

First Bancorp, Inc /ME/
Form 8-K
March 28, 2013

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): March 27, 2013

THE FIRST BANCORP, INC.
(Exact name of Registrant as specified in charter)

MAINE
(State or other jurisdiction of incorporation)

0-26589 01-0404322
(Commission file number) (IRS employer identification no.)

Main Street, Damariscotta, Maine 04543
(Address of principal executive offices) (Zip Code)

(207) 563-3195
(Registrant's telephone number, including area code)

Check the appropriate box below if the Form 8-K filing is
intended to simultaneously satisfy the filing obligations
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))

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Section 1 - Registrant's Business and Other Information

Item 1.01. Entry into a Material Definitive Agreement.

Pursuant to a Letter Agreement with the United States Treasury dated March 27, 2013, The First Bancorp, Inc., a Maine corporation (the "Company"), has repurchased \$2.5 million of the Company's Fixed Rate Cumulative Perpetual Preferred Stock, Series A, having a liquidation preference of \$1,000 per share. This stock was issued to the United States Treasury on January 9, 2009 under its Capital Purchase Program. The repurchase transaction was approved by the Federal Reserve Bank of Boston, the Company's primary regulator, based on the Company's projected capital ratios and needs.

After the repurchase, the Company has \$10.0 million outstanding of Fixed Rate Cumulative Perpetual Preferred Stock, Series A, that was issued to the United States Treasury in 2009. In conjunction with the 2009 preferred stock issuance, the Company also issued a Warrant to the United States Treasury, exercisable for up to 225,904 shares of Common Stock at an exercise price of \$16.60 per share. The Warrant was unchanged as a result of the repurchase transaction and remains outstanding.

Based on the Company's December 31, 2012 capital levels, the leverage capital ratio declines to 8.28% from 8.46% before the repurchase. The tier one risk-based capital ratio drops from 14.80% to 14.48% and the total risk-based capital ratio drops from 16.05% to 15.74%. These are all well above the FDIC minimum requirements of 5.00%, 6.00% and 10.00%, respectively, to be considered "well-capitalized". The following table presents the Company's actual capital ratios as of December 31, 2012 and pro-forma capital ratios after the repurchase:

	Actual Before Repurchase	Pro-Forma After Repurchase	FDIC Well-Capitalized	
Tier One Capital	\$117,603,000	\$115,103,000		
Total Capital	127,557,000	125,057,000		
Average Assets for Leverage Ratio	1,390,707,000	1,390,707,000		
Risk-Based Assets	794,740,000	794,740,000		
Leverage Capital Ratio	8.46	% 8.28	% 5.00	%
Tier One Risk-Based Capital Ratio	14.80	% 14.48	% 6.00	%
Total Risk-Based Capital Ratio	16.05	% 15.74	% 10.00	%

ITEM 9.01. FINANCIAL STATEMENTS AND EXHIBITS

(d) Exhibits

Exhibit

No. Description

Letter Agreement, dated March 27, 2013, between the Company and the United States Department of the
10.1 Treasury for the repurchase of 2,500 shares of Fixed Rate Cumulative Perpetual Preferred Stock, Series A, having
a liquidation preference of \$1,000 per share.

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SIGNATURE

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.

THE FIRST BANCORP, INC.

By: /s/ F. STEPHEN WARD

F. Stephen Ward
Executive Vice President & Chief Financial Officer

Dated: March 28, 2013

INDEX TO EXHIBITS

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