

# Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-2224

► See separate instructions.

## Part I Reporting Issuer

|   |   |   |                                   |
|---|---|---|-----------------------------------|
| 1 Issuer's name<br><b>FIRST BANKERS TRUSTSHARES, INC.</b>   |   | 2 Issuer's employer identification number (EIN)<br><b>37-1237250</b>                    |                                   |
| 3 Name of contact for additional information<br><b>BRIAN IPPENSEN</b>   | 4 Telephone No. of contact<br><b>217-228-8000</b> | 5 Email address of contact<br><b>BRIAN.IPPENSEN@FBTSERVICES.COM</b>                     |                                   |
| 6 Number and street (or P.O. box if mail is not delivered to street address) of contact<br><b>1201 BROADWAY</b> |   | 7 City, town, or post office, state, and Zip code of contact<br><b>QUINCY, IL 62301</b> |                                   |
| 8 Date of action<br><b>AUGUST 26, 2013</b>  |   | 9 Classification and description<br><b>COMMON STOCK</b>                                 |                                   |
| 10 CUSIP number<br><b>31929F109</b>   | 11 Serial number(s)<br><b>NA</b>                  | 12 Ticker symbol<br><b>FBTT</b>   | 13 Account number(s)<br><b>NA</b> |

## Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ► **FOR COMMON STOCK SHAREHOLDERS AS OF RECORD DATE, JULY 31, 2013, THEY WILL RECIEVE A 3-FOR-2 COMMON STOCK SPLIT ON AUGUST 26, 2013**

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ► **FOR EVERY 2 SHARES HELD BY THE COMMON STOCK SHAREHOLDERS, THEY WILL RECIEVE AN ADDITIONAL 1 SHARE, RESULTING IN THE SHAREHOLDER OWNING A TOTAL OF 3 SHARES AFTER THE SPLIT**

**AS AN EXAMPLE, A SHOREHOLDER OF RECORD ON JULY 31, 2013 HOLDING 10 SHARES WILL RECIEVE 5 ADDITIONAL SHARES ON AUGUST 26, 2013, BRINGING THAT SHAREHOLDERS TOTAL OWNERSHIP OF COMMON STOCK TO 15 SHARES.**

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ► **THE BASIS OF SHARES WILL REDUCE BY APPROXIMATELY 33%. ON AUGUST 26, 2013 THE MARKET CLOSE PRICE WAS \$19.33 PER SHARE. PRIOR TO THE SPLIT THE SHARE PRICE WAS APPROXIMATELY \$29.00 PER SHARE.**

**AS AN EXAMPLE, A SHAREHOLDER WHO PURCHASED 10 SHARES AT A TOTAL COST OF \$300 (COST PER SHARE OF \$30) PRIOR TO RECORD DATE, WILL NOW HAVE 15 SHARES AT A TOTAL COST OF \$300 (COST PER SHARE OF \$20) AFTER THE STOCK SPLIT**

**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶

**REFER TO CODE SECTION 305(a); REGULATION SECTIONS 1.305-1 THROUGH 1.305-8**18 Can any resulting loss be recognized? ▶ **NO**

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶

**THE REPORTING TAXABLE YEAR IS 2013****FRACTIONAL SHARES WERE PAID AT A RATE OF \$18.50 PER SHARE**

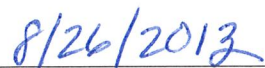
Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

**Sign Here**

Signature ▶



Date ▶

Print your name ▶ **BRIAN IPPENSEN**Title ▶ **TREASURER****Paid Preparer Use Only**

Print/Type preparer's name

Preparer's signature

Date

Check ☐ if self-employed

PTIN

Firm's name ▶

Firm's EIN ▶

Firm's address ▶

Phone no.

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054