

Lakeland Financial Corporation

A Proven History of Shareholder Value Creation
And Commitment to Our Communities

3rd Quarter 2025



David M. Findlay

Chairman & Chief Executive Officer

david.findlay@lakecitybank.com

(574) 267-9197

Kristin L. Pruitt

President

kristin.pruitt@lakecitybank.com

(574) 371-9220

Lisa M. O'Neill

Executive Vice President & Chief Financial Officer

lisa.oneill@lakecitybank.com

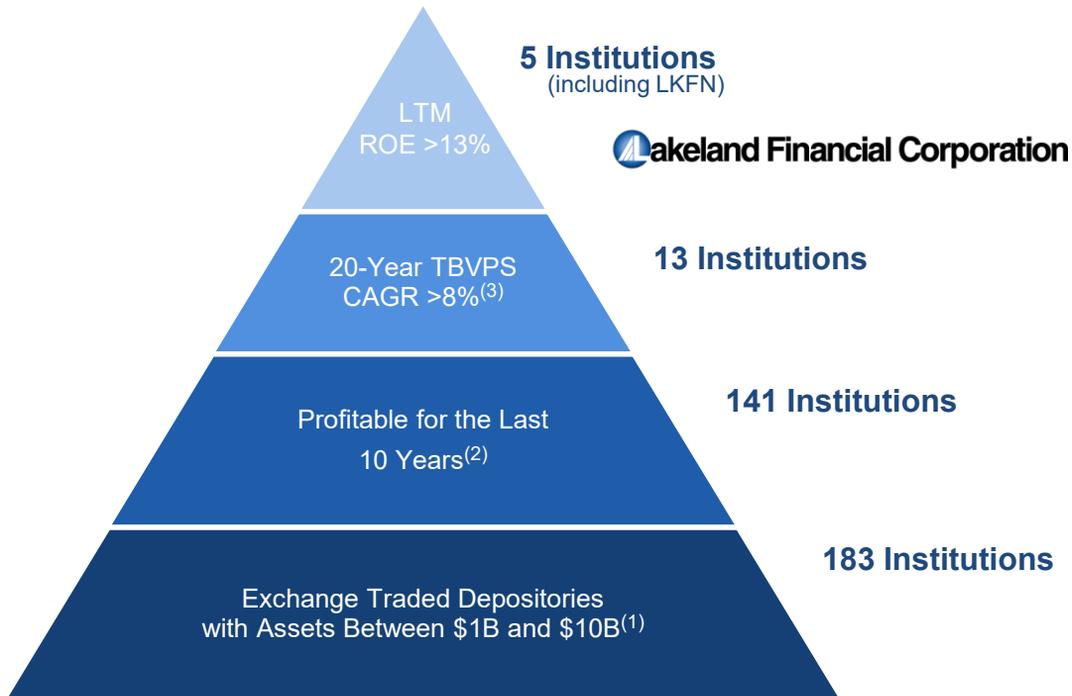
(574) 267-9125

Forward-Looking Information

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. Forward-looking statements are not historical facts and are generally identifiable by the use of words such as “believe,” “expect,” “anticipate,” “continue,” “plan,” “intend,” “estimate,” “may,” “will,” “would,” “could,” “should,” or other similar expressions. 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.

The Company’s ability to predict results or the actual effect of future plans or strategies is inherently uncertain and, accordingly, you are cautioned not to place undue reliance on any forward-looking statement. Actual results could differ materially from those addressed in the forward looking statements as a result of numerous factors, including the effects of economic, business and market conditions and changes, particularly in our Indiana market area, including prevailing interest rates and the rate of inflation; governmental trade, monetary and fiscal policies; the risks of changes in interest rates on the levels, composition and trade, costs of deposits, loan demand and the values and liquidity of loan collateral, securities and other interest sensitive assets and liabilities; and changes in borrowers’ credit risks and payment behaviors, as well as those identified in the company’s filings with the Securities and Exchange Commission, including the company’s Annual Report on Form 10-K and quarterly reports on Form 10-Q.

Long Term Success for Shareholders



Source: S&P Capital IQ Pro. Financial data is as of June 30, 2025.

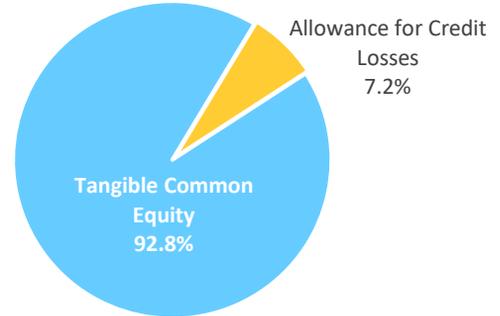
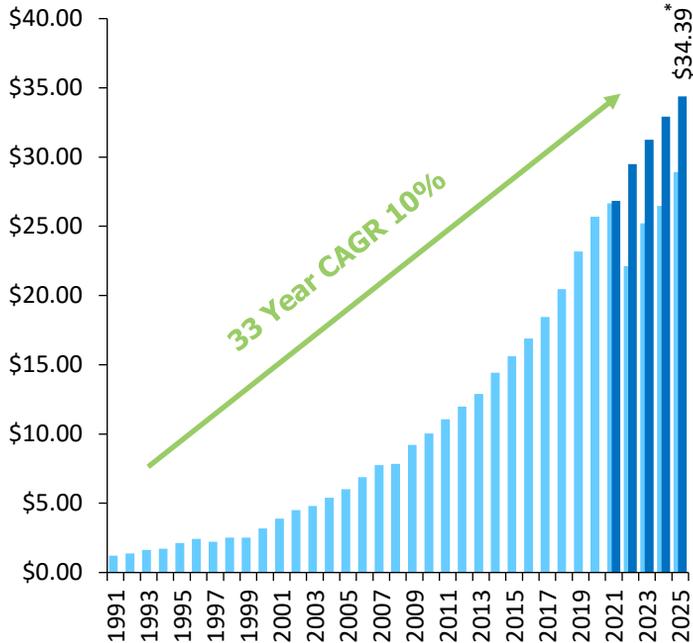
(1) Includes banks and thrifts traded on the NYSE, NYSEAM or NASDAQ as of 10/13/25; excludes merger targets.

(2) Defined as having positive net income before extraordinary items and preferred dividends for each of the last 10 years (calendar years ended December 31, 2015 through December 31, 2024). Net income before extraordinary items is defined by S&P Capital IQ Pro as GAAP net income, after taxes, minority interest, and other after tax items, but before any extraordinary items. Excludes any revaluation of net deferred tax assets due to tax reform per S&P Capital IQ Pro.

(3) Defined as having compounded annual growth in tangible book value per share from 6/30/05 through 6/30/25 greater than 8%.

Strong Capital Structure

Tangible Book Value⁽¹⁾ Per Share



Key Ratios and Per Share Data as of September 30, 2025

TCE/Tangible Assets	10.79%
Adj. TCE/Adj. Tangible Assets	12.57%
Total Risk-Based Leverage	16.22%
Book Value	\$29.08
Tangible Book Value	\$28.93
Adj. Tangible Book Value	\$34.39

⁽¹⁾compounded annual growth rate computed from 1991-2024 for tangible book value

*TBV adjusted to exclude the market value impact of AFS investment securities for TCE and Tangible Assets from 2021 to 2025

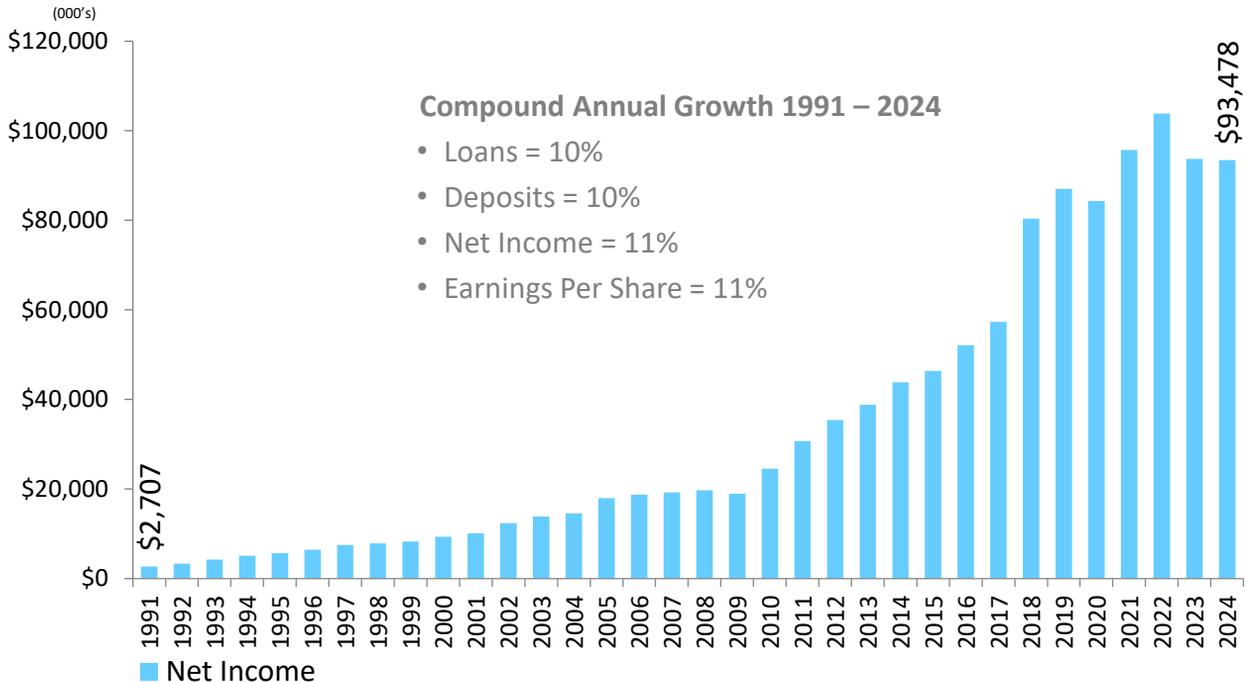
Note: Tangible Common Equity to Tangible Assets and Tangible Book Value per Common Share are Non-GAAP financial measures. See "Reconciliation of Non-GAAP Financial Measures" in the Third Quarter 2025 Earnings Press Release and Form 8-K.

Lake City Bank Today

- An entrepreneurial 153-year-old de novo bank
- A long-term and consistent organic growth story
- Headquartered in Warsaw, Indiana
- 55 branch offices - \$6.9 billion banking assets
- \$3.6 billion in Wealth Advisory assets
- A forward-thinking technology adopter
- Focused on execution – “blocking and tackling”
- A demonstrated history of identifying growth opportunities
- Located in a pro-business state with economic expansion occurring statewide

34 Years of Organic Growth

A History of Balance Sheet and Income Statement Expansion

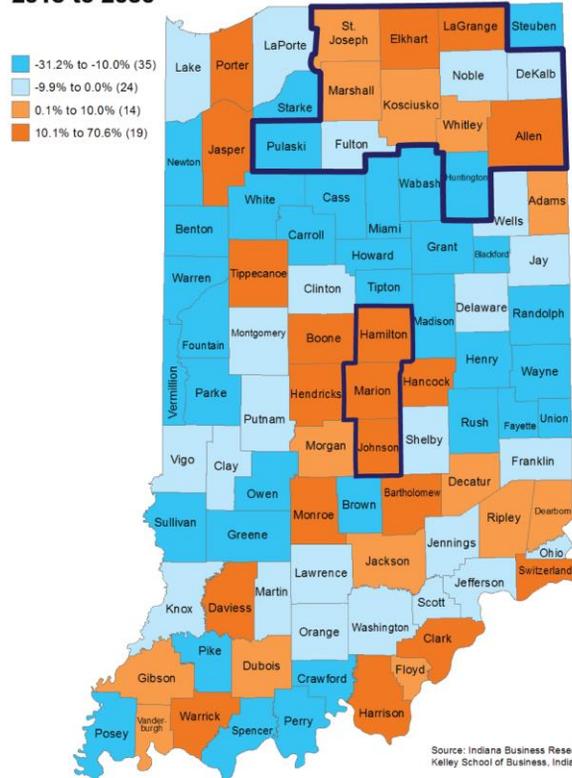


Projected Population Growth Should Create Economic Expansion

- 67% of Lake City Bank counties are growth and high growth counties
- 40% of Lake City Bank counties are high growth counties
- Indiana is poised to experience continued economic strength and vitality

Population Projections

Percent Change in Total Population, 2015 to 2050



Indiana Is Poised For Continued Economic Growth

- Indiana #1 manufacturing state in the country⁽¹⁾
- Indiana hosted a semiconductor event in 2025. The state has attracted seven new semiconductor companies, secured a federal tech hub designation for microelectronics and broken ground on a new, 10-acre public-private microelectronics hub⁽²⁾
- In 2024, the Indiana Economic Development Corporation secured more than \$39.2 billion of committed capital investment, helped launch 482 new small businesses and awarded another \$500 million in quality of place funding to communities across the state through READI 2.0⁽³⁾
- In 2024, Eli Lilly announced a \$13 billion investment in Indiana's LEAP Research and Innovation District in Lebanon, Indiana to establish the Lilly Medicine Foundry, a new center for drug development and advanced manufacturing⁽⁴⁾
- Meta's plans to build a 1,500 hundred-acre data center in Lebanon's LEAP Research and Innovation District will bring 200 high-tech jobs⁽⁵⁾
- In April 2025, Slate Auto from Troy, Michigan, confirmed it will build its low cost, direct to consumer electric vehicle in Warsaw, Indiana at a now vacant factory. Slate expects to employ more than 2,000 workers with its first deliveries expected by the end of 2026 and has received 100,000 reservations for its vehicle⁽⁶⁾

(1) https://www.statsamerica.org/sip/rank_list.aspx?rank_label=gsp2_b&item_in=12&ct=518

(2) <https://www.iedc.in.gov/events/news/details/2024/07/09/gov-holcomb-announces-indiana-to-host-global-semiconductor-event-in-2025>

(3) <https://www.iedc.in.gov/events/news/details/2025/01/10/iedc-closes-holcomb-term-with-eighth-consecutive-record-breaking-year-for-economic-development>

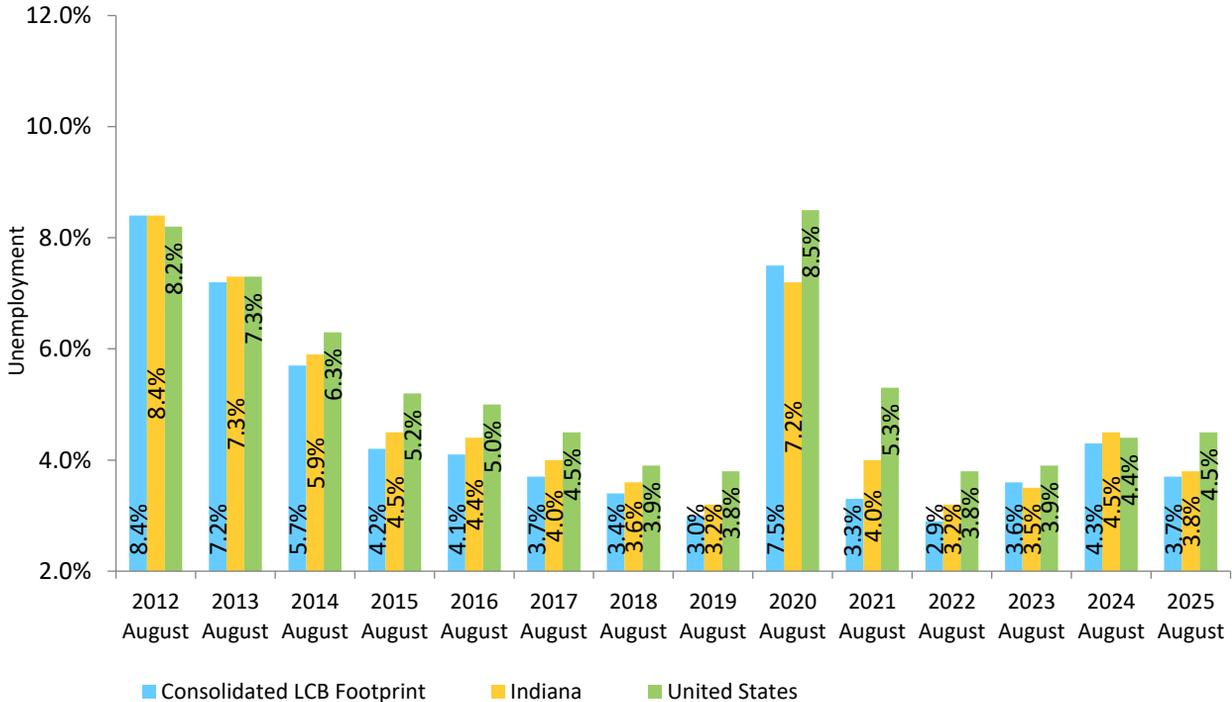
(4) <https://lebanon.in.gov/2025/05/06/ground-broken-on-lilly-foundry-within-leap-district/>

(5) <https://lebanon.in.gov/2025/08/21/meta-moves-forward-in-lebanon/>

(6) <https://www.wane.com/top-stories/published-report-indicates-slate-eyeing-vacant-factory-in-warsaw-for-low-cost-ev-production/>

Strong Regional and Statewide Economy

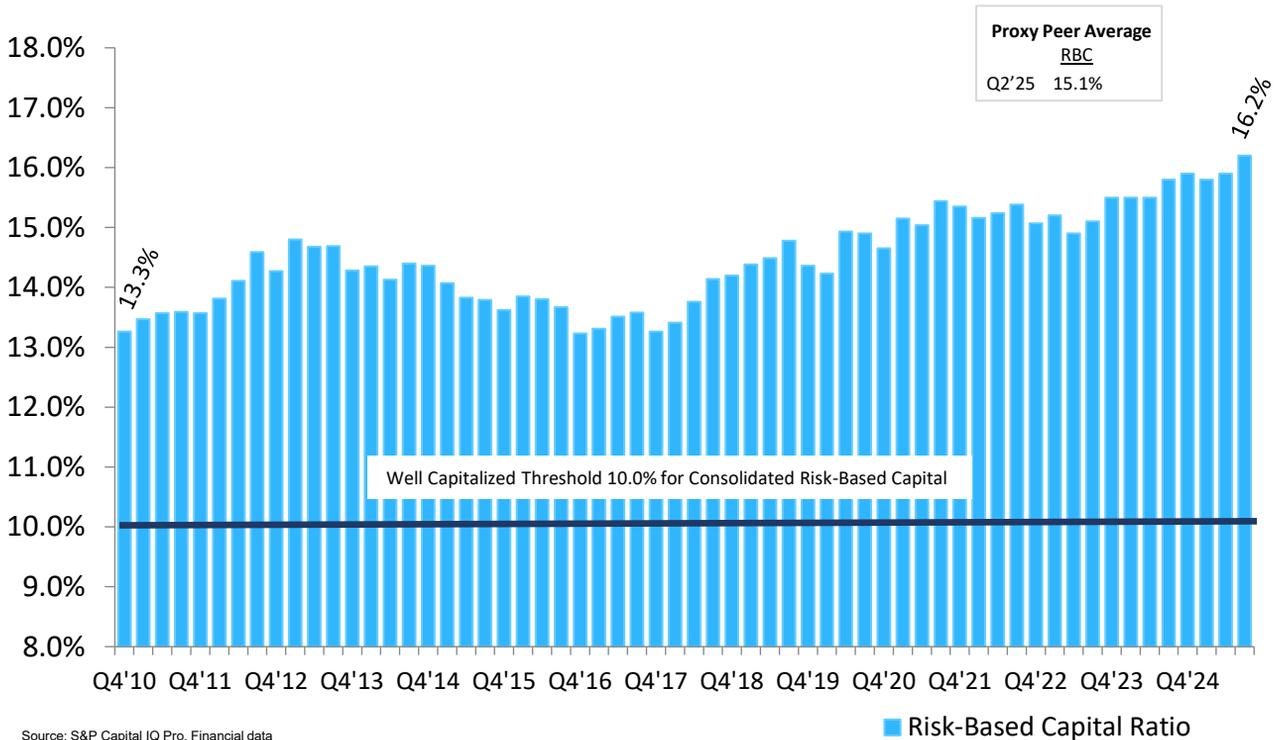
Unemployment Rate In The Lake City Bank Footprint Is Lower Than The National Average



Source: United States Bureau of Labor Statistics. Lake City Bank footprint is defined as Kosciusko, Marshall, Fulton, Pulaski, Noble, Whitley, St. Joseph, Elkhart, LaGrange, Allen, DeKalb, Huntington, Marion, Hamilton and Johnson Counties in Indiana

Fortress Balance Sheet

LKFN Above Peer Long-Term Profitability has Contributed to a Strong Capital Foundation

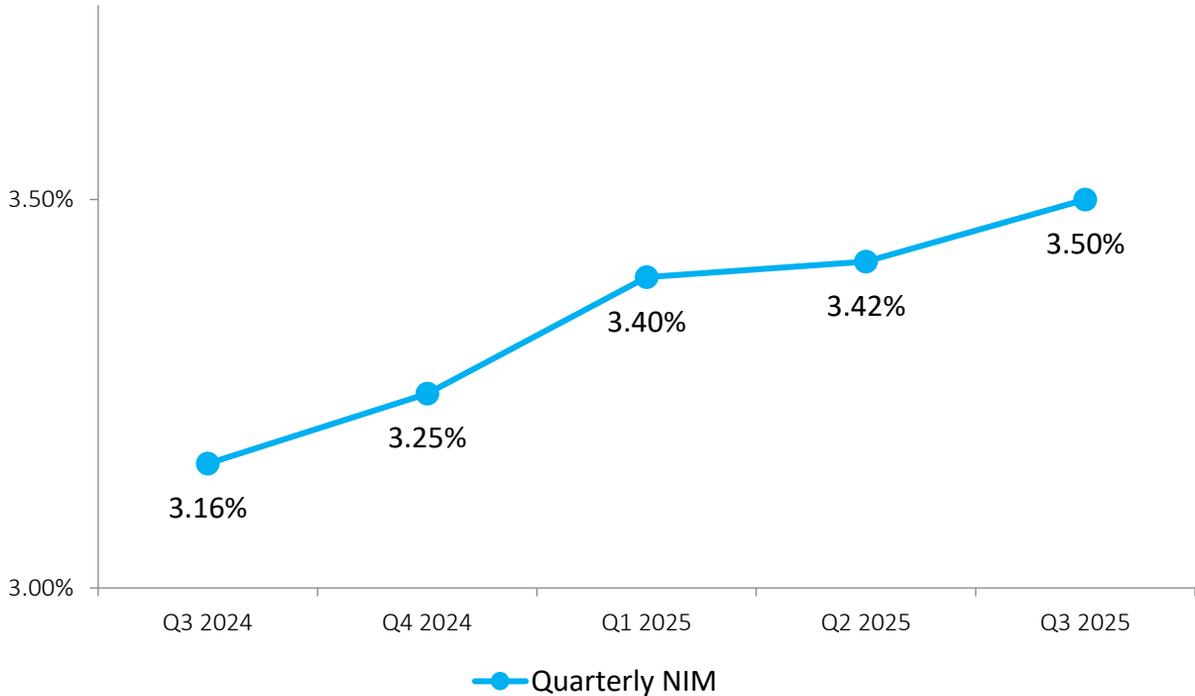


Source: S&P Capital IQ Pro. Financial data



Net Interest Margin by Quarter

NIM Expansion of 34 Basis Points Over Last Twelve Months



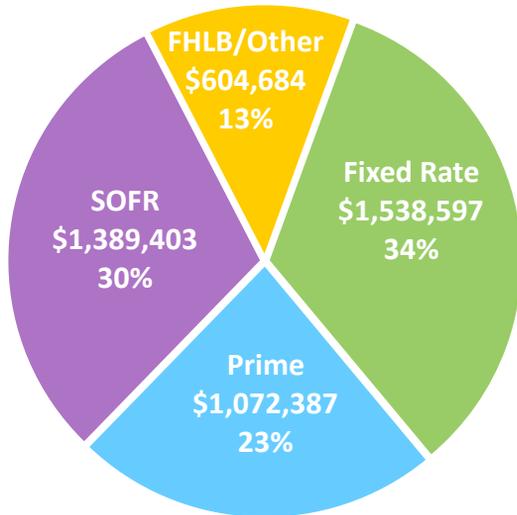
Net Interest Margin

Deposit Costs Coming Down Rapidly

- Linked quarter net interest margin expanded by 8 basis points in 3Q25 compared to 2Q25
- Cumulative Loan Beta 20% for recent easing cycle
- Cumulative Deposit Beta 43% for recent easing cycle
- Deposit repricing in current easing cycle continues to be a heightened focus
- Noninterest bearing deposits to total deposits were 21% compared to 22% in the third quarter 2024

Interest Rate Sensitivity

Deposits Have Repriced Quicker Than Loans During Current Easing Cycle

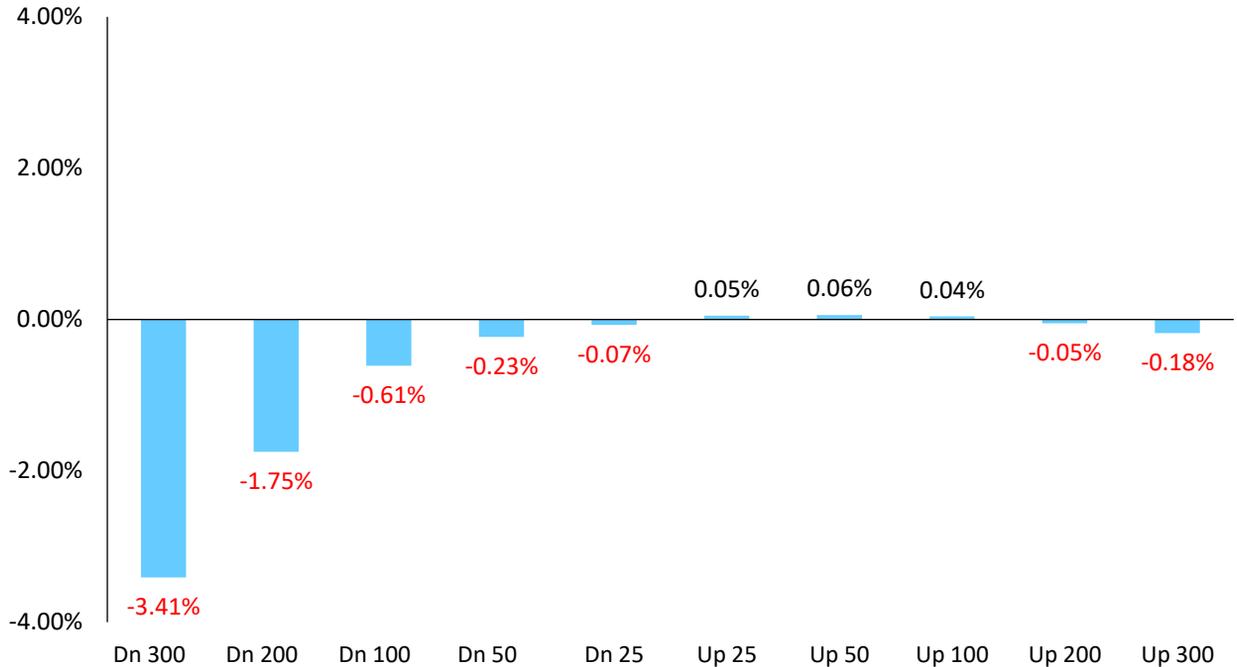


Commercial Loans
\$4.6 billion as of September 30, 2025
(000's)

- 88% of loan portfolio consists of commercial loans and 67% of commercial loans are tied to variable interest rates
- Approximately \$710.5 million of fixed rate commercial loans are estimated to reprice in the next twelve months
 - Fixed rate loans have shorter, average original terms of approximately 5 years
- Public Funds contribute to deposit repricing, \$1.6 billion are tied to the Effective Federal Funds Rate
- Cost of Funds peaked in 2Q24 at 2.90% compared to 2.37% in 3Q25

Projected Impact of Rising/Falling Rates

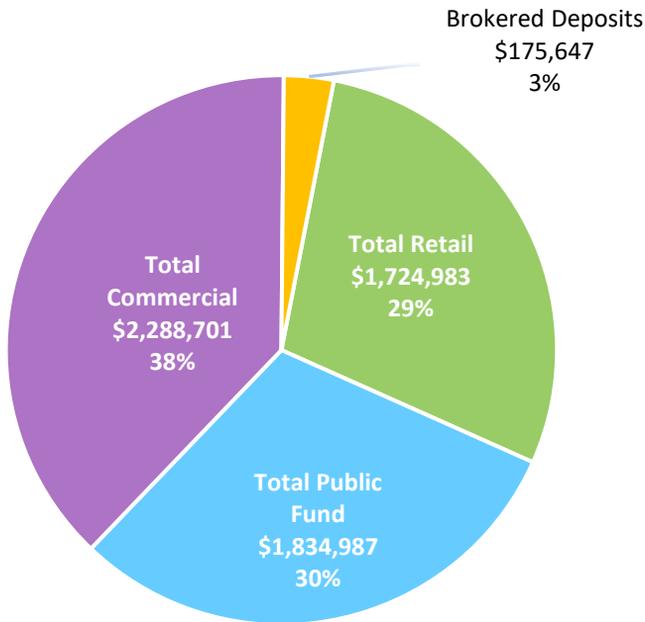
Asset Sensitive Balance Sheet Maintains Neutral Shift



Graph presents 12 month projected net interest income simulation results as of September 30, 2025 using parallel shocks

Deposit Composition Provides Diversification

Core Deposit Growth Consistently Funds Loan Growth



September 30, 2025

Total Deposits - \$6.0 billion

DDA \$1,268,241

DDA % of Total Deposits – 21%

(000's)

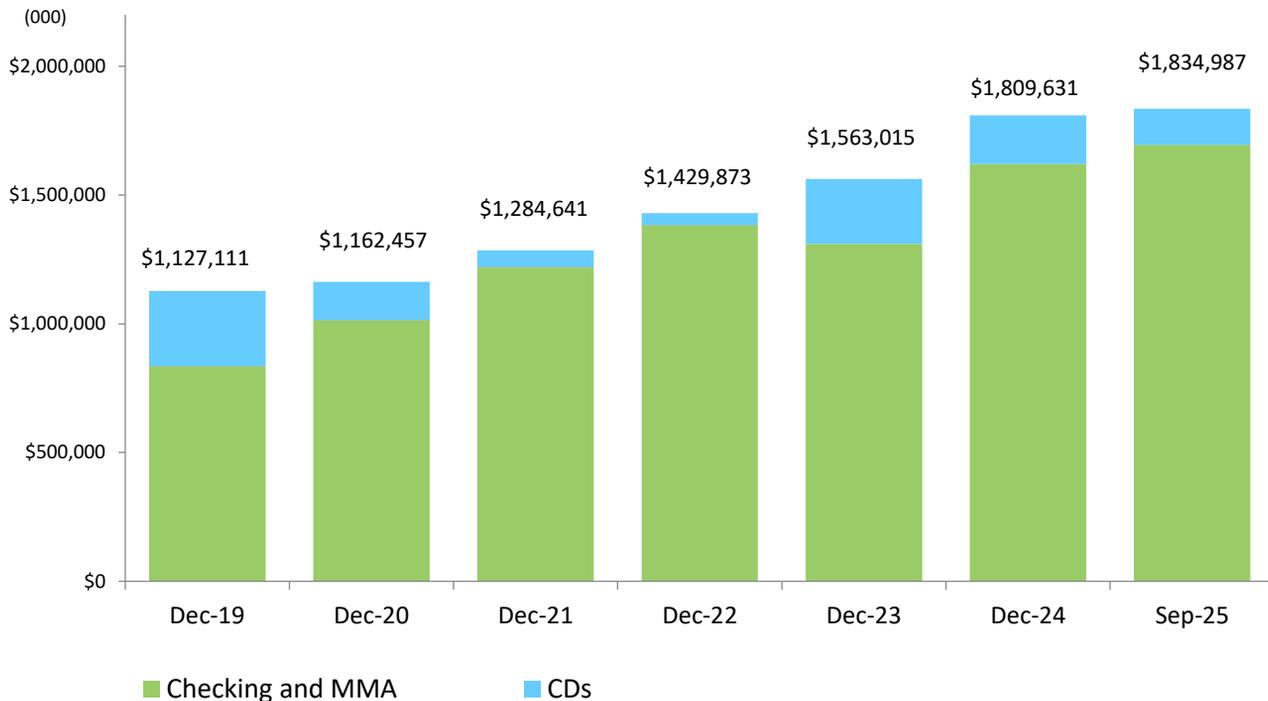
Diversified Deposit Base

Deposit Franchise Consists of Broad-based and Deep Relationships

- Deposit composition is stable with growth in all three deposit segments
- 98% of deposit accounts are less than \$250,000 at September 30, 2025
- Public Funds in Indiana are covered by the Public Deposit Insurance Fund (PDIF). Collateral is not pledged to public funds.

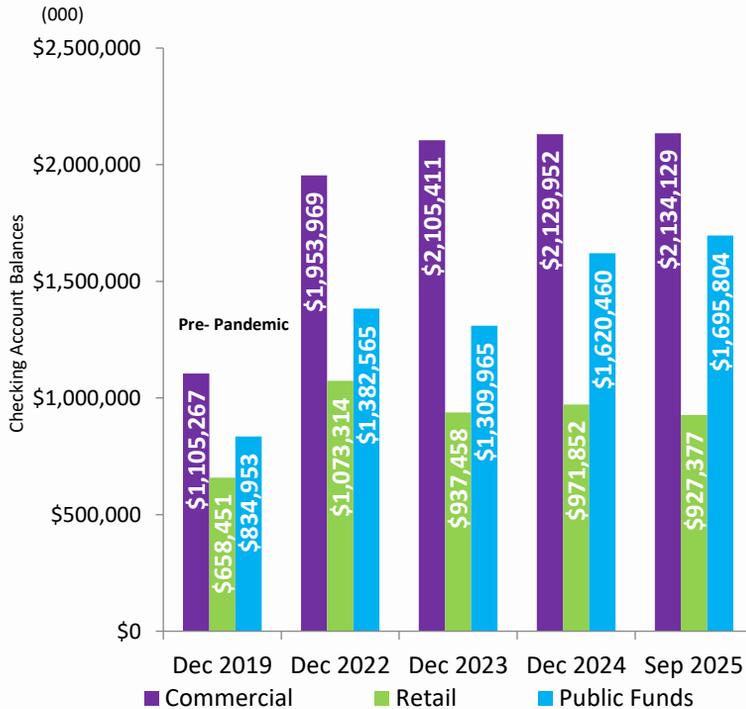
Public Fund Deposit Trends

86% of Large Public Fund Deposits are Operating Relationships



Checking Accounting Trends by Deposit Sector

Commercial Accounts Grow by 23% since December 2019



Note: Checking account balances include demand deposits and interest-bearing checking products and exclude goal accounts

Checking Account Average Balances by Deposit Type			
(000)	Commercial	Retail	Public Funds
09/30/25	\$134	\$15	\$6,281
12/31/24	\$136	\$16	\$6,209
12/31/23	\$137	\$15	\$5,369
12/31/22	\$132	\$18	\$6,615
12/31/21	\$144	\$20	\$6,004
12/31/19	\$86	\$12	\$4,073

Number of Checking Accounts by Deposit Type			
	Commercial	Retail	Public Funds
09/30/25	15,956	63,206	270
12/31/24	15,663	62,626	261
12/31/23	15,402	61,725	244
12/31/22	14,824	60,528	209
12/31/21	14,414	59,492	203
12/31/19	12,921	56,177	205

Shareholder Value Strategy

1. Commercial Banking Focus
2. High Quality Team Members
3. Proven Organic Growth Experience
4. Focus on Core Deposit Funding
5. Commitment to Technology

Commercial Banking Focus

Experienced Relationship Driven Team

- 47 credit “smart” commercial bankers
- Average 23 years in banking & 13 years at Lake City Bank
- We live where we lend
- Face to face calling matters and is a team effort
- Deep organizational structure provides credit and administrative support
- We cross sell aggressively by leveraging technology
- Capital capacity supports organic loan growth

Credit Process

Commercial Banking Focus

- Our credit discipline has never changed
- We have a centralized committee structure
- We are in-market lender to in-market clients
- Character matters – we lend to people first
- We focus on management/cash flow
- Structure is important and is disciplined
- CRE portfolio is focused on owner occupied, in-market multifamily, and strong credit tenant transact projects

Corporate Social Responsibility

Over 153 Years of Focusing on Our Customers, Employees
and Our Communities

- Supporting our communities since 1872
- Focusing on continued, positive corporate stewardship
- Caring for and building a diverse and inclusive team
- Delivering customer-focused loan and deposit products to our communities
- Developing strong cybersecurity controls to protect our customers' data
- Supporting financial literacy in our footprint

Lake City Bank Culture

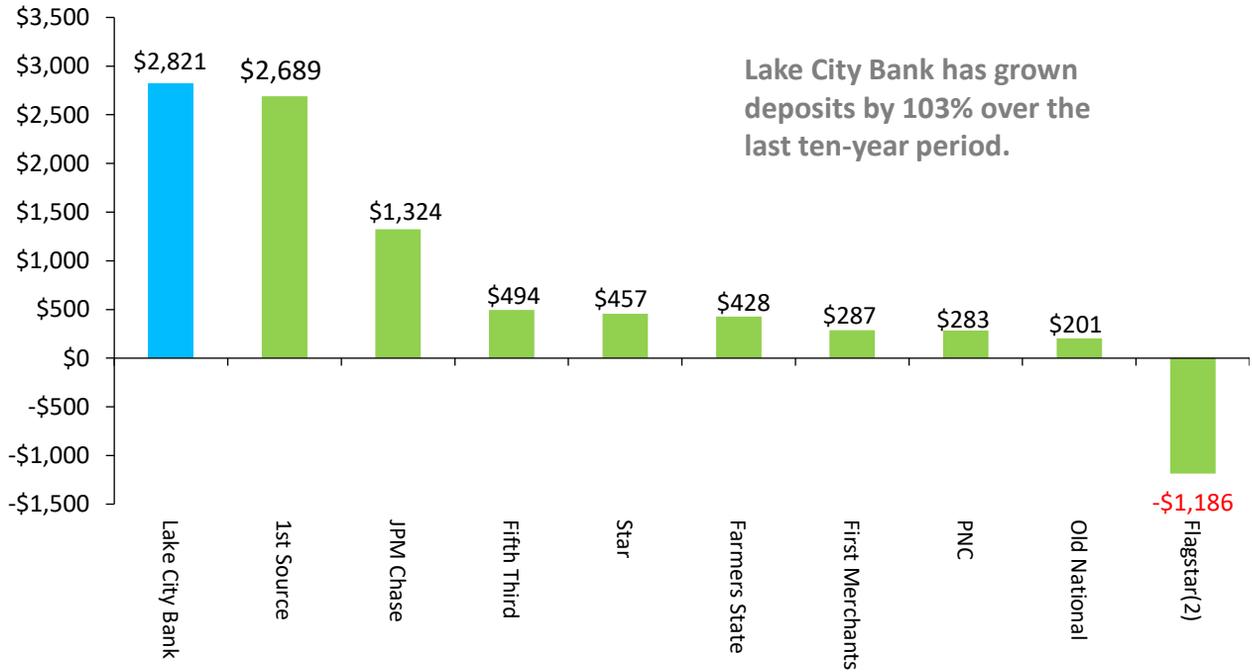
High Quality Team Members

- Our culture is our greatest asset and we will preserve it
- Lake City University drives our culture
- Our community involvement is real and critical to our strategy
- Inclusion initiatives continue and create a culture of belonging
- Our culture has not been diluted by acquisition



Mature¹ Market Deposit Performance

Organic Growth 2015 – 2025



¹Mature Markets include 12 Northern Indiana counties and exclude 3 Central Indiana counties

²Flagstar acquired Wells Fargo branches in 2018

Totals adjusted to include branches subsequently acquired by surviving banks.

Source: FDIC 6/30/25 Statistics

Commitment to Technology

Innovation and Competitive Technology is a Focus

- Fintech partnerships play a significant role in our technology stack and enable delivery of innovative solutions to our customers
- Investments in Lake City Bank Digital, a Q2 product implemented in 2021 with ongoing functionality added since initial adoption
- Technology partnership with FIS is strong – User Planning Council and Strategic Planning Advisory Council
- Retail and Commercial platforms ensure competitive positioning
- AI and data gathering and analysis is playing an increasingly important role
- Branch design and functionality is ever evolving based on client transaction, relationship activity and geographic expansion plans

Channel Utilization Today versus Pre-Pandemic

Mobile Adoption Outpacing All Other Delivery Channels

Channel Type	Total Transactions 2019 ⁽¹⁾	% of Total	Total Transactions 2025 ⁽¹⁾	% of Total	Period Change
Branch Transactions	2,279,975	18%	2,038,771	13%	(11)%
ATM/ITM	944,785	7%	717,008	5%	(24)%
Online Logins	5,058,317	40%	3,933,463	26%	(22)%
Mobile Logins ⁽²⁾	4,199,910	33%	8,487,264	55%	102%
Telephone Banking	265,475	2%	181,756	1%	(32)%
Total	12,748,462	100%	15,358,262	100%	20%

⁽¹⁾ Measurement period includes twelve months of data ending December 31, 2019, and September 30, 2025

⁽²⁾ Includes mobile phone, Apple watch and iPad app use

Customer Composition and Digital Adoption

Digital Adoption Across All Generations Is Strong

Customer Composition and Digital Adoption Over Three Years

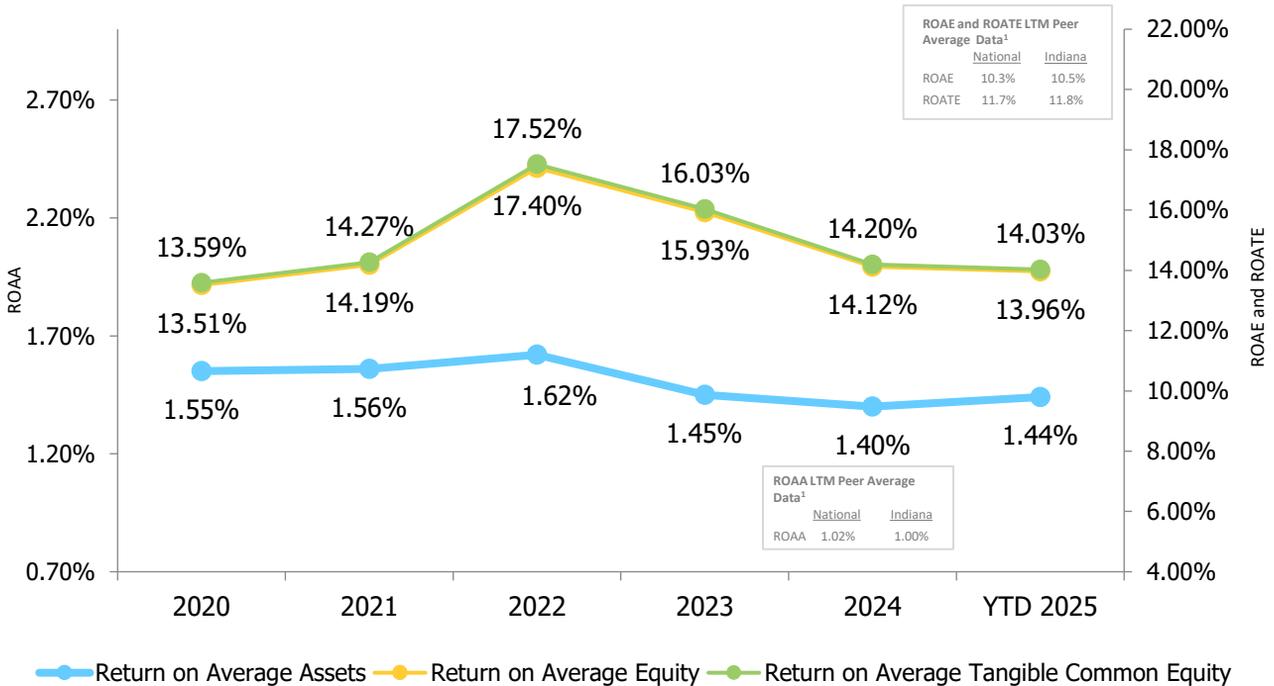
Generation ⁽¹⁾	Customer Breakdown	9/30/25	9/30/24	9/30/23
Gen Alpha (2010 - Current)	4%	5%	2%	n/a
Gen Z (1996 - 2009)	16%	73%	70%	53%
Millennial (1977 - 1995)	26%	60%	60%	59%
Gen X (1965 - 1976)	19%	52%	51%	50%
Baby Boomer (1946 - 1964)	28%	46%	45%	44%
Mature (1945 or before)	7%	32%	31%	30%
Digital Adoption		52%	51%	50%

⁽¹⁾ Gen Alpha was added in January 2024

Financial Performance

Income Performance Metrics

LKFN Performance Exceeds National Peers and Contributes to Strong Capital Levels

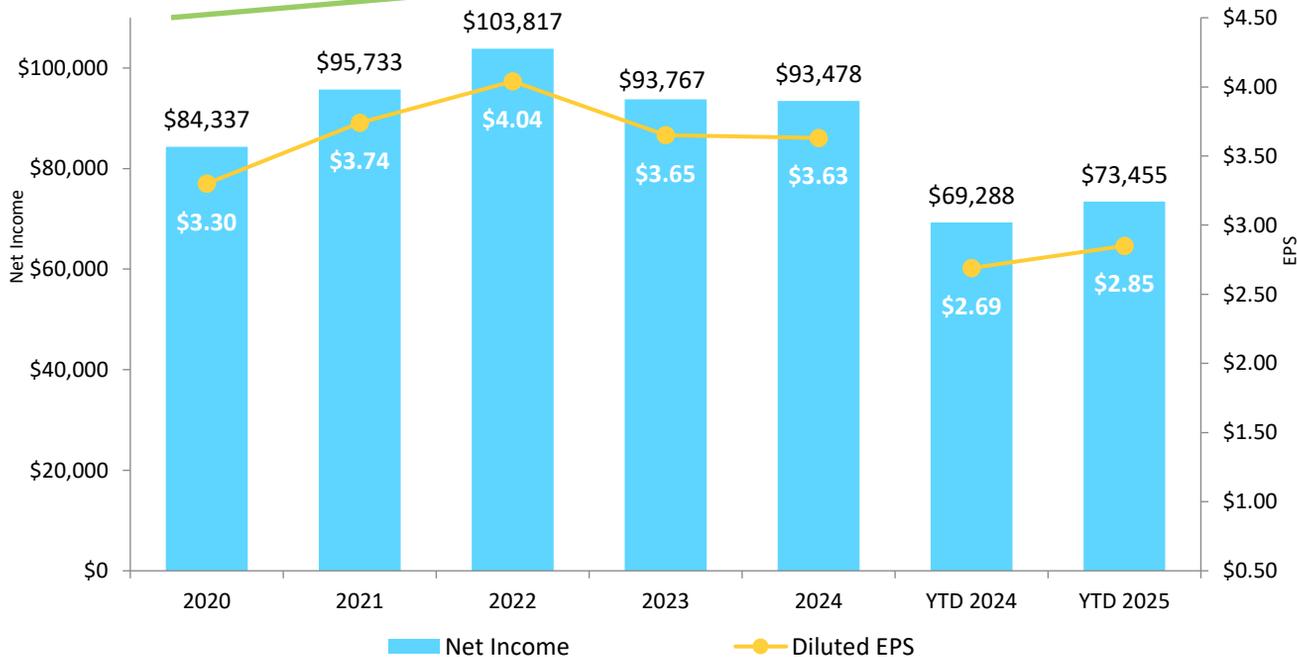


¹Source KBW Price Performance Review June 30, 2025

Net Income and EPS

Net Interest Income Growth of 13% in 2025

1% CAGR



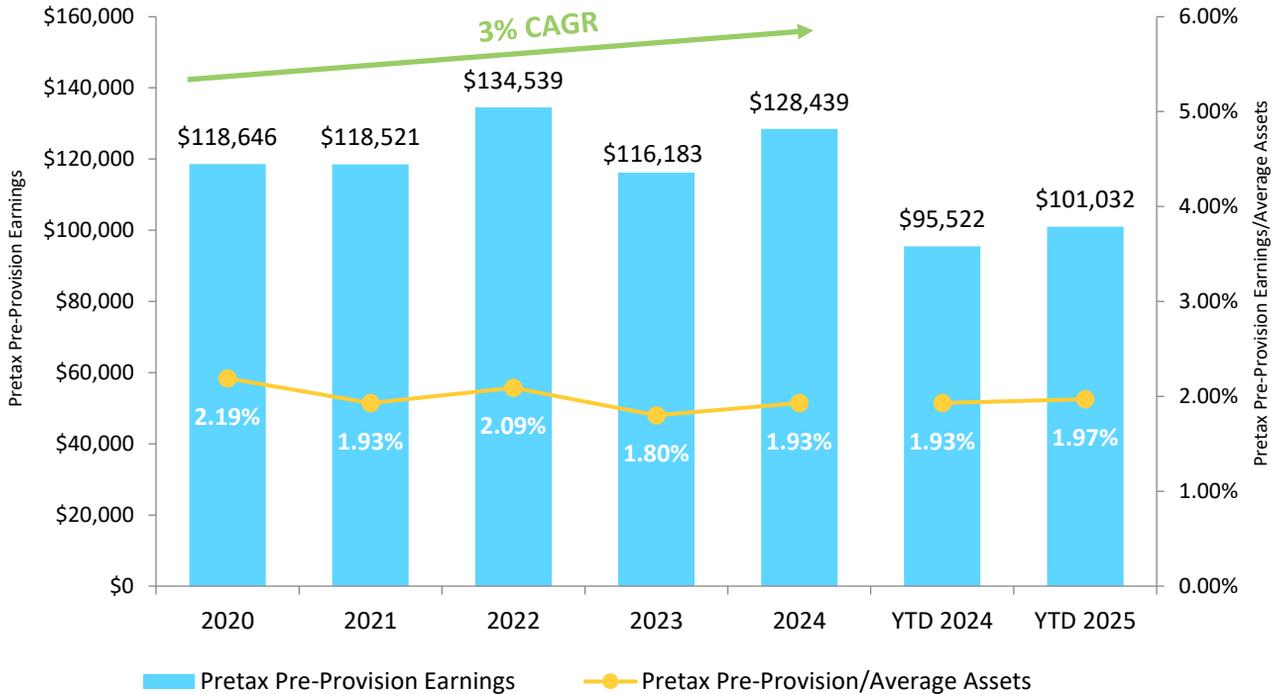
2025 Net Income YOY 6%
2025 Diluted EPS YOY 6%

Compound annual growth rate "CAGR" is based on the most recent 5-year calculation



Pretax Pre-Provision Earnings

Pretax Pre-Provision Earnings Improves by 6% in 2025



Compound annual growth rate "CAGR" is based on the most recent 5-year calculation

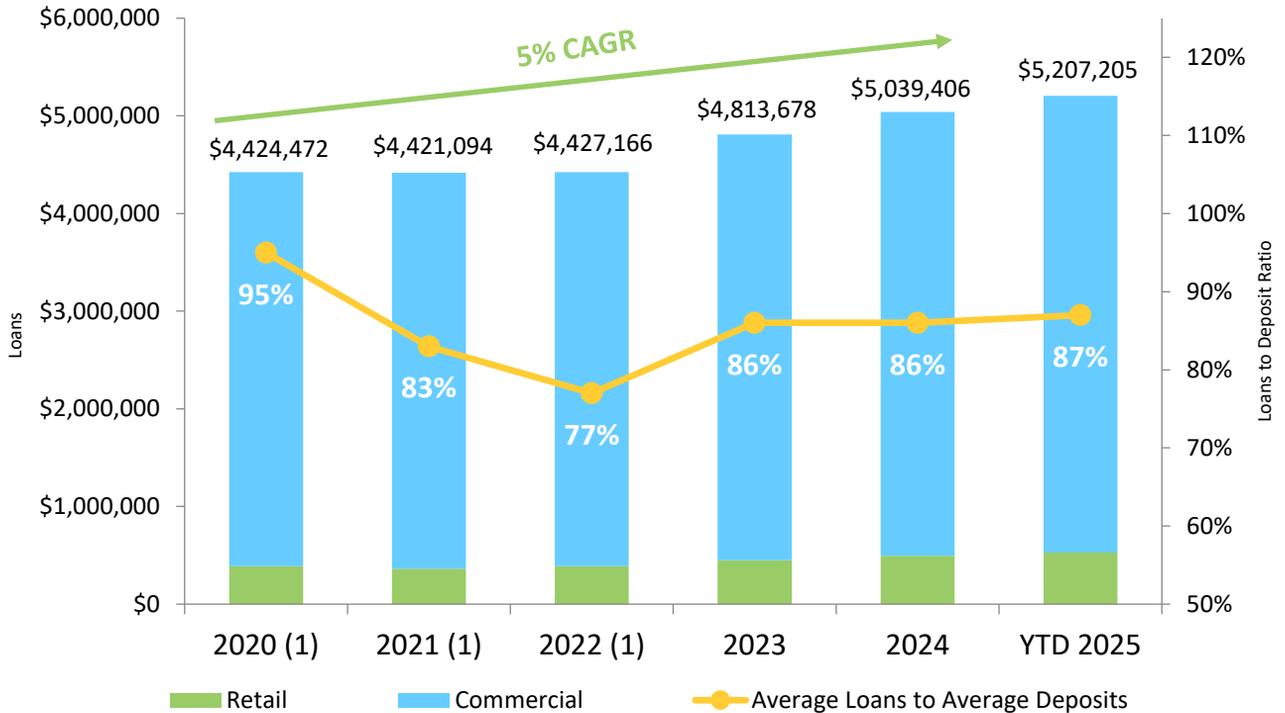
2025 Pretax Pre-Provision Earnings YOY Increase 6%



Note: Pretax Pre-Provision Earnings is a Non-GAAP financial measure. See "Reconciliation of Non-GAAP Financial Measures" in the Third Quarter 2025 Earnings Press Release and Form 8-K.

Average Loans

Average YTD Loan Growth of \$184 million or 4% Compared to Prior Year



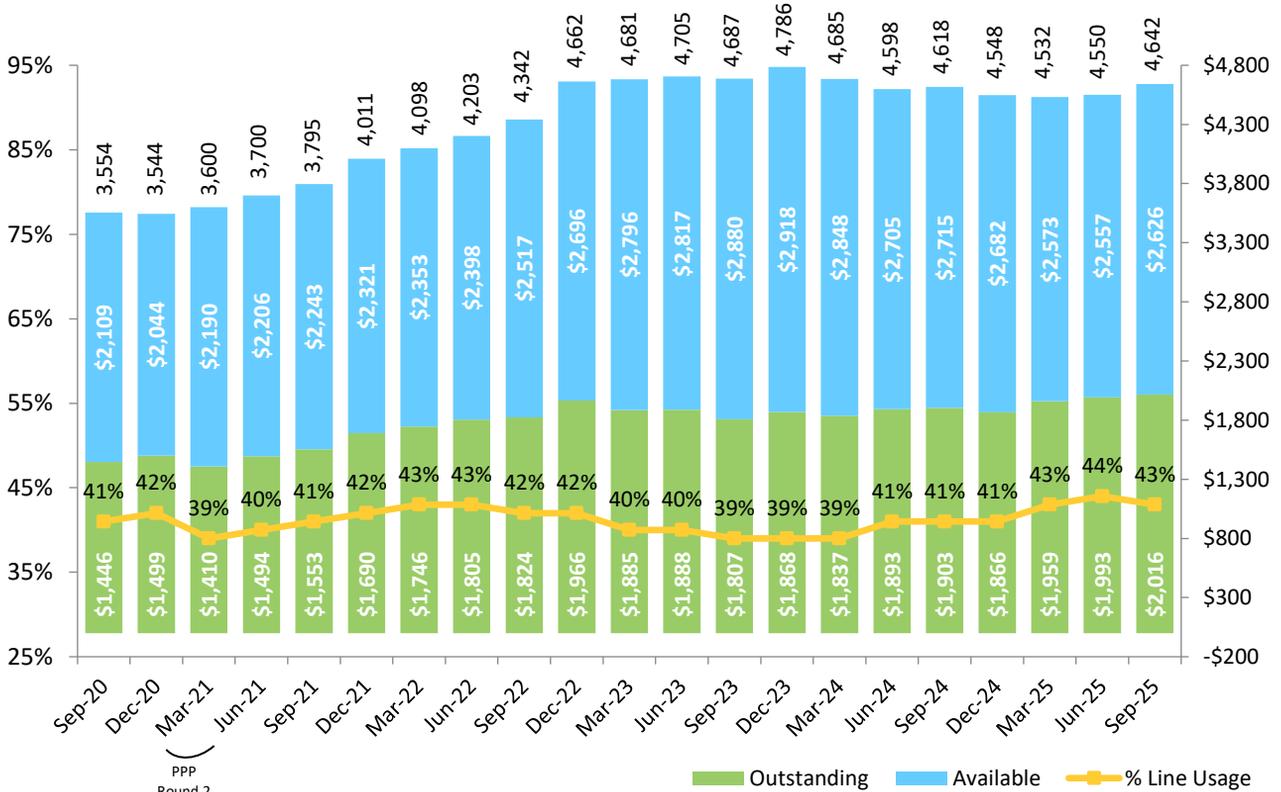
(1) Includes \$377 million in Average PPP loans in 2020, \$238 million in 2021, and \$8 million in 2022

Compound annual growth rate "CAGR" is based on the most recent 5-year calculation

2025 YOY Increase 4%

Line of Credit Utilization

Line Utilization Improves in 2025

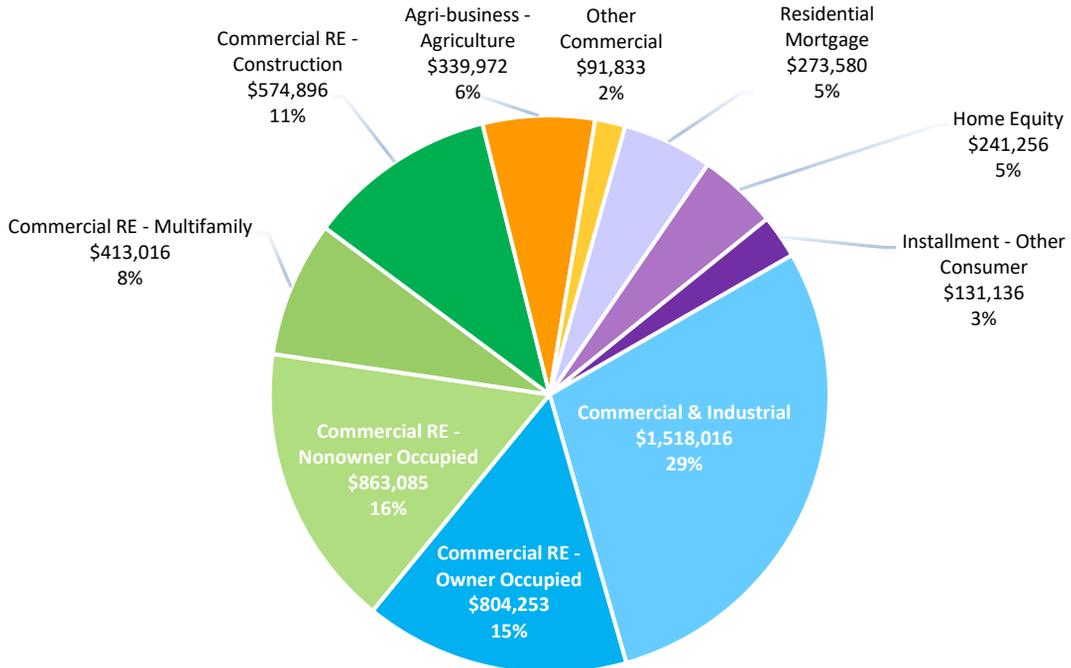


PPP Round 2



Loan Portfolio Breakdown

C&I Drives Lending Business

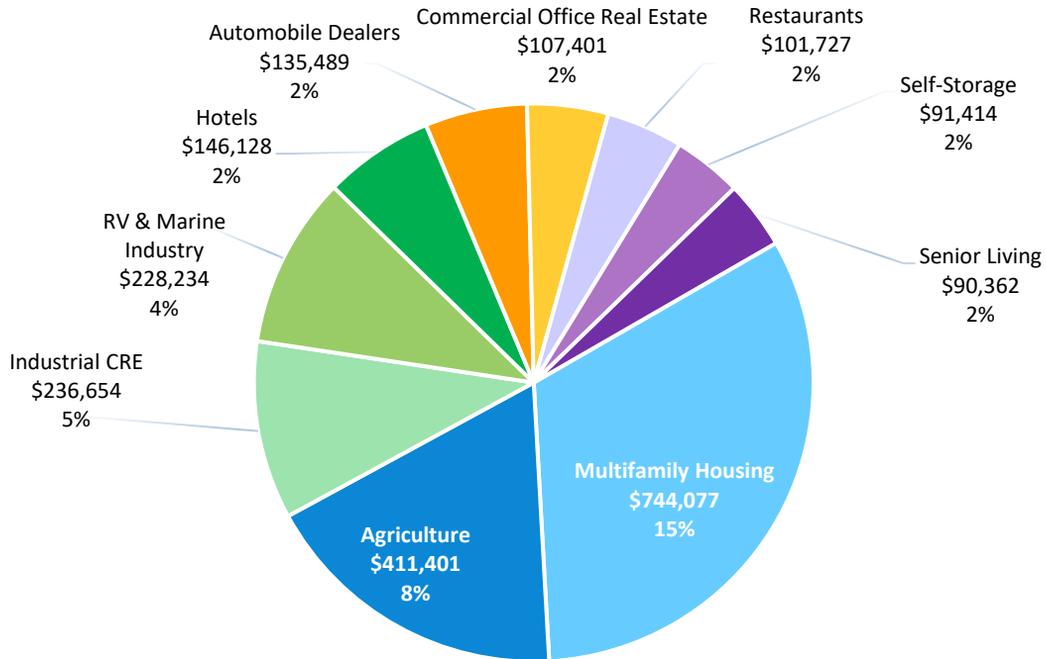


\$5.3 billion as of September 30, 2025

(000's)

Top 10 Industry Concentrations

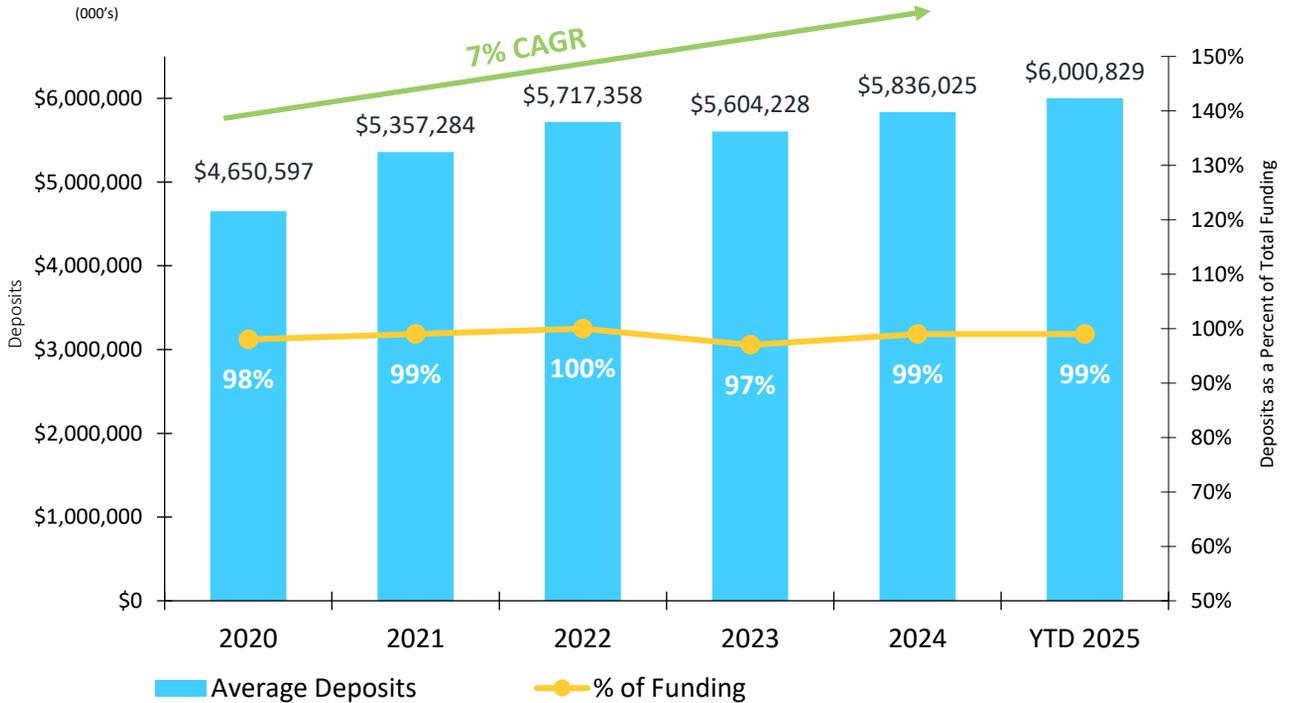
Loan Portfolio is Diversified



Top 10 Industries Represent 44% or \$2.3 billion of Total Loans

Average Deposits

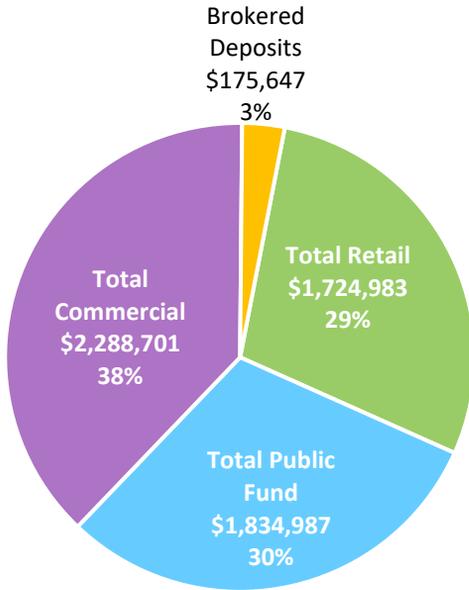
Average YTD Deposit Growth of \$224 million or 4% Compared to Prior Year



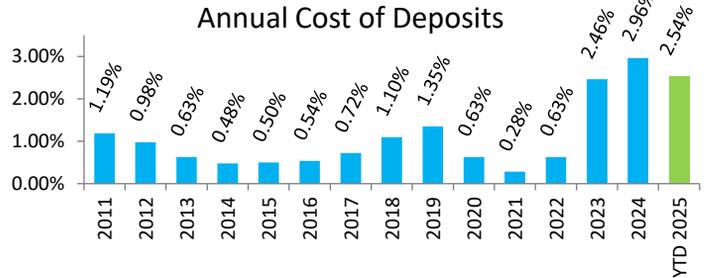
2025 YOY Increase 4%

Deposit Breakdown

Deposit Costs Are Repricing Downward with Federal Funds Rate Cuts



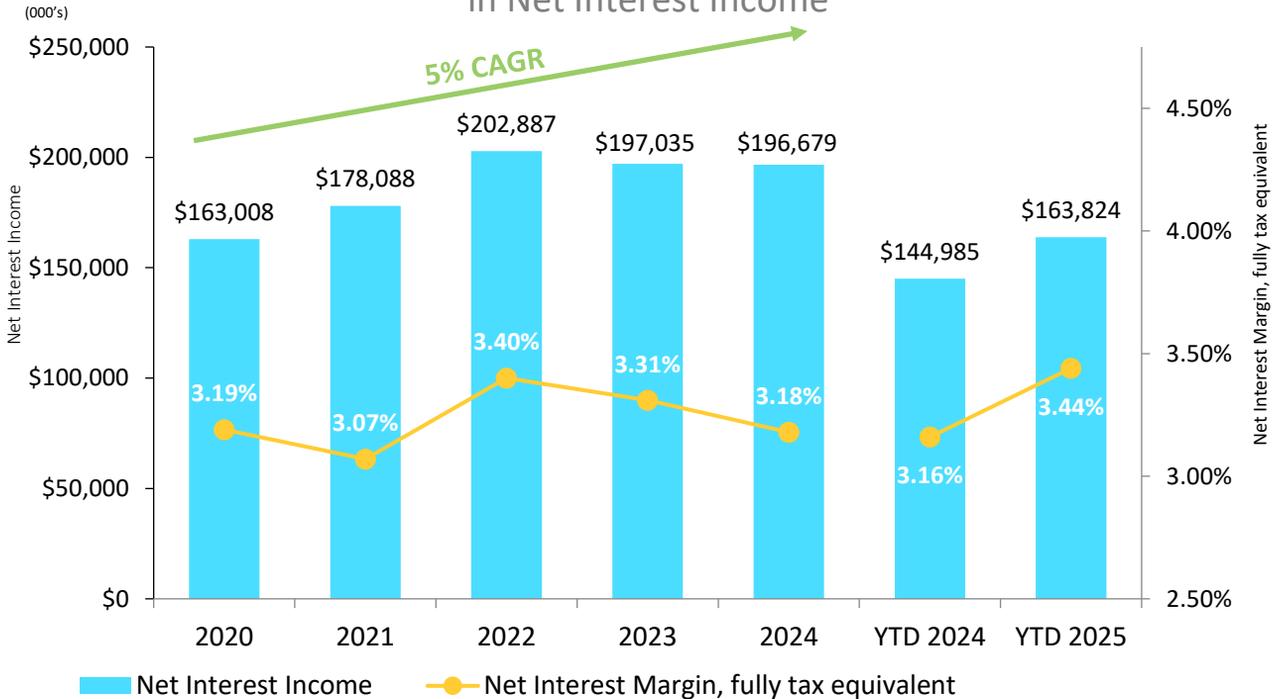
September 30, 2025
 Total Deposits - \$6.0 billion
 (000's)



Deposit Composition at end of period	2019	2025
Non-interest Bearing Demand Deposits	24%	21%
Interest Bearing Demand, Savings & MMA	47%	66%
Time Deposits > or = to \$100,000	22%	10%
Time Deposits < \$100,000	7%	3%
Total Deposits (billions)	\$4.1	\$6.0

Net Interest Income

Net Interest Margin Expansion and Loan and Deposit Growth Drive Increases in Net Interest Income

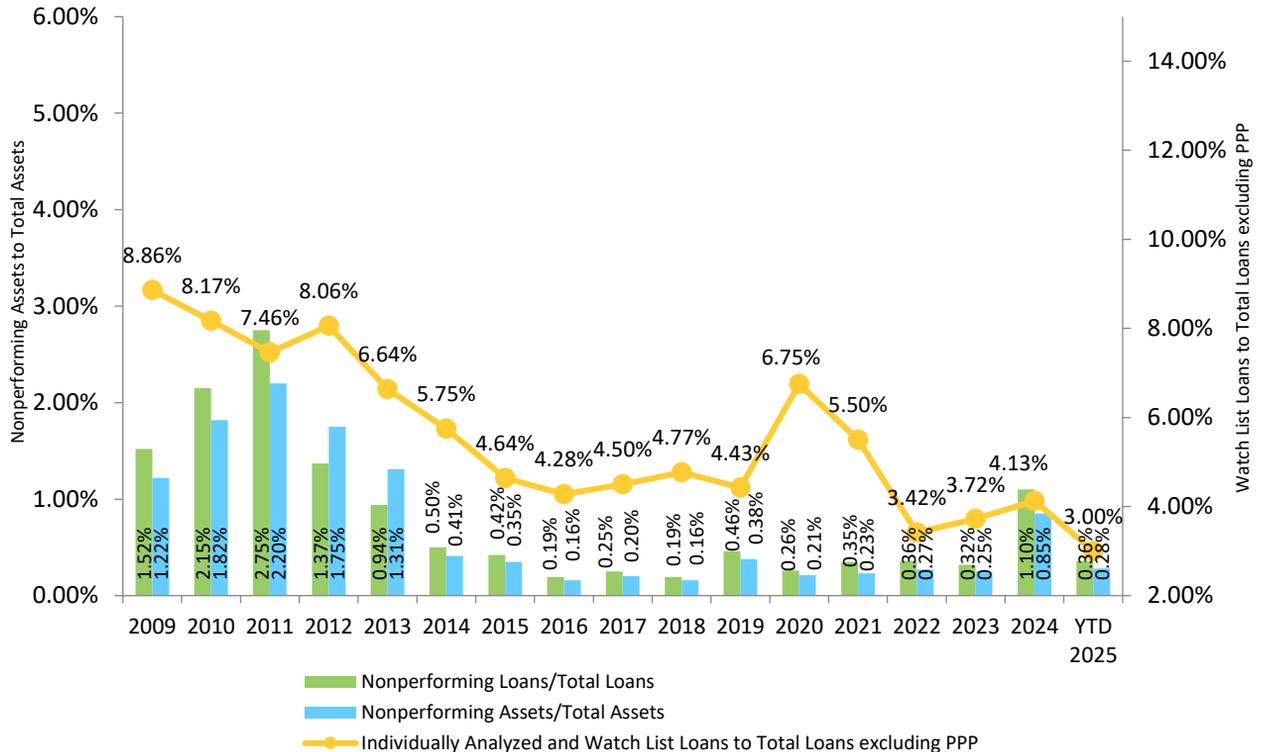


Compound annual growth rate "CAGR" is based on the most recent 5-year calculation

2025 YOY Increase 13%

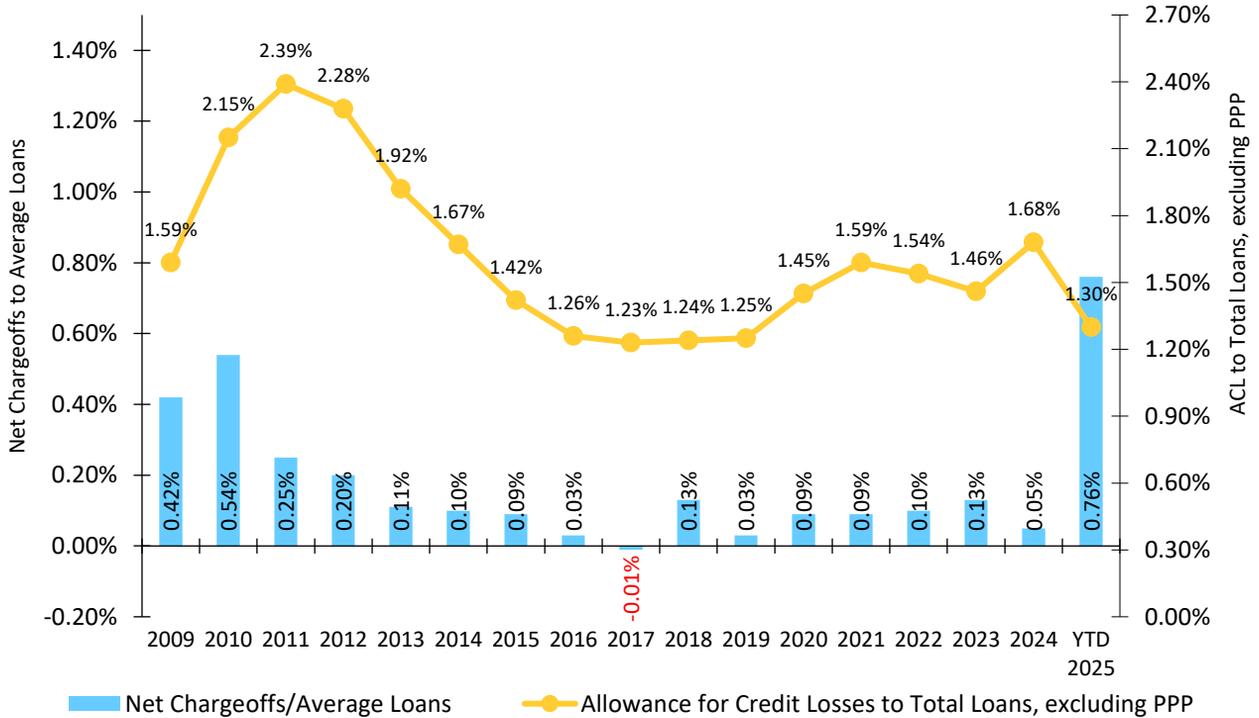
Asset Quality

Total Individually Analyzed and Watchlist Loans at a 23 Year Low As a Percentage of Total Loans



Asset Quality

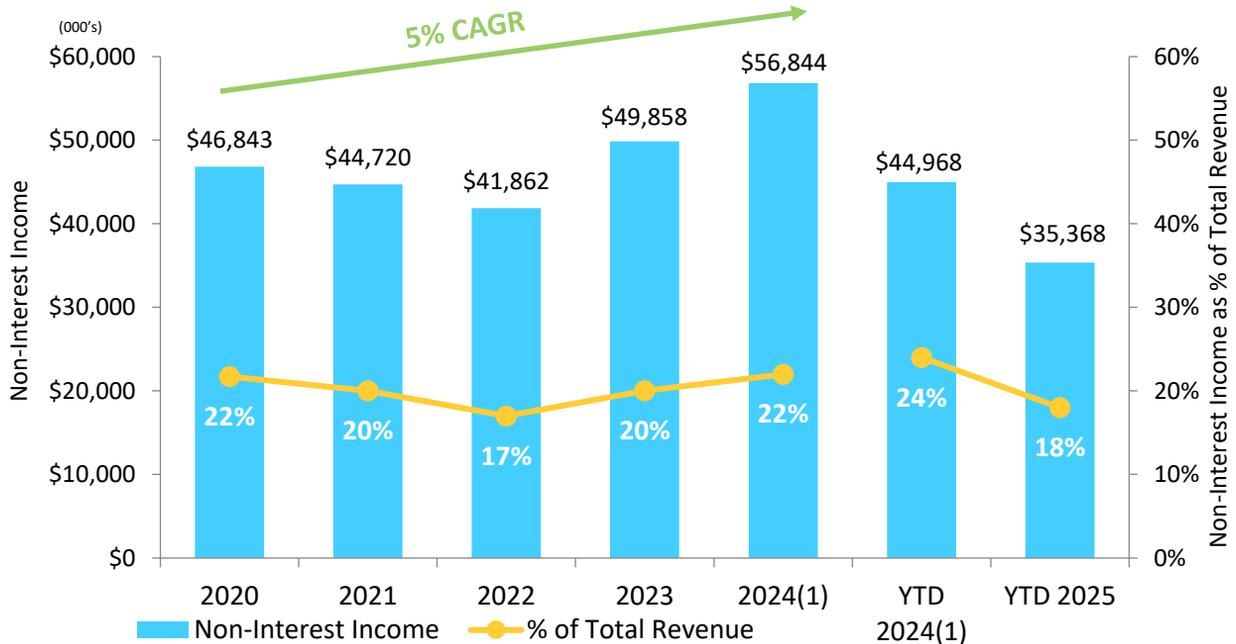
Allowance for Credit Losses Coverage Normalizes



Note: Current Expected Credit Loss ("CECL") Standard adopted effective 1/1/21

Noninterest Income

Wealth Advisory Group and Treasury Management Fees Continue to Grow



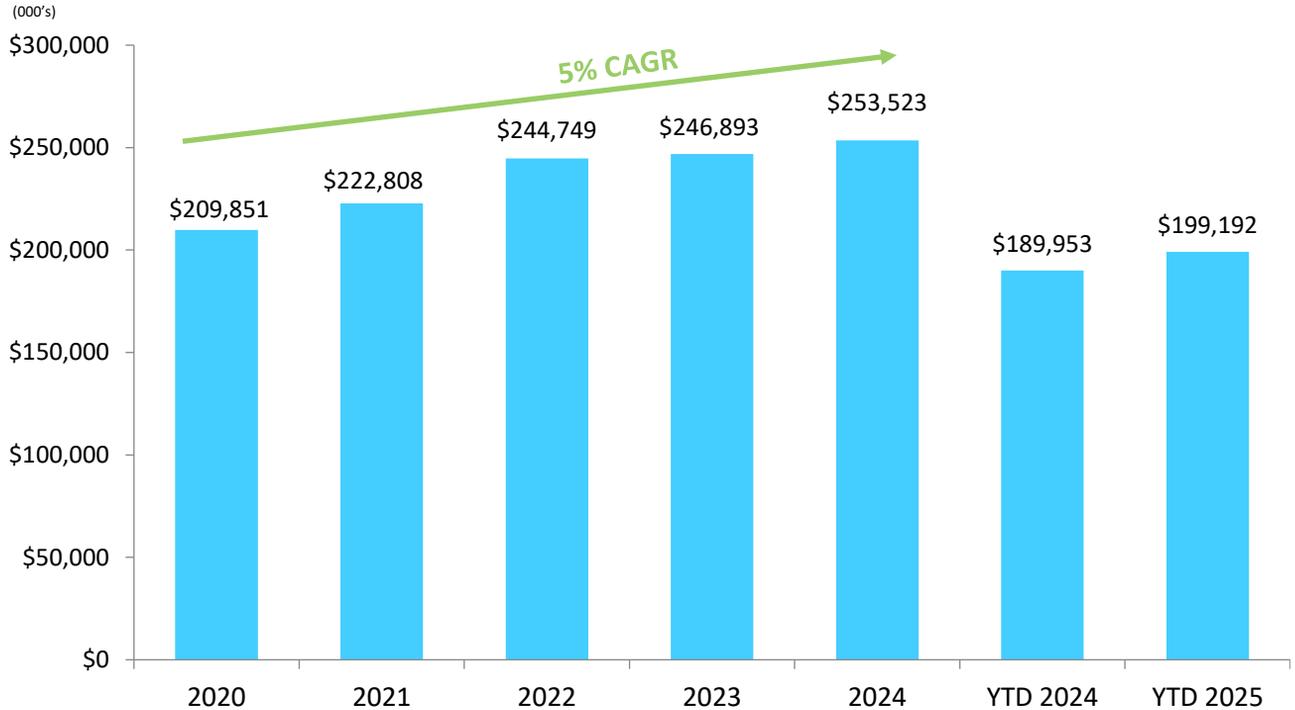
(1) Noninterest Income includes \$10.0 million of non-core income in 2024. See the "Reconciliation of Non-GAAP Financial Measures" in the third quarter 2025 Earnings Press Release and Form 8-K

Compound annual growth rate "CAGR" is based on the most recent 5-year calculation

2025 YOY Decrease (21%)
 2025 YOY Core Noninterest Income Increase 1%⁽¹⁾

Total Revenue

Revenue Growth Benefits from Double Digit Growth in Net Interest Income



Compound annual growth rate "CAGR" is based on the most recent 5-year calculation

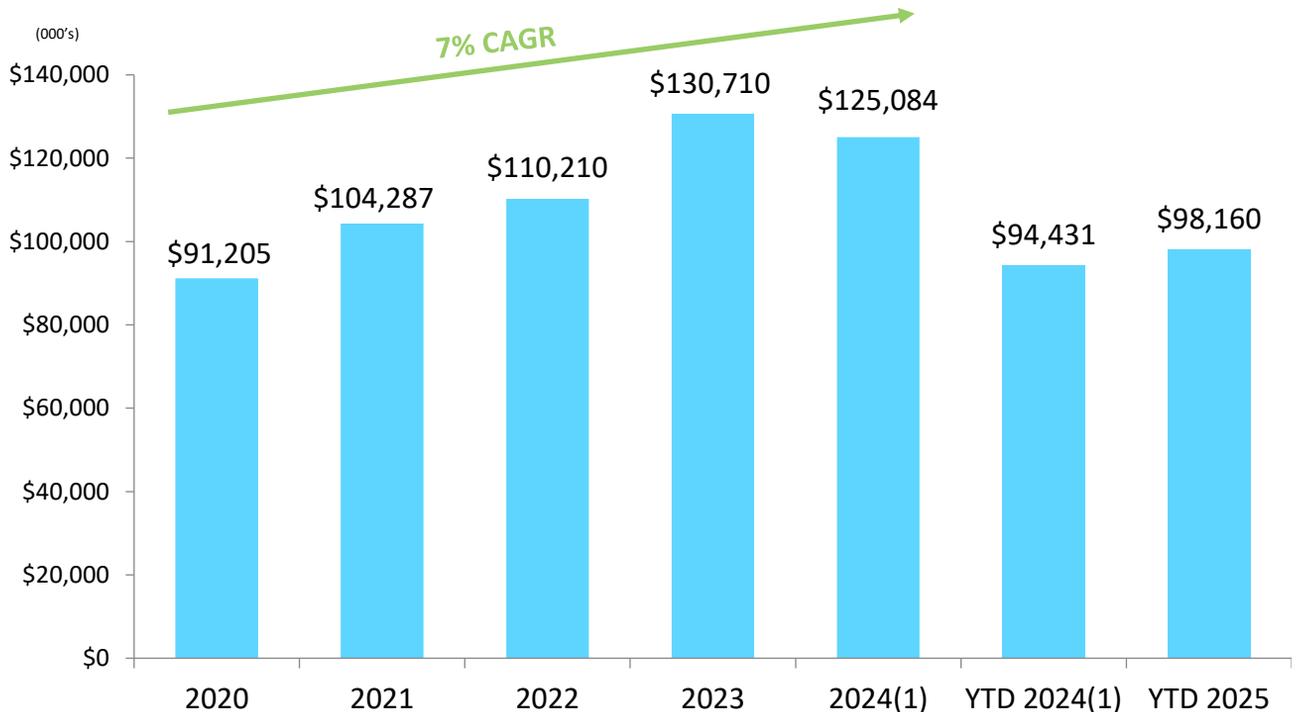
2025 YOY Increase 5%
 2025 YOY Core Revenue Increase ¹ 11%



(1) Core revenue includes \$10.0 million of non-core income in 2024. See the "Reconciliation of Non-GAAP Financial Measures" in the third quarter 2025 Earnings Press Release and Form 8-K

Noninterest Expense

Disciplined Investment in People and Technology Continues



(1) Noninterest Expense includes \$4.5 million of non-core expense in 2024. See the "Reconciliation of Non-GAAP Financial Measures" in the third quarter 2025 Earnings Press Release and Form 8-K

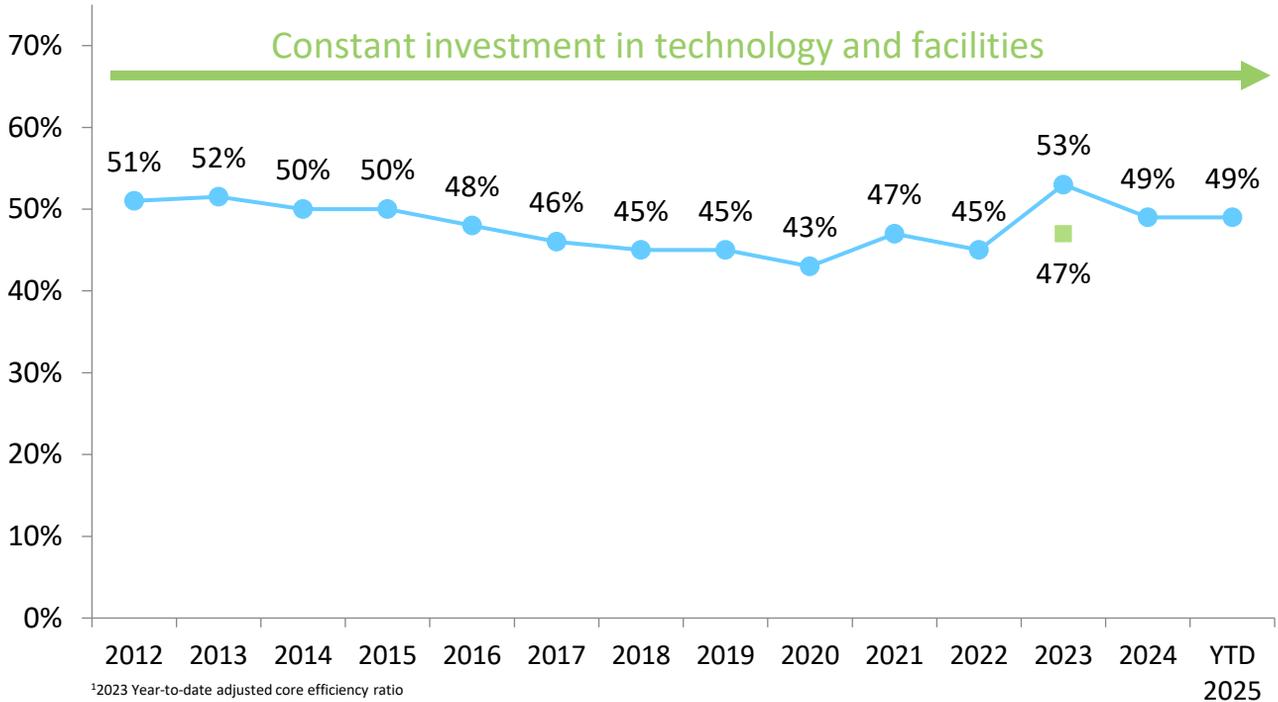
Compound annual growth rate "CAGR" is based on the most recent 5-year calculation

2025 YOY Increase 4%

2025 YOY Core Noninterest Expense Increase 9%⁽¹⁾

Efficiency Ratio

Efficiency Ratio is Stable



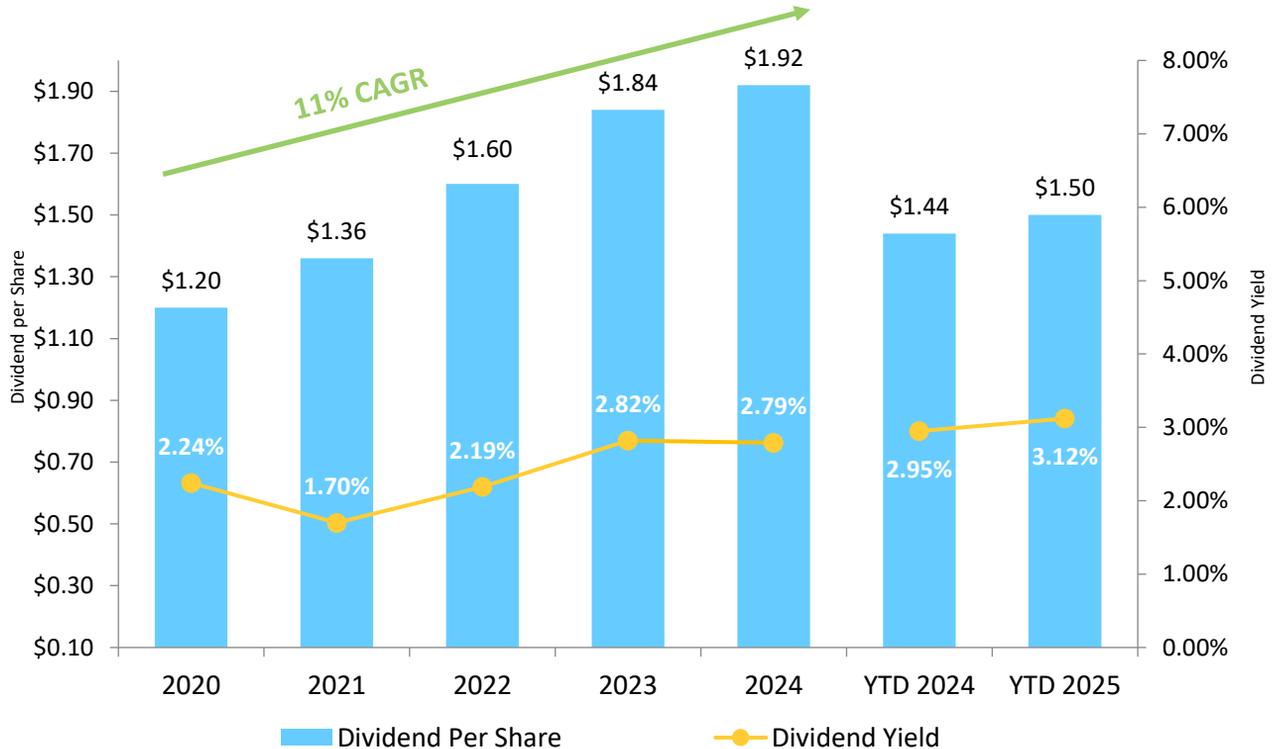
¹2023 Year-to-date adjusted core efficiency ratio excludes the second quarter 2023 wire fraud loss, net, of salary and benefits adjustment for a total of \$16.2 million

● Efficiency Ratio

■ Adjusted Core Efficiency Ratio

Stable Healthy Dividend

Growth in Dividend Reflects Strength of Capital

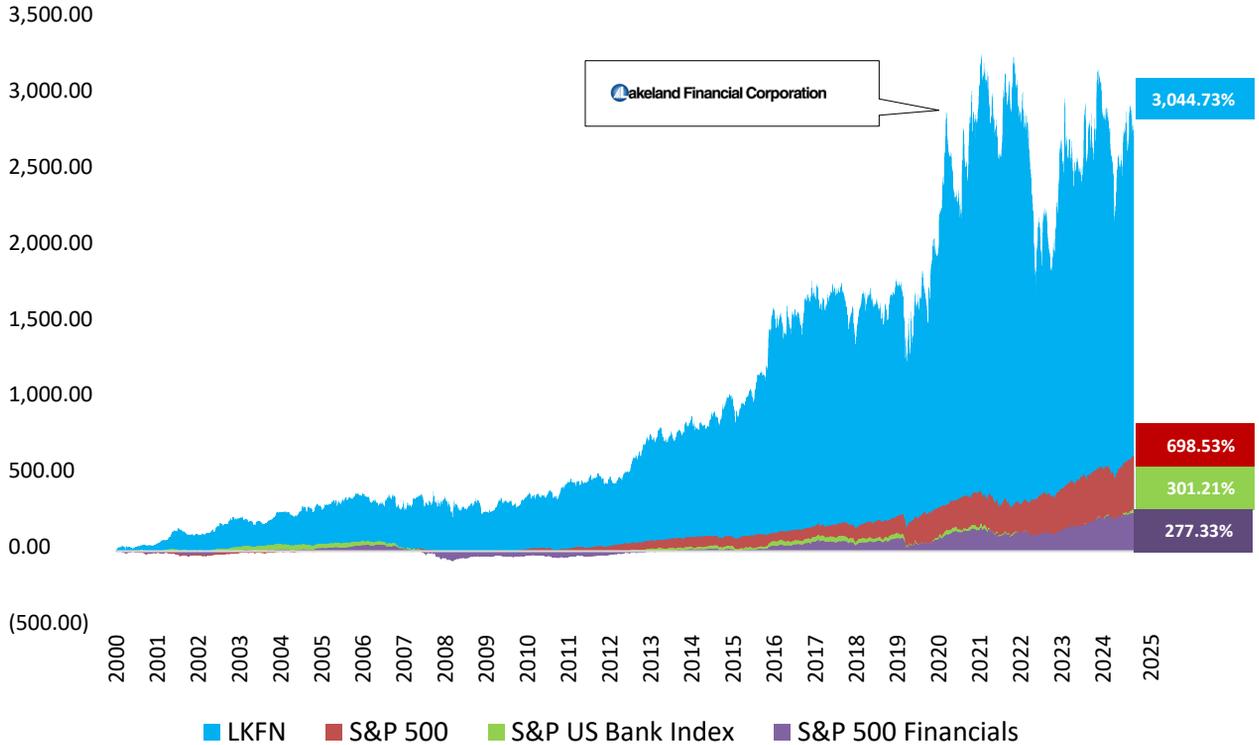


Compound annual growth rate "CAGR" is based on the most recent 5-year calculation

2025 YOY Increase 4%

LKFN Shareholder Value

Total Return Performance from 12/31/00 to 9/30/25



Investment Highlights

- Proven History of Organic Growth
- Disciplined and Focused Strategy
- Strong Internal Culture
- Consistent Execution and Financial Results
- Service Excellence Drives Shareholder Value
- Unwavering Focus on Core Business Strategy
- Dedication to Long-term Shareholder Value Creation

Supplemental Information

Lake City Bank Capital Adequacy

Capital Strength Continues

Regulatory Ratio Description *	September 30, 2025 Actual	Well-Capitalized Threshold	Capital Cushion (in 000's)	Non-GAAP AOCI and HTM Losses-after tax	Non-GAAP Excess Capital after AOCI and HTM	Non-GAAP Adjusted Capital Ratios with AOCI and HTM Losses
Tier 1 Leverage Ratio	12.48%	5.00%	\$525,700	\$(155,171)	\$370,529	10.27%
Common Tier 1 (CET)	14.96%	6.50%	\$495,871	\$(155,171)	\$340,700	12.31%
Tier 1 Risk Based Capital	14.96%	8.00%	\$407,905	\$(155,171)	\$252,734	12.31%
Tier 2 Risk Based Capital	16.12%	10.00%	\$358,875	\$(155,171)	\$203,704	13.47%

* Regulatory Ratios are preliminary pending the finalization of regulatory filings

Robust Liquidity Sources

- Available liquidity is stable at \$3.6 billion, a decrease from \$3.7 billion at September 30, 2024
- Sources of liquidity are varied and represent wholesale funding and brokered deposits
- Brokered deposits represent 3% of total deposits compared to 2% at September 30, 2024
- Noncore funding represented 4% of total deposits and purchased funds as of September 30, 2025, compared to 2% as of September 30, 2024

Liquidity Preparedness

September 30, 2025

(000)	Liquidity Availability	Used	Unused/ Available	Additional Loan Collateral Available for Pledge
Secured/Committed Borrowings:				
Federal Home Loan Bank-Indianapolis ⁽¹⁾	\$ 651,374	\$ 56,200	\$ 595,174	\$ --
Federal Reserve Bank Discount Window	1,287,717	--	1,287,717	317,433
Total Secured/Committed	\$ 1,939,091	\$ 56,200	\$ 1,882,891	\$ 317,433
Unsecured/Uncommitted Borrowings:				
Brokered Certificates of Deposit ⁽²⁾	\$ 608,052	\$ --	\$ 608,052	\$ --
Brokered Money Market Deposit ⁽³⁾	206,851	175,647	31,204	--
Insured Cash Sweep-One Way Buy ⁽⁴⁾	100,000	--	100,000	--
Fed Fund Lines	395,000	--	395,000	--
Total Unsecured/uncommitted borrowings	\$ 1,309,903	\$ 175,647	\$ 1,134,256	\$ --
Investment Securities available for pledge:				
Agencies, MBS and CMO ⁽⁵⁾	215,536	--	215,536	--
Municipals ⁽⁶⁾	352,605	--	352,605	--
Total Investment Securities Available	568,141	--	568,141	--
Total Lake City Bank Liquidity Preparedness	\$ 3,817,135	\$ 231,847	\$ 3,585,288	\$ 317,433

(1) The BOD has authorized borrowing capacity up to \$800 million, and qualifying collateral is required for availability

(2) Brokered deposit capacity is equal to 10% of total deposits plus purchased funds, per LCB policy

(3) Brokered money market capacity is equal to 3% of total assets, per LCB policy

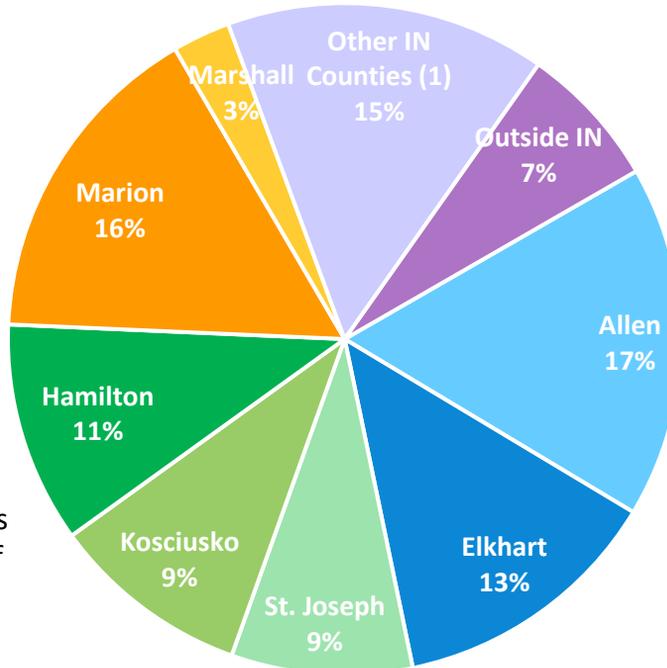
(4) Insured cash sweep OWB capacity is based on previous contracts with IntraFi Network (formerly Promontory)

(5) Investment securities are eligible collateral at the FRB – Discount Window and FHLB

(6) Municipal securities are eligible collateral at the FRB – Discount Window

Commercial Loans by County

Commercial Customers in 50 Indiana Counties and 20 Other States



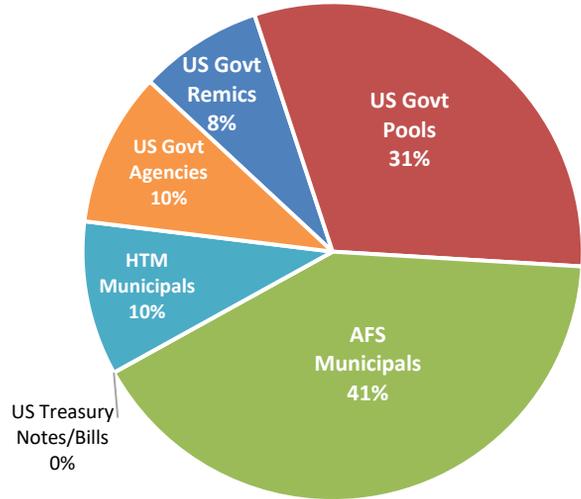
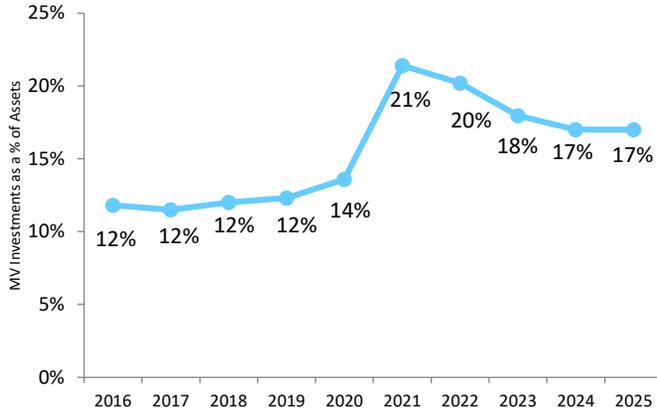
Commercial Loans
Outstanding as of
9/30/2025
\$4.6 billion

September 30, 2025

(000's)

Investment Portfolio

Recurring Cash Flows Used to Fund Organic Loan Growth



September 30, 2025

	Weighted Maturity	Book Yield	Market Value
US Govt REMICS	5.70	2.55	94,732
US Govt Pools	6.35	2.44	353,476
US Govt Agencies	7.77	1.78	117,067
US Treasury Notes/Bills	1.92	3.51	5,001
AFS Municipals (TEY)	14.01	2.89	461,662
HTM Municipals (TEY)	15.17	2.73	113,804
Total (Tax-Equivalent Yield)	10.47	2.60%	\$1,145,742

Carrying Value

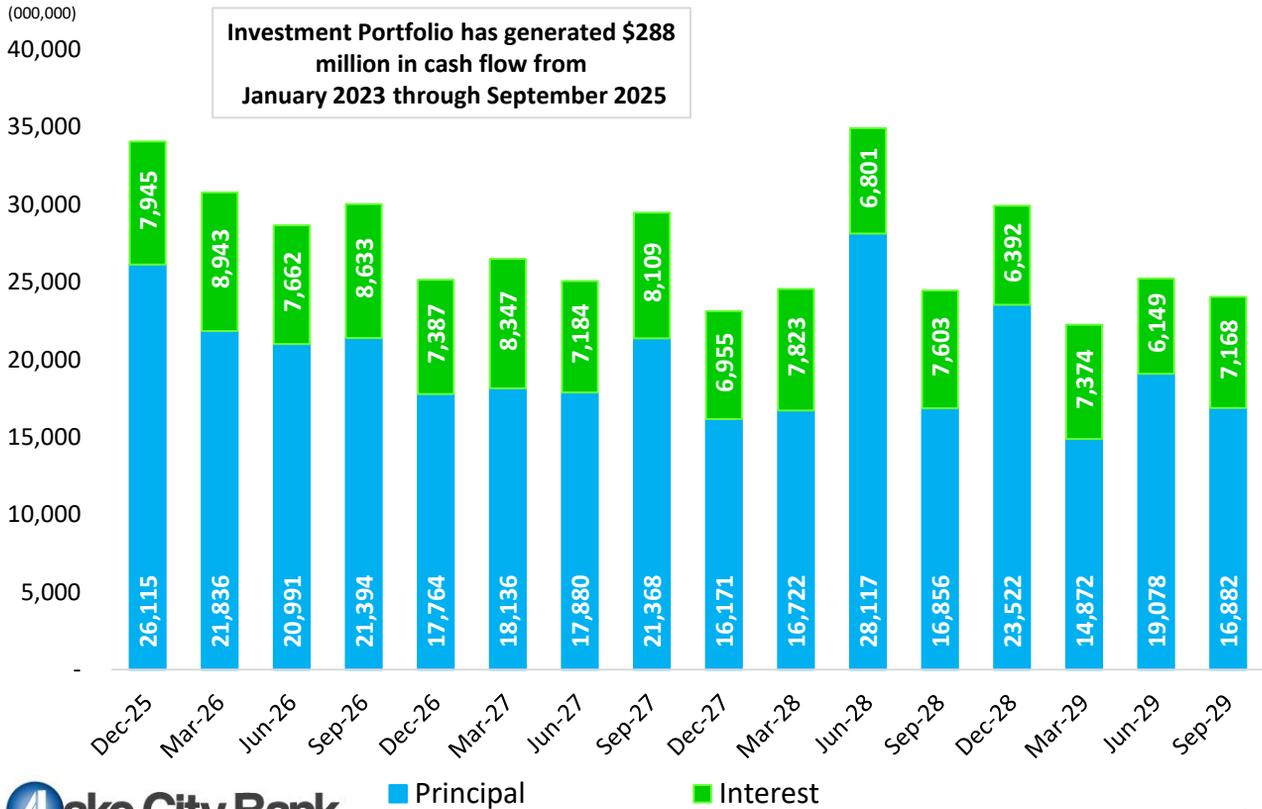
Held-to-Maturity \$ 132,799

Available-for-Sale \$ 1,031,938

Note: Ratio of total securities to total assets excludes PPP loans of \$412 million in 2020, \$26 million in 2021 and \$2 million in 2022 from total assets

Investment Security Portfolio Cashflows

Cash Flows of \$467 million Expected Through September 2029



Investment Portfolio Analysis

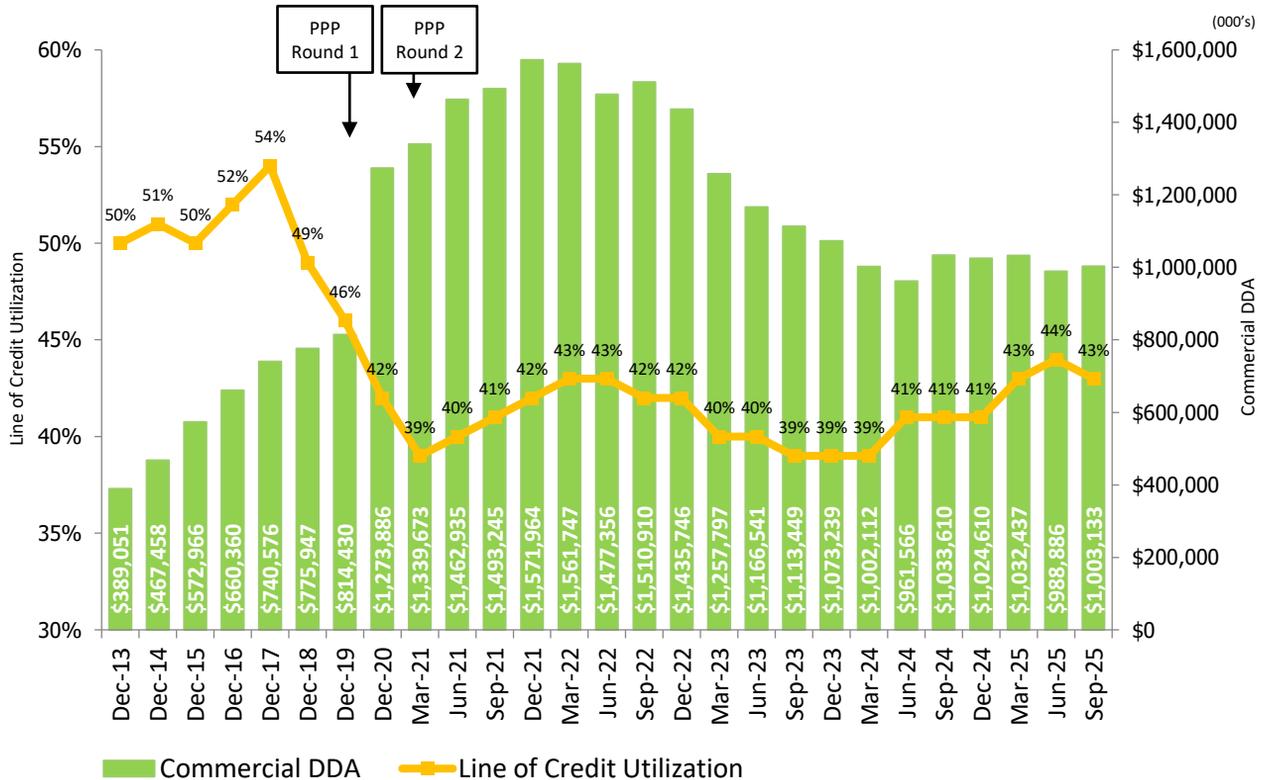
Investment Portfolio as a Percentage of Total Assets Continues to Decline

	9/30/2025			12/31/2024		
	Weighted Maturity	Market Value	% of Total	Weighted Maturity	Market Value	% of Total
US Govt REMICS	5.70	94,732	8%	6.05	85,794	8%
US Govt Pools	6.35	353,476	31%	6.83	336,615	30%
US Agencies	7.77	117,067	10%	8.36	109,435	10%
US Treasury Notes/Bills	1.92	5,001	0%	--	--	--
AFS Municipals (Exempt)	14.01	461,662	41%	14.75	459,582	42%
HTM Municipals	15.17	113,804	10%	15.92	113,107	10%
Total	10.47	\$1,145,742	100%	11.14	\$1,104,533	100%
Unrealized losses AFS		(\$159,926)			(\$191,075)	
Unrealized losses HTM		(\$18,995)			(\$18,462)	
Total market value losses		(\$178,921)			(\$209,537)	
Portfolio effective duration, tax equivalent⁽¹⁾		5.80			5.96	
Investment securities as a % of assets		17%			17%	

(1) Effective duration on a tax equivalent basis incorporates the historical price sensitivity relationship between tax-free and taxable securities. Tax-free securities have 2/3 of the price risk as a taxable security for a given change in taxable rates.

Line of Credit Utilization vs. Commercial DDA

Commercial Accounts Grow by 2% Annually



Larger Market Organic Expansion

Organic Growth

State Rank	County	Primary City	Population*	LCB Entry	LCB Deposit Market Share**	# of Branches
22.	Kosciusko	Warsaw	80,669	1872	67%	12
6.	Elkhart	Elkhart	207,436	1990	24%	11
5.	St. Joseph	South Bend	273,744	1997	8%	4
3.	Allen	Fort Wayne	399,295	1999	16%	5
1.	Hamilton, Johnson, Marion	Indianapolis	1,531,946	2011	1%	9

* Source: STATS Indiana

** Source: FDIC 6/30/25 Statistics



Branch Expansion Strategy for Growth

Lake City Bank Deposits in Indianapolis Total \$606 Million at June 30, 2025

Indiana County	2025 Population	2050 Projected Population	25- year projected % growth	2025 Deposits in Market (000's)	Lake City Bank 2025 Deposits (000's)	Lake City Bank 2025 Deposit Market Share	Lake City Bank Branches
Hamilton	384,401	529,505	38%	\$28,239,463	\$495,564	1.75%	4
Marion	965,874	1,011,523	5%	\$43,268,429	\$80,015	0.18%	3
Johnson	171,056	203,455	19%	\$3,855,297	\$30,700	0.80%	1
Boone	78,948	107,634	36%	\$1,842,747	n/a	0%	0
Tippecanoe	189,425	201,073	6%	\$3,908,258	n/a	0%	0

Mature Market Strength and Growth

Organic Growth

(millions)¹

	2025		2015			2025 # of Offices
	Deposits	Share	Deposits	Share	Increase	
1. Lake City Bank	\$5,573	19.68%	\$2,752	15.53%	102.51%	55
2. 1 st Source	\$5,539	19.56%	\$2,850	16.09%	94.35%	51
3. JPM Chase	\$3,242	11.45%	\$1,918	10.83%	69.03%	20
4. PNC	\$1,562	5.51%	\$1,279	7.22%	22.13%	16
5. Flagstar/Wells Fargo ⁽²⁾	\$1,090	3.85%	\$2,276	12.85%	(52.11)%	16
6. First Merchants	\$963	3.40%	\$676	3.81%	42.46%	10
7. Star	\$952	3.36%	\$495	2.79%	92.32%	10
8. Fifth Third	\$859	3.03%	\$365	2.06%	135.34%	8
9. Old National	\$814	2.87%	\$613	3.46%	32.79%	9
10. Farmers State	\$744	2.63%	\$316	1.78%	135.44%	8
Market Total	\$28,321		\$17,715		59.87%	

¹Mature Markets includes 12 Northern Indiana counties and excludes 3 Central Indiana counties / branch count for Lake City Bank reflects all offices, other banks listed reflect market total

²Flagstar purchased Wells Fargo Indiana branches in 2018

Adjusted to include branches subsequently acquired by surviving banks. Data based on June 30th regulatory reporting for each year presented.



LAKECITYBANK.COM