



INDEPENDENT ALLIANCE BANKS

118 East Ludwig Road
Fort Wayne, IN 46825

FOR IMMEDIATE RELEASE

INDEPENDENT ALLIANCE BANKS ANNOUNCES SECOND QUARTER DIVIDEND INCREASE

FORT WAYNE, IND., April 26, 2016 – Independent Alliance Banks, Inc. (IAB) (OTCQX: IALB), the holding company of iAB Financial Bank, announced a second quarter cash dividend of \$.22 per share payable June 1, 2016 to shareholders of record date May 16, 2016, announced Michael C. Marhenke, President and Chief Executive Officer. This dividend represents a \$.01 per share increase, or 4.76 percent, over the \$.21 per share amount that has been paid to shareholders quarterly since second quarter of 2014. IAB has paid a quarterly dividend to its shareholders since its reformation in 2005.

Independent Alliance Banks shares trade over the counter (OTCQX) under the ticker symbol IALB. The annualized dividend of \$.87 per share for 2016 represents an approximate return of 3.09 percent.

Independent Alliance Banks, Inc., established in 2005, is a financial holding company for iAB Financial Bank. iAB Financial Bank is the largest locally-owned community bank originally headquartered in Allen County. IAB employs approximately 280 people throughout Allen, Huntington, Marshall and Wells counties.

For more information contact Karen Cameron at 260-469-6284 or karen.cameron@iabfinancial.com