

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): August 26, 2003

NORTHEAST BANCORP

(Exact Name of Registrant as Specified in its Charter)

Maine

1-14588

01-0425066

(State or Other Jurisdiction Incorporation)

(Commission File Number)

(IRS Employer
Identification Number)

158 Court Street, Auburn, Maine

04210

(Address of Principal Executive Offices)

(Zip Code)

Registrant's telephone number, including area code:

(207) 777-6411

Item 5. Other Events.

The Northeast Bancorp Board of Directors announced that they have approved a 12.5% increase in their dividend which will be effective for the first quarter dividend of the period ended September 30, 2003.

Exhibit No. Description

99.1 Press Release, dated August 26, 2003 regarding Northeast Bancorp Board of Directors announced approval of a 12.5% increase in their dividend.

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.

NORTHEAST BANCORP

Date: January 21, 2003

By: /s/ James D. Delamater

James D. Delamater

President and Chief Executive Officer

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EXHIBIT INDEX

Exhibit No. Description

99.1

Press Release, dated August 26, 2003 regarding Northeast Bancorp Board of Directors announced approval of a 12.5% increase in their dividend.

Contact: Jim Delamater
President & CEO
Northeast Bancorp

Northeast Bancorp Announces Dividend Increase

(Northeast Bancorp, AMEX - NBN, Auburn, Me 8/26/2003)

The Northeast Bancorp Board of Directors is pleased to announce that they have approved a 12.5% increase in their dividend which will be effective for the first quarter dividend of the period ended September 30, 2003. No dividend has yet been declared for this period. For a twelve month period, it is expected that this dividend will be \$0.36 per share.

Jim Delamater, president & CEO commented, "Our company has paid a quarterly dividend since its inception as a public company and has regularly increased our dividend rate over the years. This increase is consistent with our overall goal of using our capital to support the growth and development of the company, to payout a fair portion to our shareholders in the form of dividends and to allow sufficient resources to support the buy-back of our shares, which further increases shareholder value."

Delamater added, "Our Company has developed an infrastructure that is able to deliver wide array of products and services with a goal of creating a high level of income diversity and increased earnings and acting in the best interest of the shareholders and the company.

Northeast Bank recently announced earnings for the year ended June 30, 2003 of \$3,855,318 or \$1.44 per diluted share and total assets of \$467,743,965. Total number of shares outstanding is approximately 2.6 million and Book Value per share is \$14.16.

The headquarters for Northeast Bancorp is located at 158 Court Street, Auburn, Maine. Northeast management encourages present and prospective shareholders to call Jim Delamater, President & CEO, if they desire to have additional information or, in general, wish to discuss the Company and/or its products, services or ongoing efforts to promote and develop shareholder value. Management also suggests that any person interested in utilizing the services of Northeast Bancorp and its subsidiaries or learning more about the company should access its web site at www.northeastbank.com ..