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Executive Vice President & Chief Operating Officer
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Executive Vice President & Clerk

Corporate Counsel

Pierce Atwood
Portland, Maine

Independent Auditors

Berry, Dunn, McNeil & Parker
Portland, Maine

The First Bancorp

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First Quarter 2009
Financial Results



April 30, 2009

Dear First Bancorp Shareholder:

I am pleased to report the cash dividend for the first quarter of 2009 is \$0.195 per share, which is level with the dividend declared in the fourth quarter of 2008. On an annualized basis, the quarterly dividend of \$0.195 per share amounts to \$0.78 per share and represents a yield of 4.92% based on the \$15.86 closing price on March 31, 2009. This is an excellent return, especially in this low interest rate environment.

The first quarter of 2009 was again a challenging time for both the economy and the banking industry. At times the economic reports showed signs that the worst may be behind us and at other times the data indicated that economic strains still exist and a turnaround is still a ways off. Throughout these uncertain times and weaknesses in the economy, the performance of The First Bancorp continued to be very good. The Company posted unaudited net income for the quarter ended March 31, 2009 of \$3.7 million, an increase of \$137,000 or 3.8% from the first quarter of 2008. More importantly, however, was the fact that this \$3.7 million in income is an increase of \$720,000 or 23.9% over the \$3.0 million earned in the fourth quarter of 2008.

I am especially pleased with our first quarter earnings given that they were after the recognition of an after-tax charge off of \$596,000 for other-than-temporary impairment related to one automotive company bond holding in the investment portfolio. In addition to this investment write-down, the Company also added \$1.0 million to the allowance for loan losses. In these weak economic times we felt it prudent to continue to add to the allowance above and beyond the actual loan losses posted during the quarter.

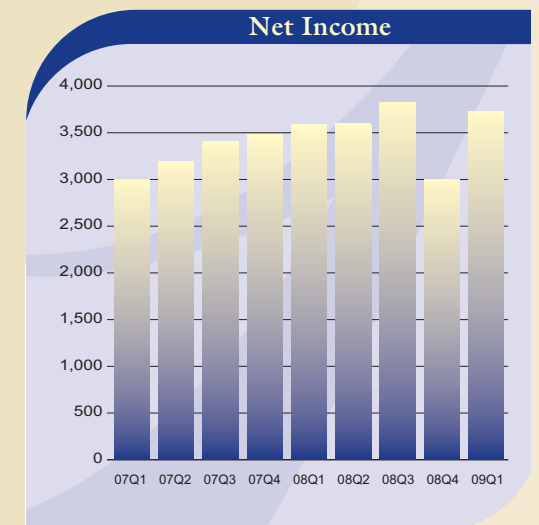
The stock market saw a lot of instability during first quarter of 2009 and The First Bancorp was not immune to this volatility. We saw a swing from our December 31, 2008 closing price of \$19.89 to a low of \$10.77 and ended the first quarter with a value of \$15.86 per share. We feel this downward fluctuation is not a reflection of the performance of the Company, but a reaction to the uncertainty and comments regarding the financial industry in general.

As you can see from our results, not only for the year ended December 31, 2008 but for the first quarter of 2009, The First Bancorp continues to perform very well, is well-capitalized and is growing its revenue base.

We appreciate your continued support and confidence.

Very truly yours,

Daniel R. Daigneault
President & Chief Executive Officer



Consolidated Balance Sheets *(unaudited)*

<i>Dollars in thousands</i>	March 31, 2009	December 31, 2008	March 31, 2008
Assets			
Cash and due from banks	\$ 15,815	\$ 16,856	\$ 15,837
Overnight funds sold	-	-	-
Securities available for sale	26,584	27,765	40,578
Securities to be held to maturity	297,215	234,767	192,300
Loans held for sale (fair value approximates cost)	1,949	1,298	2,281
Loans	990,014	979,273	933,814
Less allowance for loan losses	9,805	8,800	7,208
Net loans	980,209	970,473	926,606
Accrued interest receivable	7,077	5,783	7,273
Premises and equipment	18,860	16,028	16,250
Other real estate owned	2,652	2,428	1,558
Goodwill	27,684	27,684	27,684
Other assets	20,455	22,662	17,841
Total assets	\$ 1,398,500	\$1,325,744	\$ 1,248,208
Liabilities			
Demand deposits	\$ 56,162	\$ 68,399	\$ 57,008
NOW deposits	103,711	108,188	96,226
Money market deposits	111,904	129,333	127,360
Savings deposits	86,130	82,867	86,247
Certificates of deposit	246,464	246,152	329,833
Certificates \$100,000 and over	383,069	290,797	129,803
Total deposits	987,440	925,736	826,477
Borrowed funds	254,124	272,074	295,253
Other liabilities	12,336	10,753	12,867
Total liabilities	1,253,900	1,208,563	1,134,597
Shareholders' equity			
Preferred stock	25,000	-	-
Common stock	97	97	97
Additional paid-in capital	44,356	44,117	44,309
Retained earnings	75,741	74,057	69,234
Net unrealized gains on available-for-sale securities	(328)	(819)	240
Net unrealized loss on postretirement benefit cost	(266)	(271)	(269)
Total stockholders' equity	144,600	117,181	113,611
Total liabilities & stockholders' equity	\$ 1,398,500	\$ 1,325,744	\$ 1,248,208
Number of shares authorized	18,000,000	18,000,000	18,000,000
Number of shares issued and outstanding	9,711,805	9,696,397	9,706,784
Book value per share	\$ 12.31	\$ 12.09	\$ 11.70
Allowance for loan losses/total loans	0.99%	0.90%	0.77%
Non-performing assets to total assets	1.23%	1.31%	0.52%

Consolidated Statements of Income *(unaudited)*

<i>Dollars in thousands</i>	For the three months ended March 31, For the quarters ended March 31,			
<i>except per share amounts</i>	2009	2008	2009	2008
Interest income				
Interest and fees on loans	\$ 12,927	\$ 15,292	\$ 12,927	\$ 15,292
Interest and dividends on investments	3,691	3,038	3,691	3,038
Total interest income	16,618	18,330	16,618	18,330
Interest expense				
Interest on deposits	3,645	6,439	3,645	6,439
Interest on borrowed funds	1,900	3,074	1,900	3,074
Total interest expense	5,545	9,513	5,545	9,513
Net interest income	11,073	8,817	11,073	8,817
Provision for loan losses	1,650	500	1,650	500
Net interest income after provision for loan losses	9,423	8,317	9,423	8,317
Other operating income				
Investment management and fiduciary income	325	390	325	390
Service charges on deposit accounts	558	682	558	682
Mortgage origination and servicing income	681	94	681	94
Other operating income	1,022	1,010	1,022	1,010
Total other operating income	2,586	2,176	2,586	2,176
Other operating expenses				
Salaries and employee benefits	2,589	2,925	2,589	2,925
Occupancy expense	441	411	441	411
Furniture and equipment expense	569	490	569	490
Net securities losses	142	-	142	-
Other than temporary impairment charge	916	-	916	-
Amortization of identified intangibles	71	71	71	71
Other operating expense	2,059	1,552	2,059	1,552
Total other operating expenses	6,787	5,449	6,787	5,449
Income before income taxes	5,222	5,044	5,222	5,044
Applicable income taxes	1,494	1,453	1,494	1,453
Net income	\$ 3,728	\$ 3,591	\$ 3,728	\$ 3,591
Less preferred stock premium amortization and dividends	150	-	150	-
Net income available to common shareholders	\$ 3,578	\$ 3,591	\$ 3,578	\$ 3,591
Earnings per common share				
Basic earnings per share	\$ 0.37	\$ 0.37	\$ 0.37	\$ 0.37
Diluted earnings per share	0.37	0.37	0.37	0.37
Closing market price per share	15.86	15.15	15.86	15.15
Financial ratios				
Return on average tangible equity ¹	16.43%	17.47%	16.43%	17.47%
Net interest margin tax-equivalent ¹	3.68%	3.24%	3.68%	3.24%
Efficiency ratio	40.12%	46.97%	40.12%	46.97%

¹Quarterly results have been annualized using a 365-day basis