code)

(262) 695-6010
(Registrant's telephone number, including area code)

Not Applicable
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 2.02 Results of Operations and Financial Condition.

On August 7, 2009, CIB Marine Bancshares, Inc. issued a press release announcing its financial results for the second quarter ended June 30, 2009. A copy of the press release is attached as Exhibit 99.1 and incorporated herein by reference. In addition, on August 7, 2009, CIB Marine mailed a letter to its common shareholders announcing the same, a copy of which is attached as Exhibit 99.2 and incorporated herein by reference.

Item 9.01. Financial Statements and Exhibits.

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release dated August 7, 2009.
99.2	Letter to Shareholders dated August 7, 2009.

SIGNATURES

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

Dated: August 7, 2009

CIB Marine Bancshares, Inc.

By: /s/ John P. Hickey, Jr. _____

Name: John P. Hickey, Jr.

Title: President and CEO

EXHIBIT INDEX

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release dated August 7, 2009.
99.2	Letter to Shareholders dated August 7, 2009.



FOR IMMEDIATE RELEASE
August 7, 2009

FOR MORE INFORMATION
Evan Zeppos
414-276-6237 / 414-491-6610

**CIB MARINE BANCSHARES, INC.
ANNOUNCES SECOND QUARTER RESULTS**

PEWAUKEE, WI, AUGUST 7, 2009 – CIB Marine Bancshares, Inc., a bank holding company headquartered in Pewaukee, Wisconsin (PINKSHEETS: CIBH), today announced that its performance for the quarter and six months ended June 30, 2009 continued to show operating losses.

“While these are challenging times, management has proposed a plan of reorganization that it believes will strengthen the holding company. We have asked the holders of the trust preferred securities to approve a prepackaged plan of reorganization, and while we will not know if the plan is approved until August 17, 2009, we remain convinced that this plan represents the best opportunity to maximize value for the company’s shareholders and trust preferred security holders,” said John P. Hickey, Jr., president and CEO. “Management at the holding company is working hard to improve operating efficiencies, reduce expenses and increase revenues.”

The company’s consolidated loss from continuing operations from the second quarter of 2009 was \$10.3 million, or \$0.57 per share. This compares to a loss of \$14.0 million, or \$0.77 per share, for the second quarter of 2008. Consolidated loss from continuing operations for the first six months of 2009 was \$16.1 million, or \$0.88 per share, compared to a loss of \$16.8 million, or \$0.92 per share, in the first six months of 2008.

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At June 30, 2009, total assets of the company were \$833.9 million, compared to \$906.4 million at December 31, 2008. Company officials said this decline reflected lower loan balances and planned reductions in the company's investment portfolio. Net interest margin in the second quarter of 2009 declined to 1.50% compared to 2.10% in the second quarter of 2008 as a result of the continuing impact of accrued interest expense related to the trust preferred securities, increased levels of non-performing loans and company efforts to strengthen its liquidity position. While the provision for loan loss in the second quarter of 2009 increased to \$6.2 million from \$3.0 million in the first quarter of 2009, it was, nonetheless, lower than the \$8.5 million recorded in the second quarter of 2008. The company's ratio of non-performing assets to total assets at June 30, 2009 was 5.05%, compared to 2.77% at June 30, 2008.

Capital ratios at the company's subsidiary bank remained strong and are above the guidelines established by regulators to qualify as an adequately capitalized bank. Hickey noted that liquidity remains strong and customer deposits remain safe, secure and insured.

"Management is working to better position the company to locate a strategic partner on terms that would result in the greatest value for both the holders of the trust preferred securities as well as for the company's common shareholders. In the meantime, management is focused on ensuring the safety and soundness of the bank by maintaining its capital ratios at their current strong levels," Hickey added.

This statement contains forward-looking information. Actual results could differ materially from those indicated by such information. Information regarding risk factors and other cautionary information is available in Item 1A of CIB Marine's Annual Report on Form 10-K for the period ended December 31, 2008 and updated in Item 1A of Part II of CIB Marine's Quarterly Report on Form 10-Q for the quarter ended June 30, 2009.

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Dear Shareholder,

August 7, 2009

Today, CIB Marine Bancshares, Inc. (“CIB Marine”) filed its quarterly financial report on Form 10-Q for the second quarter of 2009 with the Securities and Exchange Commission (“SEC”), disclosing continued operating losses driven by credit quality issues and interest expense on its trust preferred securities. The full report is available on CIB Marine’s website, www.cibmarine.com.

The following is a summary of some important information contained in the Form 10-Q, but you are encouraged to read the entire document:

- Net loss for the second quarter of 2009 was \$10.3 million, or \$0.57 per share. This compares to a net loss of \$14.0 million, or \$0.77 per share, for the second quarter of 2008. Net loss for the first six months of 2009 was \$16.1 million, or \$0.88 per share, compared to a net loss of \$16.8 million, or \$0.92 per share in the first six months of 2008.
- At June 30, 2009, total assets were \$834 million compared to \$906 million at December 31, 2008, reflecting lower loan and security balances.
- Net interest margin declined to 1.50% in the second quarter of 2009 compared to 2.10% in the second quarter of 2008. This reflects the continuing impact of accrued interest expense on the trust preferred securities, increased levels of non performing loans, and relatively high levels of cash and cash equivalents at the subsidiary bank to strengthen short-term liquidity reserves.
- Provision expense for credit losses increased to \$6.2 million in the second quarter of 2009 compared to \$3.0 million in the first quarter of 2009. However, this is still an improvement from the \$8.5 million of expense recorded in the second quarter of 2008. Like other banks in the markets we serve, our loan portfolios have been adversely impacted by economic conditions, particularly the weak commercial and residential real estate markets. The nonperforming assets to total assets ratio at June 30, 2009 was 5.05% compared to 2.77% at June 30, 2008.
- Tier 1 leverage capital ratio of CIB Marine declined to 1.54% as of June 30, 2009, below the minimum required to be considered adequately capitalized under holding company regulatory guidelines.
- Regulatory capital ratios at CIB Marine’s subsidiary bank, are deemed to be adequate under bank regulatory guidelines and high compared to local market competitors.

As noted in our July 16, 2009 letter to shareholders, we have presented a proposed plan of reorganization to the holders of our trust preferred securities. The holders have until August 17, 2009 to vote on the plan to convert their trust preferred securities to non-cumulative perpetual preferred stock.. Although, we do not know the final outcome of this vote, we continue to believe that this plan represents the best value for CIB Marine’s shareholders and trust preferred securities holders.

We will continue to keep you updated on our progress.

Sincerely,

John P. Hickey, Jr.
President and CEO

This letter contains forward-looking information. Actual results could differ materially from those indicated by such information. Information regarding risk factors and other cautionary information is available in Item 1A of CIB Marine’s Annual Report on Form 10-K for the period ended December 31, 2008.
