

2014  
**ANNUAL MEETING**



THE LARGEST BANK  
100% INVESTED  
IN INDIANA.



**2014  
Annual  
Meeting**



# Forward-Looking Information

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This presentation contains, and future oral and written statements of the Company and its management may contain, forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 with respect to the financial condition, results of operations, plans, objectives, future performance and business of the Company. All statements in this presentation, including forward-looking statements, speak only as of today's date, and the Company undertakes no obligation to update any statement in light of new information or future events.

A number of factors, many of which are beyond the ability of the Company to control or predict, could cause actual results to differ materially from those in its forward-looking statements. Additional information is included in the Company's filings with the Securities and Exchange Commission.



# Long-Term Mission

*Lake City Bank will be  
the Acknowledged and Recognized Leader  
in Indiana Community Banking*



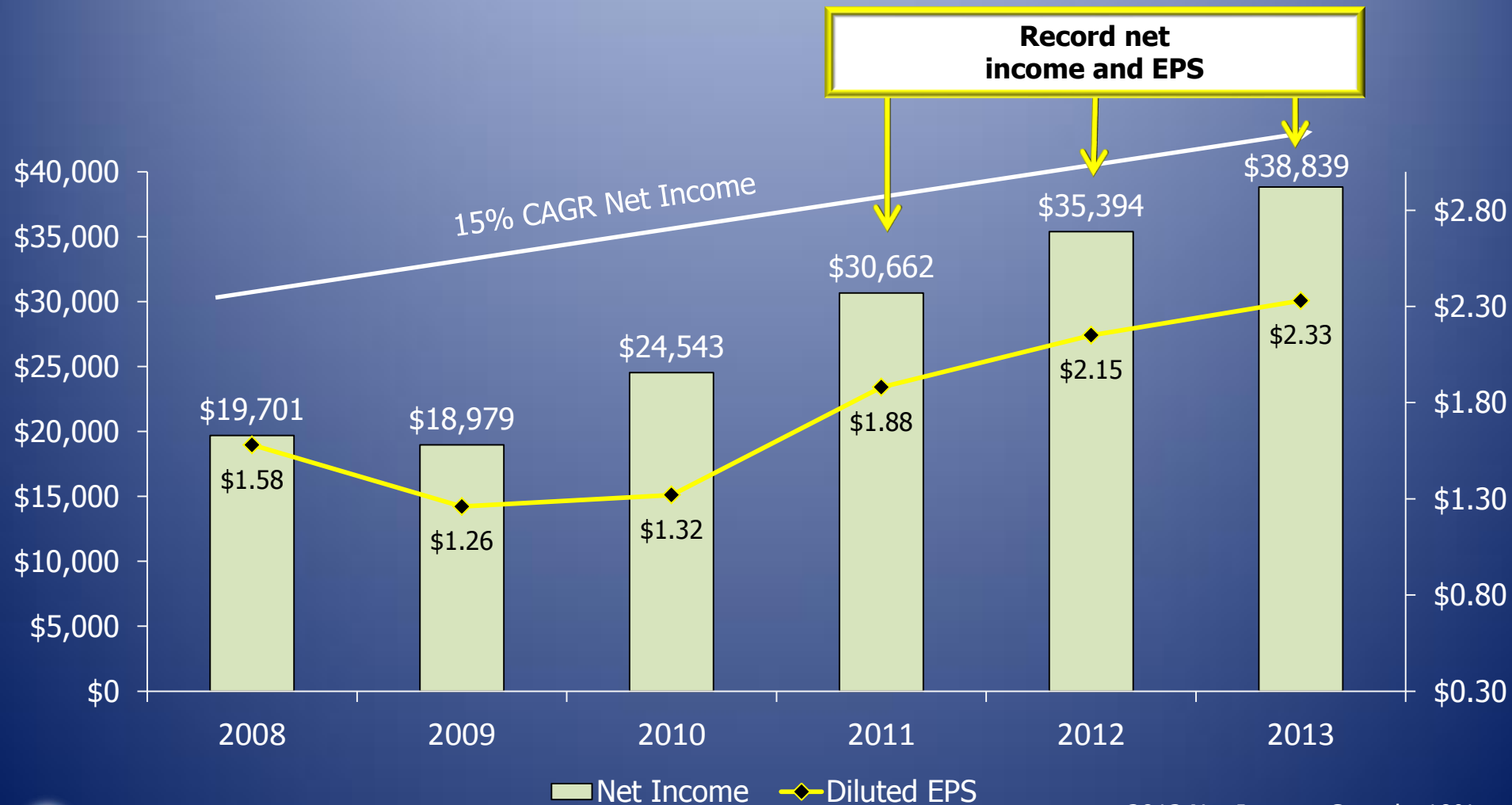


**We're the  
largest Bank  
100% invested  
in Indiana**



# Net Income and EPS

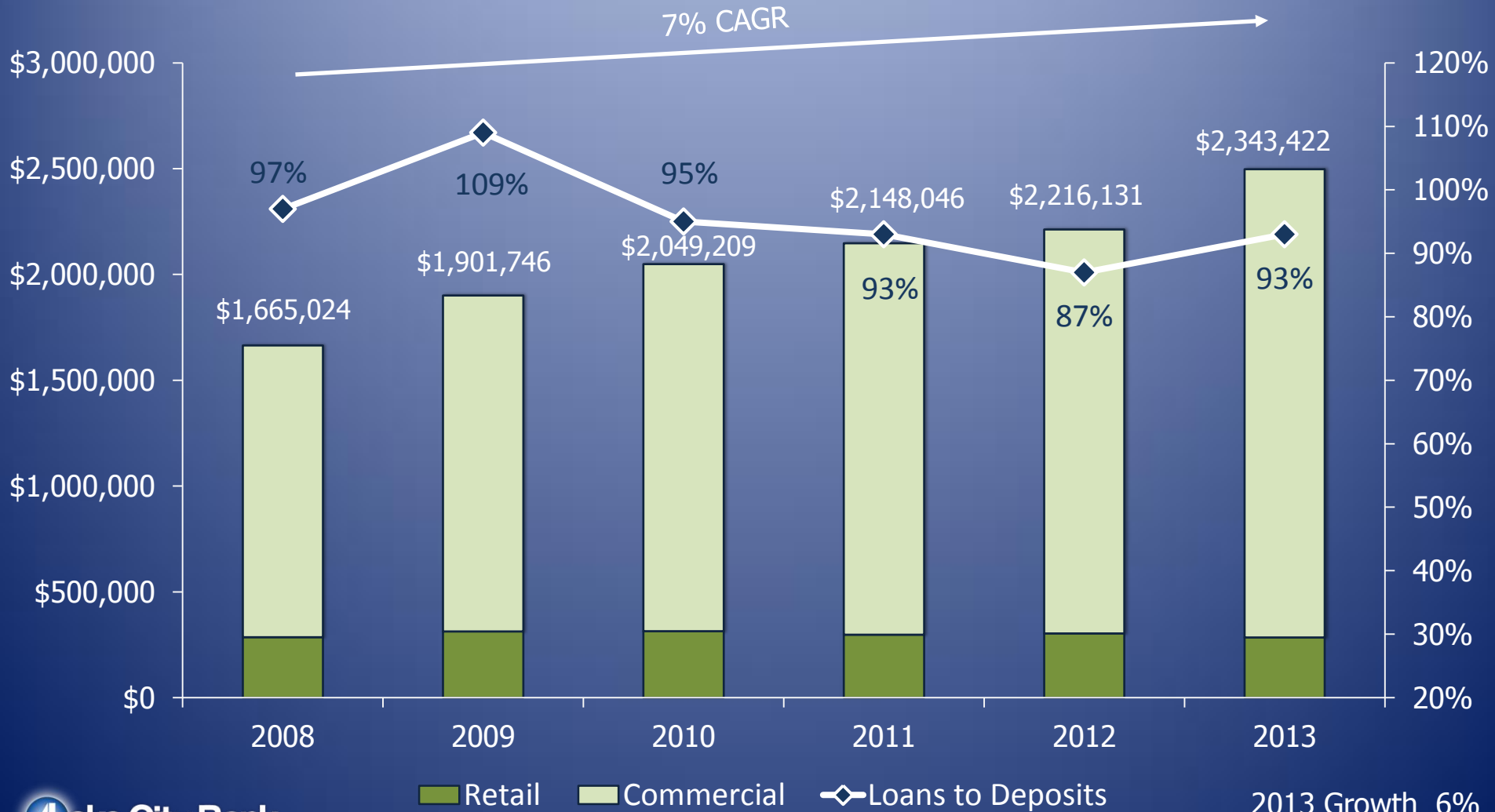
“Record net income 25 out of last 26 years”





# Average Loans

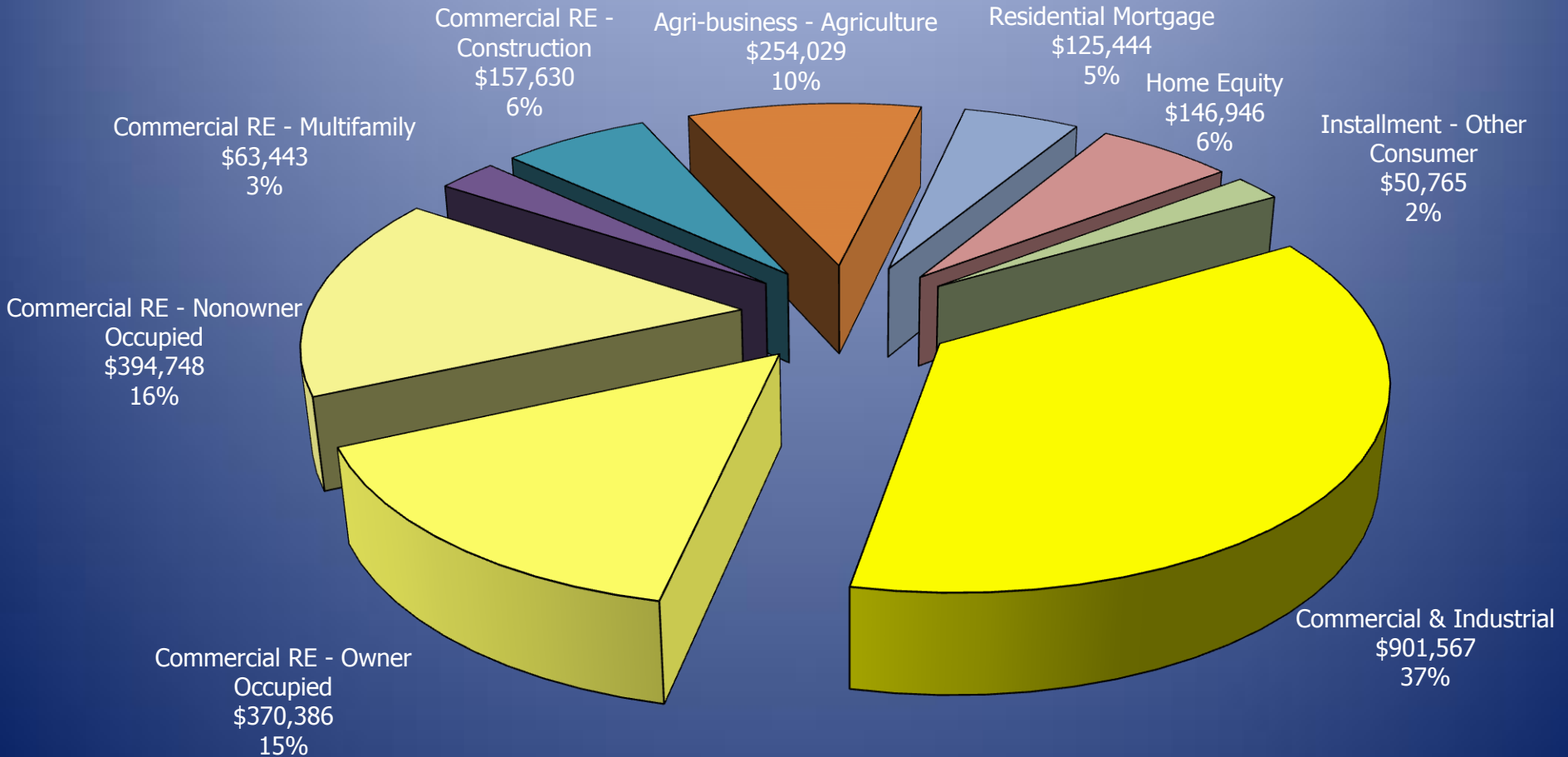
“Commercial emphasis drive growth”





# Loan Breakdown

“Commercial lending drives business”



As of December 31, 2013

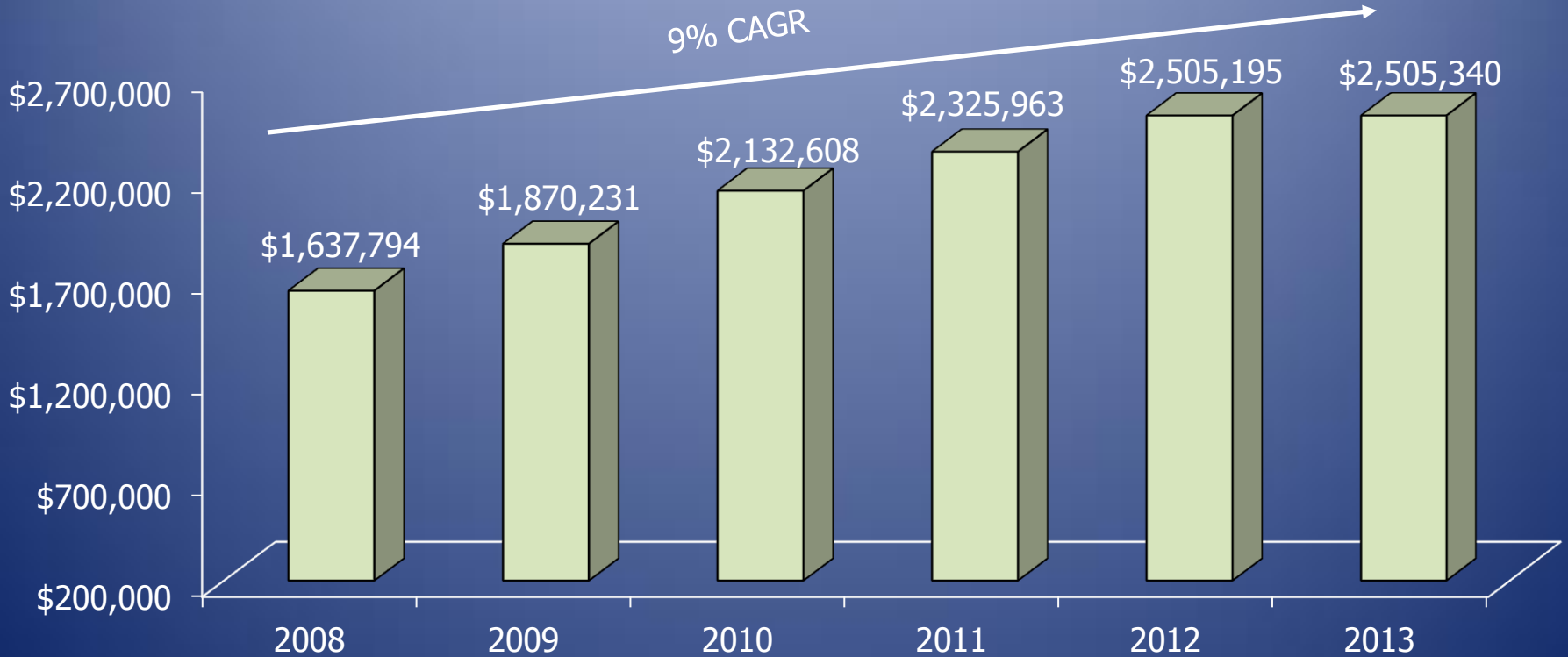




# Average Deposits

“Improved Funding Mix”

Deposits = 99% of Funding  
vs. 87% in 2009



2013 Growth 0%

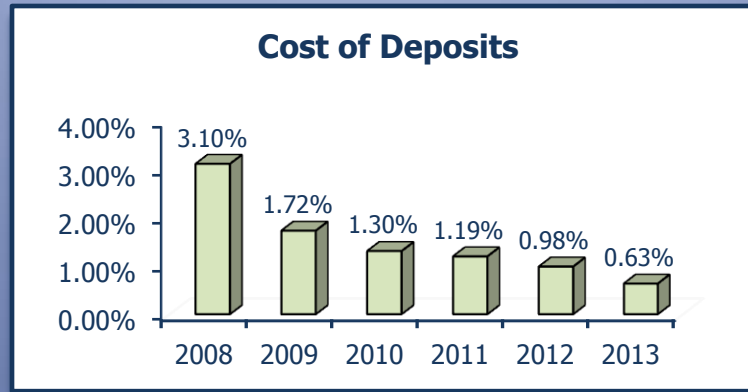




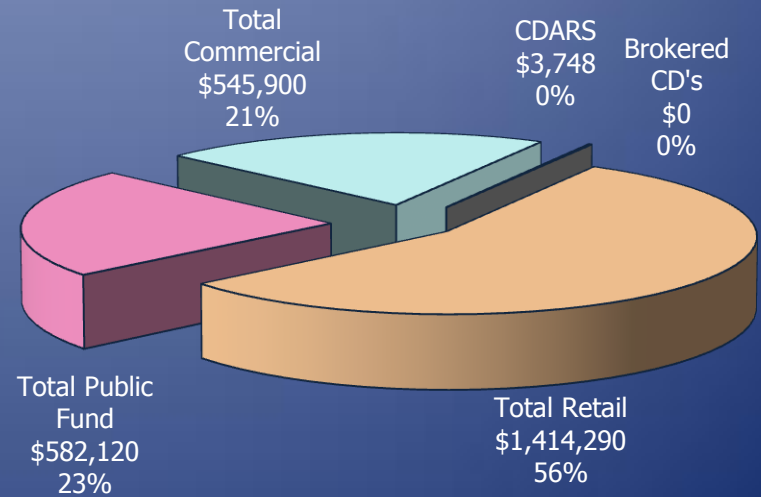
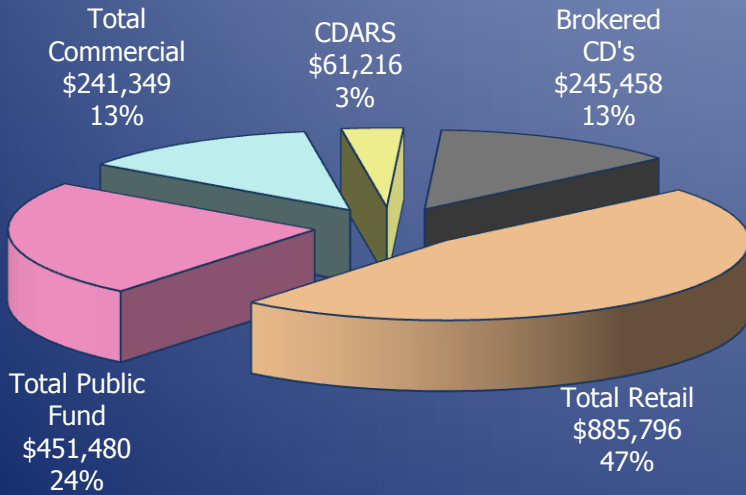
# Deposit Breakdown

“Retail strategy key to deposit growth”

Pre-Liquidity Strategy  
December 31, 2008



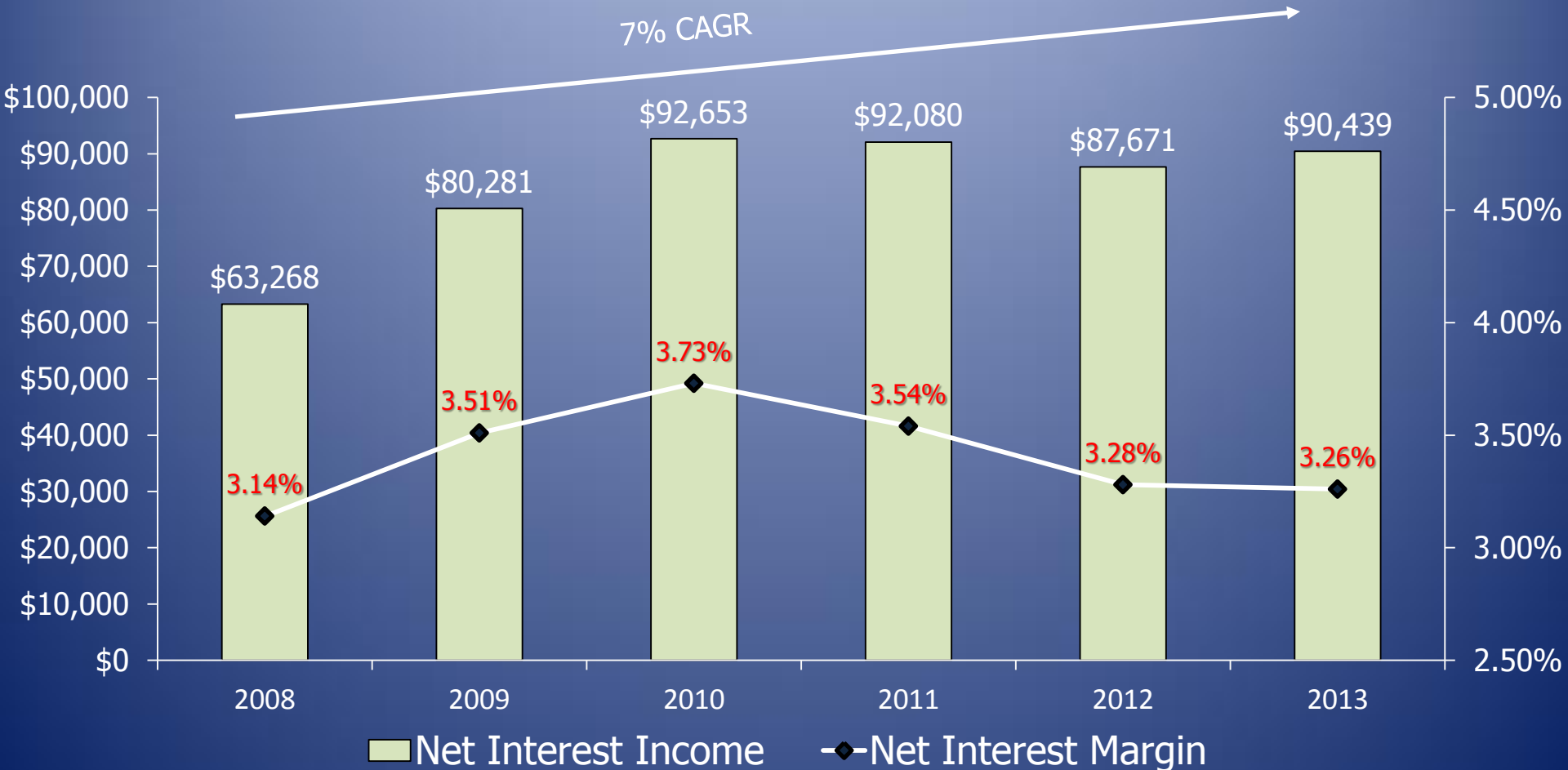
December 31, 2013





# Net Interest Income

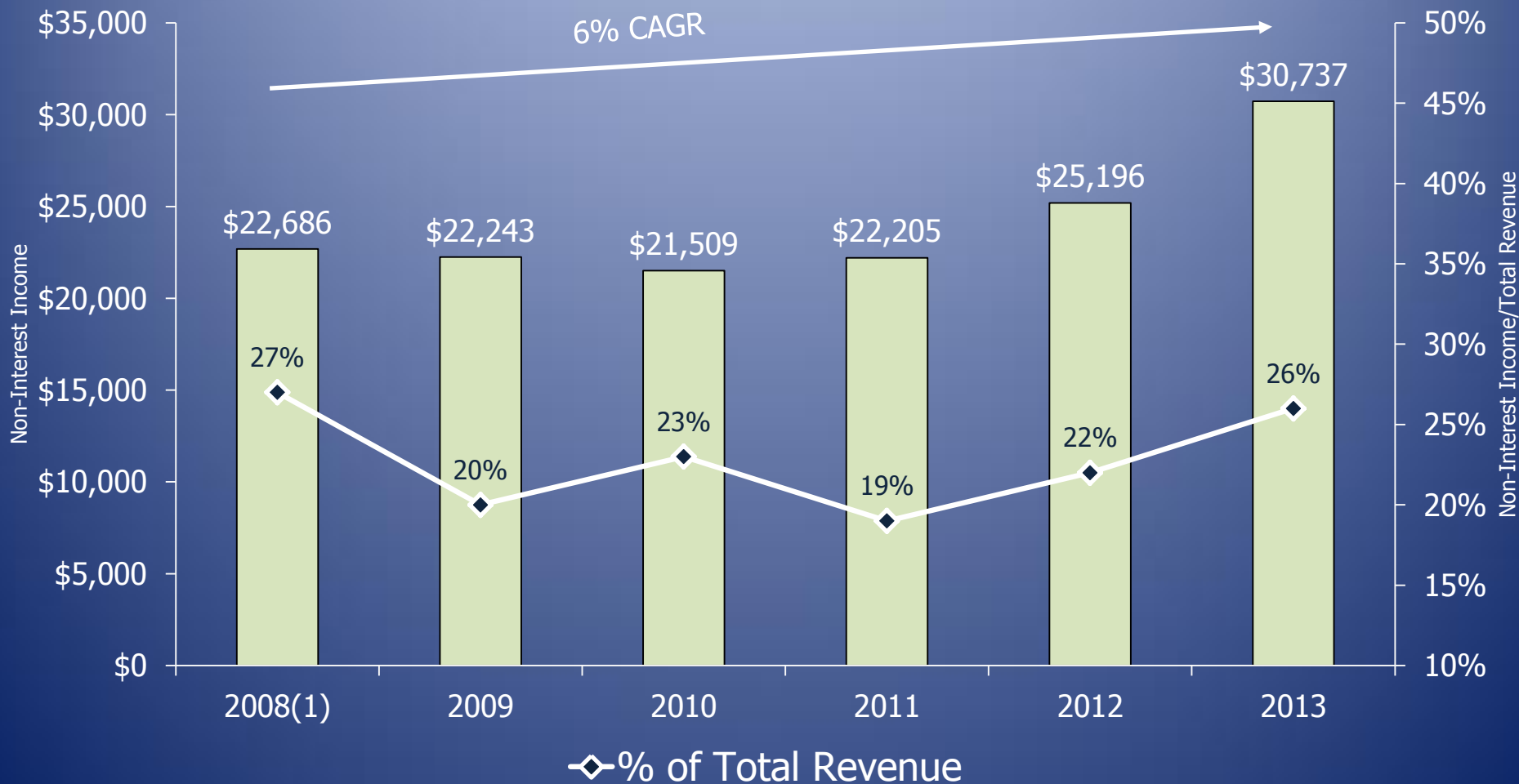
“Margin improved each quarter in 2013”





# Non-Interest Income

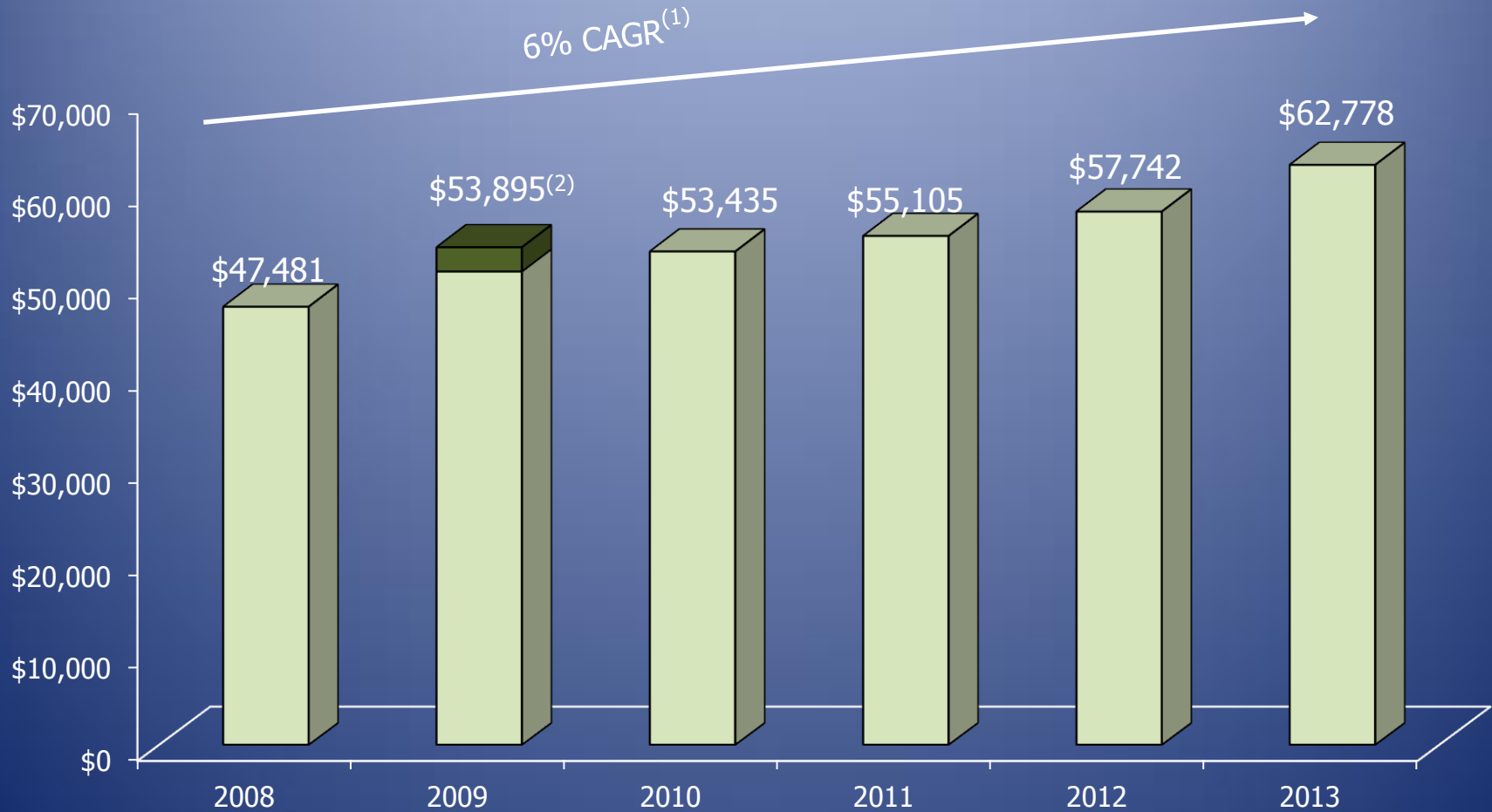
“Outstanding growth in fee-based services”





# Non-Interest Expense

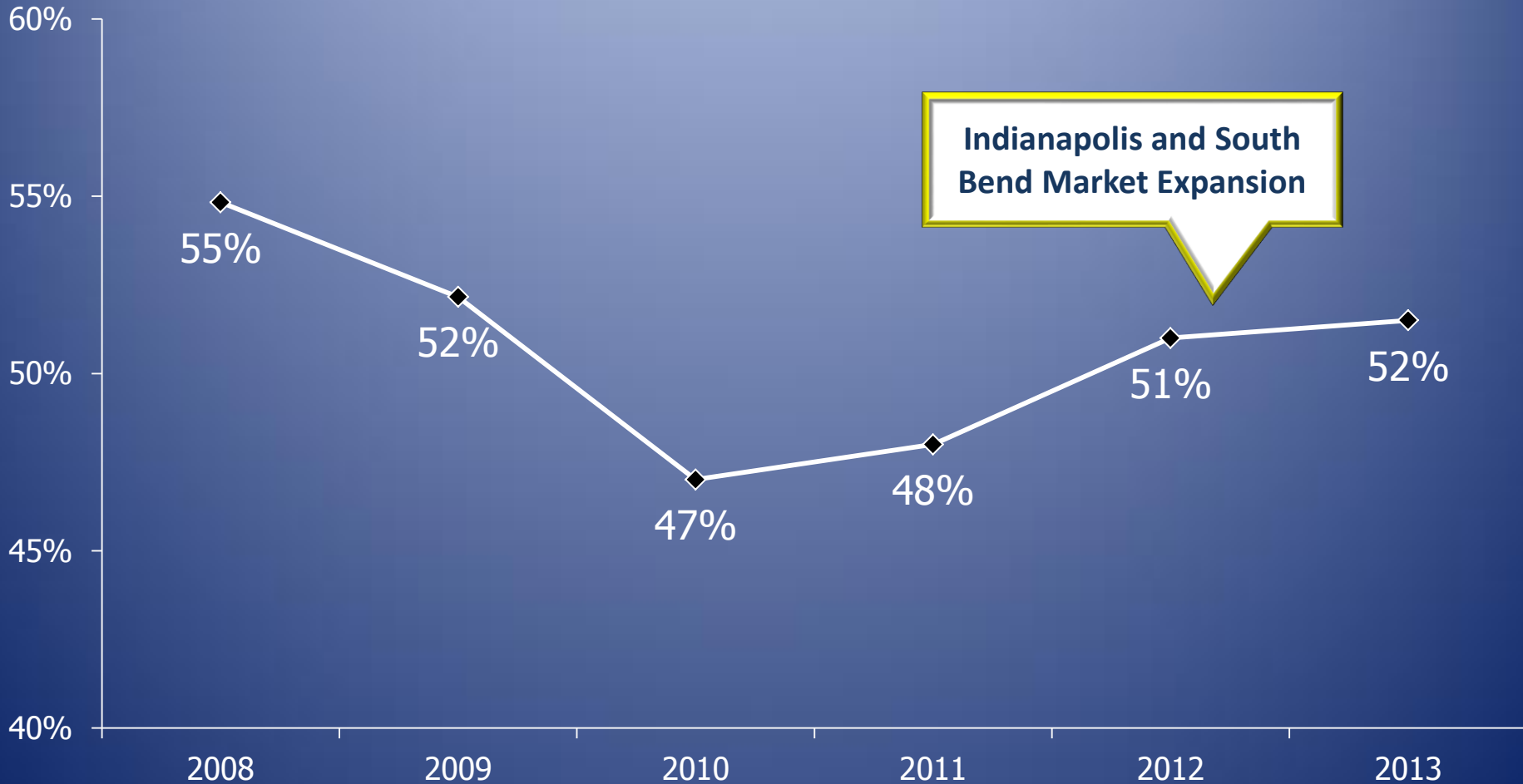
“Historical cost control is part of culture”





# Efficiency Ratio

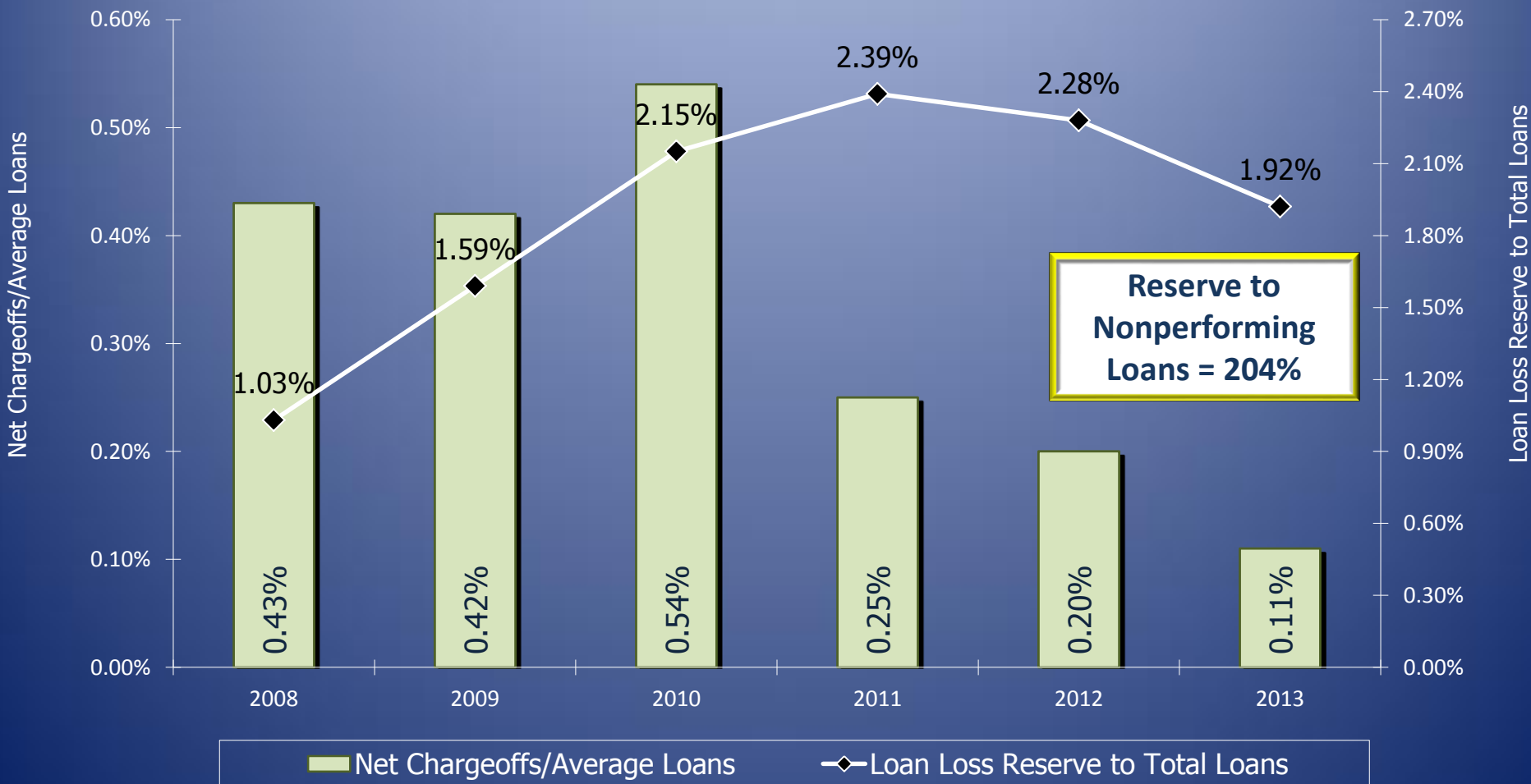
“Leveraging offices, people and technology”





# Asset Quality

“Strong Reserve Coverage”





# Asset Quality

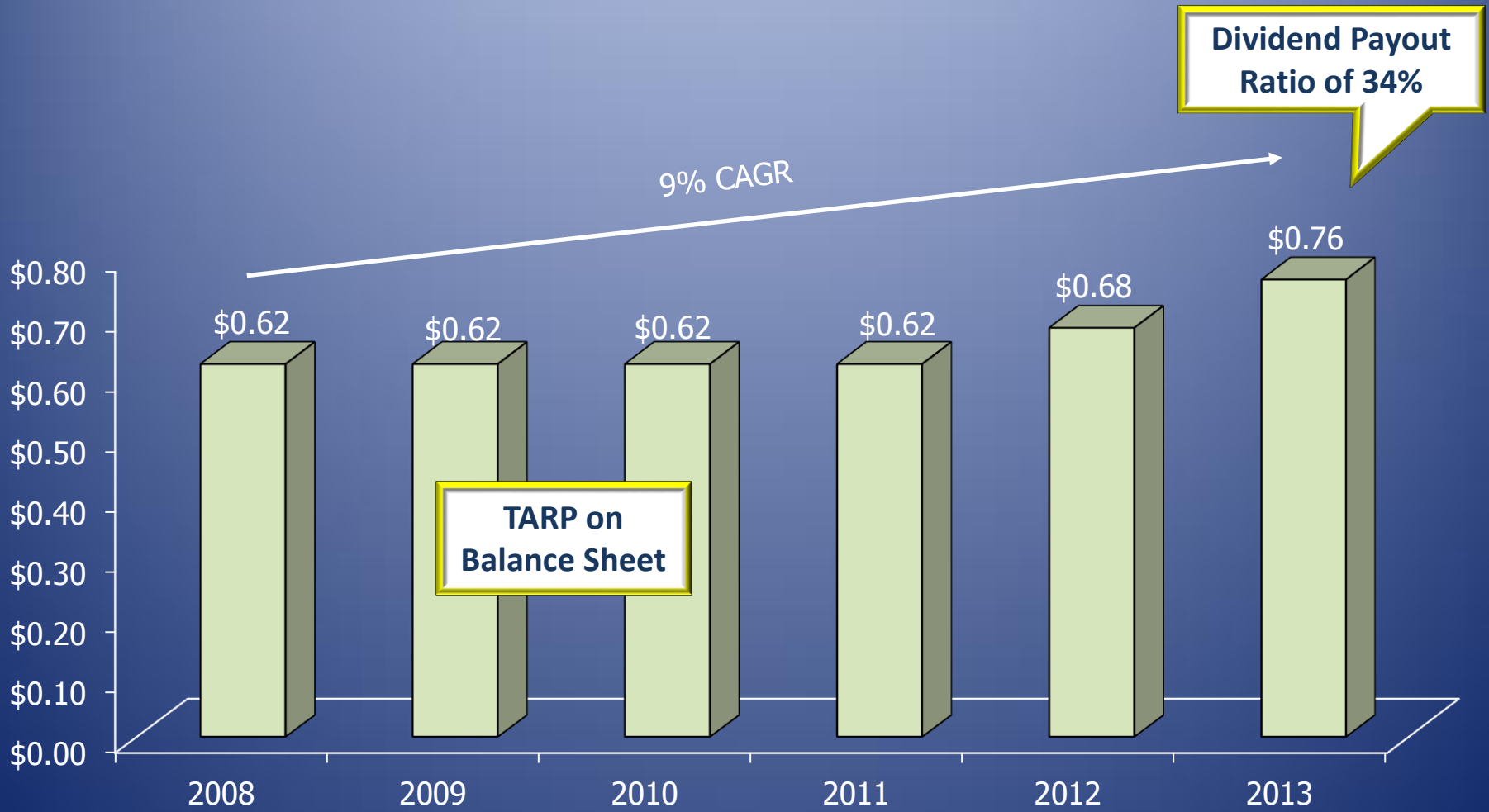
“Nonperforming levels continue to improve”







# Stable & Healthy Dividend



Note - Split Adjusted  
- Paid Dividends

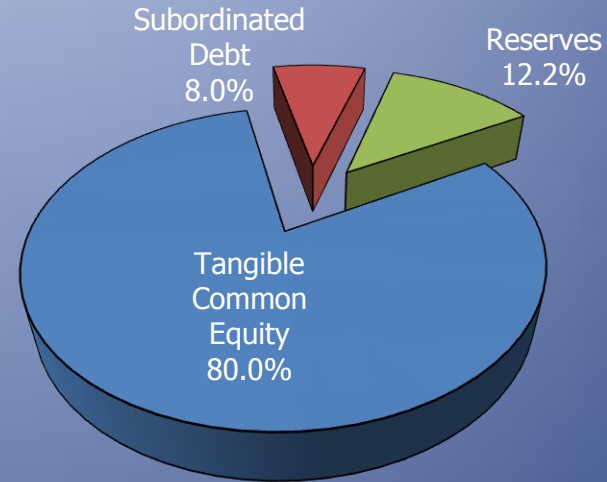
2013 Growth 12%



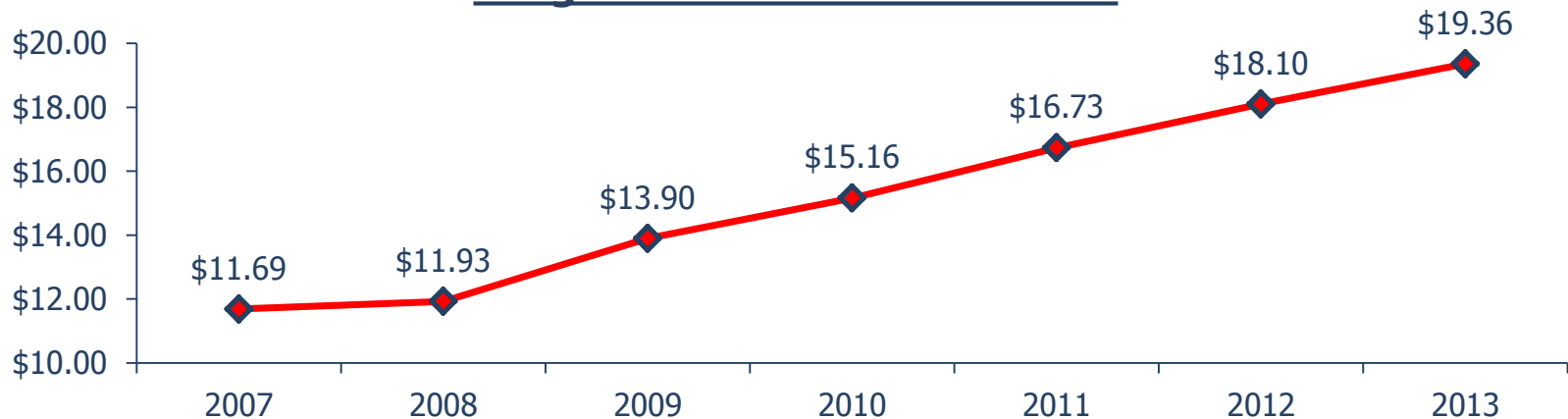
# Strong Capital Structure

**Key Ratios and Per Share Data  
As of December 31, 2013**

TCE /Tangible Assets	10.05%
Tier 1 Common Risk-Based	11.88%
Total Risk-Based	14.25%
Leverage	11.25%
Book Value	\$19.54
Tangible Book Value	\$19.36

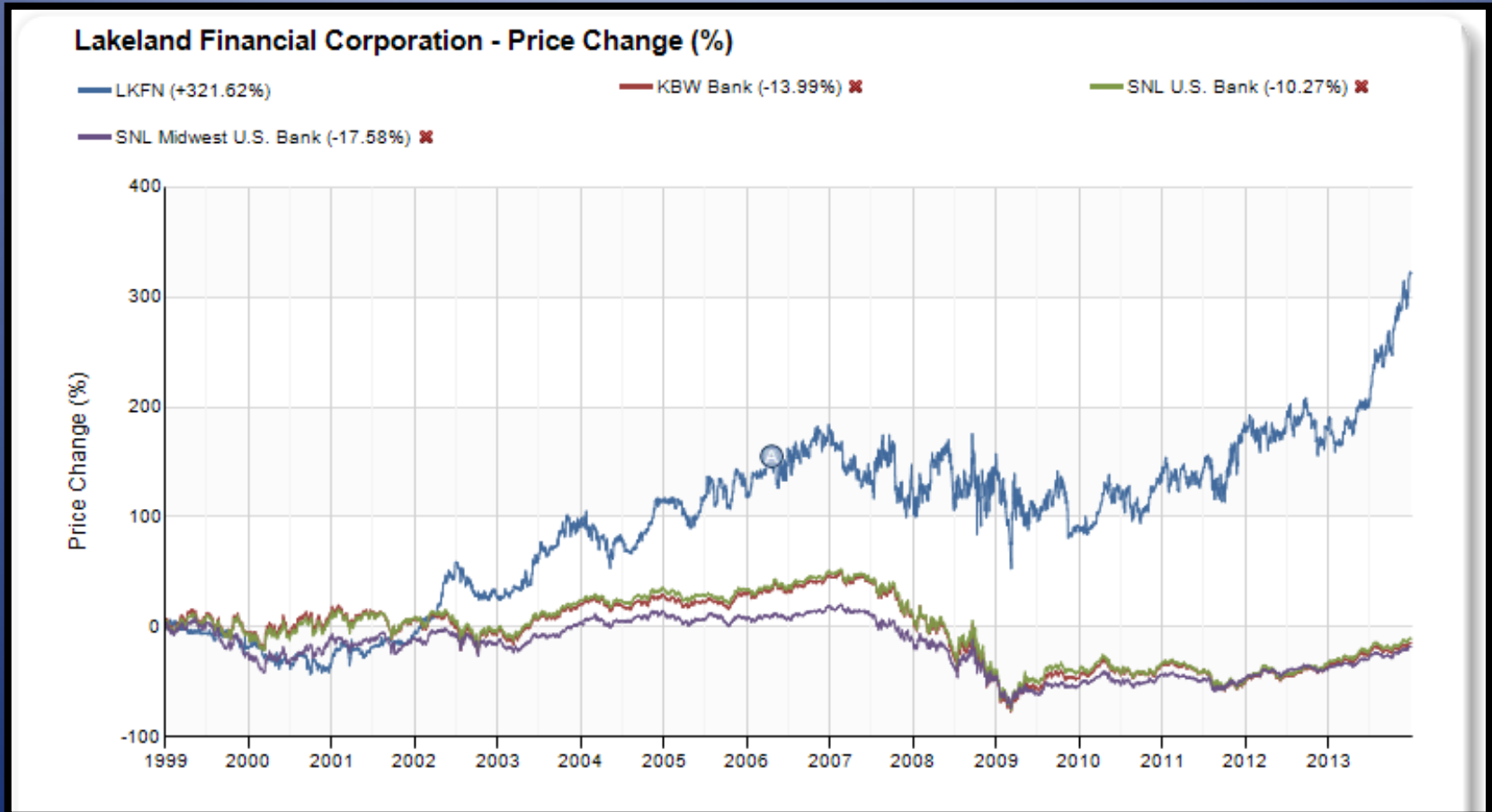


**Tangible Book Value Per Share**





# Historical LKFN Performance





**Mike Kubacki**

**Chief Executive Officer**

**1998 to 2014**

*“A Legacy of Culture,  
Growth and Performance”*



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