

## CAPITAL MARKETS ANNOUNCEMENT

**First Internet Bancorp (NASDAQ: INBK; Fishers, IN) Closes \$21.5 Million Underwritten Offering of Common Stock**

Sandler O'Neill + Partners, L.P. served as Sole Book-Running Manager for this transaction.

This transaction represents the 124<sup>th</sup> public offering or private placement of common stock for a bank or thrift since January 1, 2011 for which Sandler O'Neill acted as book-runner, co-manager or placement agent—more than any other investment bank during that period. These transactions have raised approximately \$24.9 billion for our clients.<sup>1</sup>

**About the Offering:**

FISHERS, Ind. - First Internet Bancorp (the "Company") (NASDAQ: INBK), the parent company of First Internet Bank (the "Bank"), announced that it has completed its previously announced underwritten offering of 895,955 shares of its common stock at a price of \$24.00 per share. The Company received net proceeds of approximately \$20.1 million after underwriting discounts and expenses.

In addition to the underwritten offering mentioned above, as previously announced on May 6, 2016, the Company and the Bank entered into a Sales Agency Agreement with Sandler O'Neill + Partners, L.P. to sell shares of the Company's common stock having an aggregate gross sales price of up to \$25.0 million, from time to time, through an "at-the-market" equity offering program (the "ATM Offering"). Subsequent to the closing of the underwritten offering, and including the shares issued under the ATM Offering, the number of shares of Company common stock outstanding as of May 26, 2016 is 5,525,326.

**About the Company:**

First Internet Bancorp is the parent company of First Internet Bank of Indiana, which opened for business in 1999 as the nation's first state-chartered, FDIC-insured institution to operate solely via the Internet. With customers in all 50 states, First Internet Bank offers consumers services including checking, savings, money market, certificates of deposit and IRA accounts as well as consumer loans, residential mortgages, residential construction loans and home equity products. For commercial clients, it provides commercial real estate loans, commercial and industrial loans and treasury management services.

*This announcement is for informational purposes only and does not constitute an offer to sell or the solicitation of an offer to buy securities.*

1) Source: SNL Financial

2) Financial data is not pro forma for the offering

May 26, 2016

## Underwritten Offering

**\$21.5 Million**


Sole Book-Running Manager

SANDLER O'NEILL + PARTNERS

Financial Highlights (as of March 31, 2016)<sup>2</sup>*(Dollars in millions)*

Total Assets	\$1,528
Net Loans	1,061
Total Deposits	1,243
Total Equity	108
Tang. Common Equity / Tang. Assets	6.77%
LTM ROAA	0.78%
LTM ROAE	9.07%

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