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) April 27, 2009

Lakeland Financial Corporation

(Exact name of Registrant as specified in its charter)

Indiana

0-11487

35-1559596

(State or other jurisdiction Of incorporation)

(Commission File Number)

(IRS Employer Identification No.)

202 East Center Street, P.O. Box 1387, Warsaw, Indiana 46581-1387 (Address of principal executive offices) (Zip Code)

(574) 267-6144

(Registrant's telephone number, including area code)

Not Applicable (Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- o Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- o Solicitation material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- o Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b)
- o Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c)

Item 2.02. Results of Operations and Financial Condition

On April 27, 2009, Lakeland Financial Corporation issued a press release announcing its earnings for the three-months ended March 31, 2009. The news release is attached as Exhibit 99.1.

Item 9.01. Financial Statements and Exhibits

(d) Exhibits

99.1 Press Release dated April 27, 2009

SIGNATURES

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.

LAKELAND FINANCIAL CORPORATION

Dated: April 27, 2009 By: /s/David M. Findlay

David M. Findlay Chief Financial Officer



FOR IMMEDIATE RELEASE

Contact:

David M. Findlay Executive Vice President-Administration and Chief Financial Officer (574) 267-9197

LAKE CITY BANK REPORTS 1ST QUARTER RESULTS

Quarterly Dividend Maintained

Warsaw, Indiana (April 27, 2009) – Lakeland Financial Corporation (Nasdaq Global Select/LKFN), parent company of Lake City Bank, today reported net income of \$3.9 million for the first quarter of 2009. During the comparable period of 2008, net income was \$5.2 million. Diluted net income per share for the quarter was \$0.29 versus \$0.42 for the comparable period of 2008. On a linked quarter basis, these results compared to net income of \$4.4 million, or \$0.35 per diluted share, for the fourth quarter of 2008.

The Company also announced that the Board of Directors approved a cash dividend for the first quarter of \$0.155 per share, payable on May 5, 2009 to shareholders of record as of April 25, 2009. The quarterly dividend is unchanged from the dividends paid in 2008.

Average total loans for the first quarter of 2009 were \$1.84 billion versus \$1.56 billion for the first quarter of 2008 and \$1.77 billion for the linked fourth quarter of 2008. The year-over-year increase for the first quarter represented an increase of 18%, or \$280 million. On a linked quarter basis, average loans increased by \$77 million versus the fourth quarter of 2008. Total gross loans as of March 31, 2009 were \$1.86 billion compared to \$1.60 billion as of March 31, 2008 and \$1.83 billion as of December 31, 2008.

Michael L. Kubacki, Chairman, President and Chief Executive Officer, commented, "While our net income performance for the quarter was impacted by the difficult economic conditions, we are pleased with the continued expansion of our lending activities this year. With average loan growth of \$77 million in the quarter, we once again have lived up to our reputation as a leading lender in the market. Our commitment to the Indiana communities we serve is a testament to our disciplined and focused strategy. At a time when many of our larger regional and national competitors appear to have moved their focus away from Indiana, we are proud of the fact that our growth continues to fuel business activity here."

The Company's net interest margin was 3.12% in both the first quarters of 2009 and 2008. On a linked quarter basis the margin improved from 2.98% in the fourth quarter of 2008. The previously noted loan growth led to an increase in average earning assets, which contributed to an increase in net interest income of 17% year-over-year. Net interest income grew to \$17.0 million in the first quarter of 2009 versus \$14.5 million in the first quarter of 2008. The Company's provision for loan losses increased to \$4.5 million for the first quarter of 2009 versus \$1.2 million in the same period of 2008. In the fourth quarter of 2008, the provision was \$2.3 million. The provision increase in 2009 was primarily

driven by a higher level of charge offs, continued loan growth and the difficult economic conditions in the Company's markets.

The Company's non-interest income was \$5.6 million for the first quarter of 2009, versus \$5.8 million for the comparable period of 2008. The 2008 results were favorably impacted by a \$642,000 gain from the initial public offering of Visa, Inc. and the 2009 results were negatively impacted by non-cash mortgage servicing rights impairment of \$316,000, which resulted from lower mortgage interest rates. Total revenue for the first quarter of 2009 was \$22.6 million versus \$20.3 million for the comparable period of 2008, an increase of 11%.

Kubacki continued, "Our strong revenue growth demonstrates the success we've had in a very challenging market to grow our business and expand our client base. We've done this by continuing to lend money and expand fee-based services. We believe that our community-based business model has never been more relevant than it is today and clients are responding favorably to this consistent strategy."

The Company's non-interest expense was \$12.7 million for the first quarter of 2009 compared to \$11.4 million for the same period in 2008, an increase of 11%. Driving the increase was a \$613,000 increase in regulatory expense, which resulted from higher FDIC insurance premiums that have been levied on all financial institutions, as well as a \$133,000 increase in legal expense, primarily related to loan administration. The Company's efficiency ratio for the first quarter of 2009 was 56%, consistent with the same period in 2008, and improved from the 59% reported for the fourth quarter of 2008.

Net charge-offs totaled \$2.0 million in the first quarter of 2009, versus \$196,000 during the first quarter of 2008 and \$1.6 million during the fourth quarter of 2008. Lakeland Financial's allowance for loan losses as of March 31, 2009 was \$21.4 million, compared to \$16.8 million as of March 31, 2008 and \$18.9 million as of December 31, 2008. The allowance for loan losses represented 1.15% of total loans as of March 31, 2009 versus 1.05% for the comparable period in 2008 and 1.03% as of December 31, 2008.

Nonperforming assets totaled \$21.5 million as of March 31, 2009 compared to \$22.4 million as of December 31, 2008 and \$9.6 million on March 31, 2008. The ratio of nonperforming assets to total assets was 0.88% on March 31, 2009 compared to 0.94% on December 31, 2008 and 0.43% at March 31, 2008. The allowance for loan losses represented 104% of nonperforming loans as of March 31, 2009 versus 89% at December 31, 2008 and 228% at March 31, 2008.

"We have grown our allowance for loan losses by 14%, or \$2.6 million, since year end 2008. This prudent increase is a reflection of the ongoing economic weakness in our markets and the extended impact it has on our client base. While we are cautiously pleased that our total nonperforming assets decreased slightly during the quarter, we do not believe that the region is near any meaningful recovery today," Kubacki added.

For the three months ended March 31, 2009, Lakeland Financial's average equity to average assets ratio was 7.27% compared to 6.56% for the fourth quarter of 2008 and 7.38% for the first quarter of 2008. Average total equity for the quarter ended March 31, 2009 was \$173.4 million versus \$151.3 million for the fourth quarter of 2008 and \$149.5 million for the first quarter of 2008. Average total deposits for the quarter ended March 31, 2009 were \$1.91 billion versus \$1.84 billion for the fourth quarter of 2008 and \$1.51 billion for the first quarter of 2008.

Lakeland Financial Corporation is a \$2.4 billion bank holding company headquartered in Warsaw, Indiana. Lake City Bank serves Northern Indiana with 43 branches located in the following Indiana counties: Kosciusko, Elkhart, Allen, St. Joseph, DeKalb, Fulton, Huntington, LaGrange, Marshall, Noble, Pulaski and Whitley. The Company also has a Loan Production Office in Indianapolis, Indiana.

Lakeland Financial Corporation may be accessed on its home page at www.lakecitybank.com. The Company's common stock is traded on the Nasdaq Global Select Market under "LKFN". Market makers in Lakeland Financial Corporation common shares include Automated Trading Desk Financial Services, LLC, B-Trade Services, LLC, Citadel Derivatives Group, LLC, Citigroup Global Markets Holdings, Inc., Domestic Securities, Inc., E*TRADE Capital Markets LLC, FTN Financial Securities Corp., FTN Equity Capital Markets Corp., Goldman Sachs & Company, Howe Barnes Hoefer & Arnett, Inc., Keefe, Bruyette & Woods, Inc., Knight Equity Markets, L.P., Morgan Stanley & Co., Inc., Stifel Nicolaus & Company, Inc., Susquehanna Capital Group and UBS Securities LLC.

In addition to the results presented in accordance with generally accepted accounting principles in the United States of America, this press release contains certain non-GAAP financial measures. Lakeland Financial believes that providing non-GAAP financial measures provides investors with information useful to understanding Lakeland Financial's financial performance. Additionally, these non-GAAP measures are used by management for planning and forecasting purposes, including measures based on "tangible equity" which is "common stockholders' equity" excluding intangible assets, net of deferred tax. A reconciliation of these non-GAAP measures to the most comparable GAAP equivalent is included in the attached financial tables where the non-GAAP measure is presented.

This document 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. Forward-looking statements, which may be based upon beliefs, expectations and assumptions of the Company's management and on information currently available to management, are generally identifiable by the use of words such as "believe," "expect," "anticipate," "plan," "intend," "estimate," "may," "will," "would," "could," "should" or other similar expressions. Additionally, all statements in this document, including forward-looking statements, speak only as of the date they are made, and the Company undertakes no obligation to update any statement in light of new information or future events. Additional information concerning the Company and its business, including factors that could materially affect the Company's financial results, is included in the Company's filings with the Securities and Exchange Commission, including the Company's Annual Report on form 10-K.

LAKELAND FINANCIAL CORPORATION FIRST QUARTER 2009 FINANCIAL HIGHLIGHTS

(Unaudited – Dollars in thousands except share and per share data)

Three Months Ended Mar. 31. Dec. 31. Mar. 31. 2009 2008 2008 END OF PERIOD BALANCES Assets \$ 2,446,664 \$ 2,377,445 \$ 2,204,995 Deposits 1,956,787 1,885,299 1,576,598 Loans 1,864,387 1,833,334 1,602,416 21,418 18,860 16,758 Allowance for Loan Losses Total Equity 209,066 149,969 151,135 Tangible Common Equity 151,286 145,602 146,492 AVERAGE BALANCES \$ 2 385 216 \$ 2,305,789 \$ 2 026 664 Total Assets Earning Assets 2.255.684 2,175,121 1.911.079 Investments 389,237 384,096 333,699 Loans 1,844,571 1,767,818 1,564,552 1,908,665 1,839,717 1,514,784 Total Deposits 1,690,949 Interest Bearing Deposits 1,618,173 1,296,949 Interest Bearing Liabilities 1,975,098 1,916,463 1,642,609 151,293 149,533 Total Equity 173,371 INCOME STATEMENT DATA Net Interest Income 17,015 15,992 14,506 Net Interest Income-Fully Tax Equivalent 17,323 16,271 14,791 Provision for Loan Losses 4,516 2,323 1,153 Noninterest Income 5,570 5,385 5,769 Noninterest Expense 12,687 12,550 11,382 3,870 4,433 5,241 Net Income Net Income Available to Common Shareholders 4,433 3,576 5.241 PER SHARE DATA Basic Net Income Available to Common Shareholders Per Common Share 0.29 0.36 0.43 Diluted Net Income Available to Common shareholders Per Common Share 0.29 0.35 0.42 Cash Dividends Declared Per Common Share 0.155 0.155 0.14 Book Value Per Common Share (equity per share issued) 12.51 12.17 12.35 Market Value - High 23.87 24.10 23.97 Market Value - Low 14.93 16.87 14.14 Basic Weighted Average Common Shares Outstanding 12,401,498 12.318.204 12,215,561 Diluted Weighted Average Common Shares Outstanding 12,507,496 12,476,884 12,424,643 **KEY RATIOS** Return on Average Assets 0.66 0.77 1.04 Return on Average Total Equity 9.05 11.67 14.10 Efficiency (Noninterest Expense / Net Interest Income plus Noninterest Income) 56.17 58.68 56.14 6.56 7.38 Average Equity to Average Assets 7.27 Net Interest Margin 2 98 3.12 3.12 Net Charge Offs to Average Loans 0.43 0.36 0.05 Loan Loss Reserve to Loans 1.15 1.03 1.05 Nonperforming Loans to Loans 0.46 1.11 1.16 Nonperforming Assets to Assets 0.88 0.94 0.43 Tier 1 Leverage 10.28 8.10 8.68 Tier 1 Risk-Based Capital 11.84 10.01 9.27 Total Capital 12.87 10.20 10.96 Tangible Capital 6.19 6.17 6.66 ASSET QUALITY Loans Past Due 90 Days or More and Still Accruing 680 478 508 Non-accrual Loans 20,009 20,810 6,852 20,689 21,288 7,360 Nonperforming Loans Other Real Estate Owned 748 953 2,167 Other Nonperforming Assets 103 150 30 Total Nonperforming Assets 9.557 21 540 22 391 Impaired Loans 19,624 20,304 6,591 Net Charge Offs/(Recoveries) 1,958 1,587 196

LAKELAND FINANCIAL CORPORATION CONSOLIDATED BALANCE SHEETS As of March 31, 2009 and December 31, 2008 (in thousands, except share data)

	March 31,	December 31,	
	2009		
	(Unaudited)		
ASSETS			
Cash and due from banks	\$ 33,126	\$ 57,149	
Short-term investments	60,045	6,858	
Total cash and cash equivalents	93,171	64,007	
Securities available for sale (carried at fair value)	396,194	387,030	
Real estate mortgage loans held for sale	4,177	401	
Loans, net of allowance for loan losses of \$21,418 and \$18,860	1,842,969	1,814,474	
Land, premises and equipment, net	30,241	30,519	
Bank owned life insurance	34,162	33,966	
Accrued income receivable	8,482	8,599	
Goodwill	4,970	4,970	
Other intangible assets	362	413	
Other assets	31,936	33,066	
Total assets	\$ 2,446,664	\$ 2,377,445	
LIABILITIES AND EQUITY			
LIABILITIES			
Noninterest bearing deposits	\$ 212,842	\$ 230,716	
Interest bearing deposits	1,743,945	1,654,583	
Total deposits	1,956,787	1,885,299	
Short-term borrowings			
Federal funds purchased	0	19,000	
Securities sold under agreements to repurchase	128,053	137,769	
U.S. Treasury demand notes	2,531	840	
Other short-term borrowings	60,000	45,000	
Total short-term borrowings	190,584	202,609	
Accrued expenses payable	17,638	17,163	
Other liabilities	1,619	1,434	
Long-term borrowings	40,042	90,043	
Subordinated debentures	30,928	30,928	
Total liabilities	2,237,598	2,227,476	
EQUITY			
$Cumulative\ perpetual\ preferred\ stock:\ 1,000,000\ shares\ authorized,\ no\ par\ value,\ \$1\ liquidation\ value$			
56,044 shares issued and outstanding as of March 31, 2009	53,792	0	
Common stock: 90,000,000 shares authorized, no par value			
12,416,130 shares issued and 12,321,554 outstanding as of March 31, 2009			
12,373,080 shares issued and 12,266,849 outstanding as of December 31, 2008	1,453	1,453	
Additional paid-in capital	23,284	20,632	
Retained earnings	143,031	141,371	
Accumulated other comprehensive loss	(11,166)	(12,024)	
Treasury stock, at cost (2009 - 94,576 shares, 2008 - 106,231 shares)	(1,417)	(1,552)	
Total stockholders' equity	208,977	149,880	
Noncontrolling interest	89	89	
Total equity	209,066	149,969	

LAKELAND FINANCIAL CORPORATION CONSOLIDATED STATEMENTS OF INCOME For the Three Months Ended March 31, 2009 and 2008 (in thousands except for share and per share data) (unaudited)

Three Months Ended

### Page 12 1997		March 3	1,	
Interest and fees on koon \$ 2,70% \$ 2,70% Tax exempt 4,483 3,80 Taxable 4,483 3,80 Taxable 4,483 3,80 Taxable 4,483 3,80 Taxable 4,63 3,00 Itemes on short-run investments 16 9,00 Trade listencia conductorun investments 1,00 2,00 Interest on short-run investments 1,00 2,00 Interest on short-run investments 2,00 1,00 Interest on short-run investments 2,00 1,00 Total sheets expense 3,00 1,00 Interest on short-run investments 2,00 1,00 Interest on short-run investments 2,00 1,00 Interest on short-run investments 2,00 1,00		2009	2008	
Date leading \$ 2,27,89 \$ 2,25,78 Tax exertify 70 3.25 Tax exertify 44,83 3.30 Tax exertify 603 5.41 Increast on short-term investments 10 9.00 Increast on short-term investments 27,941 29,922 Increast on deposits 3,755 12,947 Interest on borrowings 308 2,424 Long-term 68,3 61,518 Total interest repairs 18,925 13,035 NET INTERIST INCOME 12,05 13,035 TEXT INTERIST STOCKIE 12,05 13,035 TEXT INTERIST TROWN 12,05 13,035 NEW INTERIST INCOME 12,05 13,035 NOINIVEREST INCOME 12,05 13,035 NOINIVEREST INCOME 13,00 10 Weelth acknown on deposit accounts 1,91 1,10 Sevice change on deposit accounts 1,91 1,10 Sevice change on deposit accounts 1,91 1,20 Sevice change on deposit accounts <	NET INTEREST INCOME			
Executary Comment Co	Interest and fees on loans			
Interest and dividents on securities 4,461 3,761 Taxe seemge 6,663 6,161 Taxe seemge 2,604 2,602 Total interest income 2,704 2,502 Interest on deposits 2,704 2,502 Interest on deposits 3,603 2,624 Long-term 383 5,152 Short-serm 383 5,152 Total literates deposits 1,701 1,802 NET TOTAL INTEREST INCOME 1,701 1,802 NET INTEREST INCOME AFTER PROVISION FOR 2,803 3,503 NET INTEREST INCOME AFTER PROVISION FOR 2,803 3,503 Wealth addroxy free 2,735 3,003 3,003 Service charges on deposit accounts 1,910 1,102 1,103	Taxable	\$ 22,789	\$ 25,475	
Tax seepural 4,463 3,100 Tax seepural 6,68 1,61 Interest on discress in inventments 1,60 9,75 Interest on deposits 9,755 12,007 Interest on deposits 9,755 12,007 Interest on bornowings 2 1,000 Chain seem 363 6,155 Both seem 363 6,155 Both seem 363 6,155 Test Interest expense 30,20 1,100 Provision for lost losses 1,100 1,155 PERTITIONEST INCOME 2 1,20 Interest provision for lost losses 73 2,00 Investment brokerage frees 33 2,00 Investment brokerage frees 33 2,00 Sevice chappes and eposit accounts 1,101 1,70 1,70 Sevice chappes and eposit accounts 3,10 1,50 1,00 1,00 1,00 1,00 1,00 1,00 1,00 1,00 1,00 1,00 1,00 1,00 1,00	Tax exempt	70	32	
Execution 68 9.1 Interest six short-rein inventioners 16 9.2 Total interest income 27,541 2.0 Interest on chronivings 2,752 12,002 Short-feren 36 2,61 Long-form 663 2,61 Long-form 10,02 15,000 NET INTEREST INCOME 17,01 15,000 Provision for long to the provision of long 2,000 13,000 NET INTEREST INCOME AFTER PROVISION FOR 2,000 13,000 VEX. TOTAL CONTREST INCOME AFTER PROVISION FOR 7.00 2,000 NONINTEREST TROME 7.00 2,000 Script Age changes on deposit accounts 1,10 1,000 Script Age changes on deposit accounts 1,10 1,000 Script Age changes on deposit accounts 1,00 1,00 Script Age changes active frees 3,00 2,00 Script Age changes active frees 3,00 2,00 Script Age changes in Group active free frees 3,00 2,00 Script Age changes in Group active free free free f	Interest and dividends on securities			
Interest on short-term investments 16 9 Total interest income 27,941 25,022 Interest on deposits 8,755 12,047 Interest on bornowings 308 2,424 Long-term 883 15,152 Total interest expense 1,905 14,506 Provision for loan losses 1,701 14,506 Provision for loan losses 1,249 13,333 NET INTEREST INCOME 12,499 13,333 NET INTEREST INCOME 12,499 13,333 NOINTERIST INCOME 12,499 13,333 NOINTERIST INCOME 73 309 Investment brokerage free 73 309 Investment brokerage free 73 30 Investment brokerage free 73 30 Investment brokerage free 73 30 Merchant card fee income 336 655 Merchant card fee income 516 488 Methant card fee income 516 488 Methant card fee income 55 57	Taxable	4,463	3,380	
Total interest income 27,941 29,792 Interest on deposits 9,755 1,2,047 Interest on borrowings 308 2,424 Long-term 863 15,100 Long-term 83 15,100 NET INTEREST INCOME 17,015 14,506 Provision for lon losses 4,516 1,133 NET INTEREST INCOME AFTER PROVISION FOR 12,499 13,353 NONINTEREST INCOME 73 80 NONINTEREST INCOME 73 80 Wealth advisory fees 45 83 Service charges on deposit accounts 1,910 1,709 Loan, insurance and service fees 336 605 Mortages benking income 803 310 Other income 516 458 Mortages benking income 50 262 Sea securities gains 0 26 Gain on redemption of Visa shares 9 5 Toda noninterest income 5,570 5,70 NOINTEREST EXPENSE 50 2,40 <td>Tax exempt</td> <td>603</td> <td>614</td>	Tax exempt	603	614	
Interest on deposits	Interest on short-term investments	16	91	
Short-term Short-term Short Short-term Short Short-term Short Short-term Short Sho	Total interest income	27,941	29,592	
Short-term 388 2,424 Long-term 683 615 Total interset expense 10,925 15,086 NET INTEREST INCOME 17,015 14,566 Provision for brain losses 4,516 1,152 NET INTEREST INCOME AFTER PROVISION FOR 12,499 13,333 LOAN LOSSES 739 800 Investment brokerage fees 739 800 Investment brokerage fees 458 283 Service charges on deposit accounts 1,910 1,709 Cana, insurance and service fees 336 655 Merchant card fee income 383 810 Other income 361 458 Mortgagas banking income 90 62 Not securities gains 0 62 Set securities gains 0 62 Se	Interest on deposits	9,755	12,047	
Long-term 863 615 Total interest expense 19,926 15,086 NET INTEREST INCOME 17,015 14,536 Provision for losa losses 4,516 1,133 NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES 12,499 3,335 NEW Hard Advisory fees 739 809 Evice charges fees 336 655 Sevice charges on deposit accounts 1,910 1,709 Loan, issuance and service fees 336 655 Merchant card fee income 516 480 Meter income 516 480 Meter income 516 480 Meter justifies gains 0 28 Meter justifies gains 0 28 Sea justifies gain and employee benefits 6 48 Net occupancy expense 9 4 Sea justifies and employee benefits 6 5 Sea justifies and supplies 9 4 Sea justifies and supplies 9 3	Interest on borrowings			
Total interest expense 10,926 15,066 NET INTEREST INCOME 17,015 14,506 Provision for loan loses 4,516 1,153 NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES 12,499 13,353 NONINTEREST INCOME Wealth advisory fees 739 809 Investing through a property of the propert	Short-term	308	2,424	
NET INTEREST INCOME 17,015 14,506 Provision for loan losses 4,516 1,133 NET INTEREST INCOME AFTER PROVISION FOR 12,499 13,333 NONINTERST INCOME 739 809 Use with advisory frees 739 809 Investment brokerage fees 458 283 Service charges on deposit accounts 1,910 1,709 Loan, insurance and service fees 383 800 Merchant card fee income 803 81 Other income 516 438 Mortingage banking income 806 315 State securities gains 0 62 Gain on redemption of Visa shares 0 62 Total noninterest income 5,700 5,700 Solarion and employee benefits 5,100 6,23 Solarion redemption of Visa shares 5,100 6,23 Province STEVENES 5 7,20 Solarion redemption of Visa shares 5,100 6,23 Solarion redemption of Visa shares 5,100 6,23	Long-term	863	615	
Provision for loan loases 4,516 1,133 NET INTEREST INCOME AFTER PROVISION FOR 12,499 13,353 NONINTEREST INCOME Wealth advisory fees 739 809 Investment brokerage fees 738 209 Evoice charges on deposit accounts 1,910 1,769 Econcil insurance and service fees 336 655 Merchant card fee income 803 810 Other income 808 315 Mortgage banking income 808 315 Net securities gains 0 22 Gain on redemption of Visa shares 0 62 Total noninterest income 5,70 5,76 NONINTEREST EXPENSE 5 6 6 Salaries and employee benefits 6,10 6,25 No eccupancy expense 921 76 Equipment costs 50 441 Data processing fees and supplies 97 8 Other expense 3,52 2,53 Other expense 3,52 2,53	Total interest expense	10,926	15,086	
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES 12,499 13,353 NONINTEREST INCOME TOTAL MICROSES 12,499 13,353 Wealth advisory fees 739 809 Investment brokerage fees 458 283 Service charges on deposit accounts 1,910 1,709 Loan, insurance and service fees 336 655 Merchant card fee income 803 810 Other income 161 458 Mortgage banking income 908 315 Not securities gains 90 642 Total noninterest income 5,70 5,769 Sala	NET INTEREST INCOME	17,015	14,506	
LOAN LOSSES 12,499 13,335 NONINTEREST INCOME 739 809 Wealth advisory fees 739 809 Investment brokerage fees 458 283 Service charges on deposit accounts 1,101 1,709 Loan, insurance and service fees 303 810 Other income 803 810 Other income 808 315 Morragage banking income 808 315 Vet securities gains 0 28 Gain on redemption of Visa shares 0 62 Gain on an redemption of Visa shares 0 62 Salaries and employee benefits 6,100 6,23 Sequipment cost 5,570 5,769 Sequipment cost 5,50 4,10 Equipment cost in fee and supplies 6,100 6,23 Data processing fees and supplies 5,00 4,1 Credit card interchange 5,28 5,21 Other expense 3,57 5,21 Total noninterest expense 1,52 <t< td=""><td>Provision for loan losses</td><td>4,516</td><td>1,153</td></t<>	Provision for loan losses	4,516	1,153	
NONINTEREST INCOME 739 809 Investment bokerage fees 458 283 Service charges on deposit accounts 1,910 1,769 Loan, insurance and service fees 336 655 Merchant card fee income 306 516 458 Merchant card fee income 308 315 516 458 Morgage banking income 308 315 516 458 328 Other income 308 315 528 528 528 528 528 528 528 528 536 612 528 528 528 536 612 528 528 528 538 538 610 622 528 538 538 610 622 528 538 538 610 623 538 538 610 623 538 538 610 624 623 538 538 610 624 623 538 624 624 624 624 624 <	NET INTEREST INCOME AFTER PROVISION FOR			
Wealth advisory fees 739 809 Investment brokerage fees 458 283 Service charges on deposit accounts 1,910 1,769 Loan, insurance and service fees 336 655 Merchant can fee income 803 810 Other income 808 315 Mort agge banking income 808 315 Net securititie gains 0 622 Gain on redemption of Visa shares 0 622 Total noninterest income 5,570 5,769 NONINTEREST EXPENSE Salaries and employee benefits 6,100 6,253 State occupancy expense 921 796 Equipment costs 500 441 Data processing fees and supplies 979 840 Credic and interchange 3,659 2,517 Total noninterest expense 12,687 11,382 Other expense 3,659 2,517 Total noninterest expense 1,512 2,499 NET INCOME 3,379 5,241	LOAN LOSSES	12,499	13,353	
Investment brokerage fees 458 283 Service charges on deposit accounts 1,910 1,769 Loan, Isustrance and service fees 336 655 Merchant card fee income 516 458 Other income 808 315 Mortgage banking income 808 315 Net securities gains 0 28 Gain on redemption of Visa shares 0 642 Total noninterest income 5,570 5,769 Possible Selection of Memory of Visa shares 0 62 Total noninterest income 5,570 5,769 Salaries and employee benefits 6,100 6,253 Net occupancy expense 921 79 Equipment costs 590 441 Data processing fees and supplies 97 840 Credit card interchange 528 53 Other expense 3,659 2,517 Total noninterest expense 3,659 2,517 Total noninterest expense 3,659 2,749 Income tax expense	NONINTEREST INCOME			
Service charges on deposit accounts 1,910 1,769 Loan, Insurance and service fees 336 655 Merchant card fee income 803 810 Other income 516 458 Mortgage banking income 808 315 Not securities gains 0 28 Gain on redemption of Visa shares 0 642 Total noninterest income 5,570 5,769 NONINTEREST EXPENSE 5,100 6,253 Stadaries and employee benefits 6,100 6,253 Net occupancy expense 921 796 Equipment costs 590 441 Data processing fees and supplies 979 8-45 Credit card interchange 528 535 Other expense 3,659 2,517 Total noninterest expense 3,659 2,517 Income tax expense 3,859 2,521 Income tax expense 5,382 7,740 Income tax expense 5,382 7,740 Income tax expense 5,382	Wealth advisory fees	739	809	
Loan, insurance and service fees 336 655 Merchant card fee income 803 810 Other income 516 458 Mort agage banking income 808 315 Net securities gains 0 642 Gain on redemption of Visa shares 0 642 Total noninterest income 5,570 5,769 NONINTEREST EXPENSE Salaries and employee benefits 6,100 6,253 Net occupancy expense 921 796 Requipment costs 991 840 Data processing fees and supplies 979 840 Credit card interchange 528 538 Other expense 3,659 2,511 Total noninterest expense 11,687 11,382 Income tax expense 5,382 7,740 NCOME BEFORE INCOME TAX EXPENSE 5,387 5,241 Income tax expense 1,512 2,499 NET INCOME 5,387 5,241 Dividends and accretion of discount on preferred stock 2,94	Investment brokerage fees	458	283	
Merchant card fee income 803 810 Other income 516 458 Mortgage banking income 808 315 Net securities gains 0 28 Gain on redemption of Visa shares 0 642 Total noninterest income 5,570 5,769 NoNINTEREST EXPENSE 5 5,700 6,253 Selaries and employee benefits 6,100 6,253 Net occupancy expense 921 796 Equipment costs 500 441 Data processing fees and supplies 979 840 Credit card interchange 528 535 Other expense 3,859 2,517 Total noninterest expense 12,687 11,382 Income tax expense 5,382 7,740 Income tax expense 5,382 7,740 Income tax expense 5,382 2,241 NET INCOME 3,376 5,241 Dividends and accretion of discount on preferred stock 294 0 NET INCOME AVAILABLE TO COMMON SHAREHOL	Service charges on deposit accounts		1,769	
Other income 516 458 Mortgage banking income 808 315 Net securities gains 0 28 Gain on redemption of Visa shares 0 642 Total noninterest income 5,700 5,709 NoNINTERST EXPENSE 5 5,700 5,709 Balaries and employee benefits 6,100 6,253 6,253 Net occupancy expense 921 796 840 921 796 840 921 796 840 921 796 840 921 840 921 796 840 921 796 840 921 796 840 921 796 840 921 796 840 921 796 840 92 840 92 840 92 840 92 840 92 840 92 840 92 840 92 840 92 840 92 840 92 840 92 840 92 840 92				
Mortgage banking income 808 315 Net securities gains 0 28 Gain on redemption of Visa shares 0 642 Total noninterest income 5,570 5,769 NONINTEREST EXPENSE Salaries and employee benefits 6,100 6,253 Net occupancy expense 921 796 Equipment costs 500 441 Data processing fees and supplies 979 840 Credit card interchange 528 353 Other expense 3,659 2,517 Total noninterest expense 3,659 2,517 Income tax expense 3,582 7,740 NET INCOME 3,370 5,241 Dividends and accretion of discount on preferred stock 294 0 RET INCOME AVAILABLE TO COMMON SHAREHOLDERS 3,376 5,241 BASIC WEIGHTED AVERAGE COMMON SHARES 12,401,498 12,215,561 BASIC EARNINGS PER COMMON SHARES 12,207,496 12,404,493				
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NONINTEREST EXPENSE Salaries and employee benefits 6,100 6,253 Net occupancy expense 921 796 Equipment costs 500 441 Data processing fees and supplies 979 840 Credit card interchange 528 535 Other expense 3,659 2,517 Total noninterest expense 12,687 11,382 INCOME BEFORE INCOME TAX EXPENSE 5,382 7,740 Income tax expense 1,512 2,499 NET INCOME \$ 3,870 \$ 5,241 Dividends and accretion of discount on preferred stock 294 0 NET INCOME AVAILABLE TO COMMON SHAREHOLDERS \$ 3,576 \$ 5,241 BASIC WEIGHTED AVERAGE COMMON SHARES 12,401,498 12,215,561 BASIC EARNINGS PER COMMON SHARES \$ 0,29 \$ 0,43 DILUTED WEIGHTED AVERAGE COMMON SHARES 11,5507,496 12,424,643				
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Net occupancy expense 921 796 Equipment costs 500 441 Data processing fees and supplies 979 840 Credit card interchange 528 535 Other expense 3,659 2,517 Total noninterest expense 12,687 11,382 INCOME BEFORE INCOME TAX EXPENSE 5,382 7,740 Income tax expense 1,512 2,499 NET INCOME \$ 3,870 \$ 5,241 Dividends and accretion of discount on preferred stock 294 0 NET INCOME AVAILABLE TO COMMON SHAREHOLDERS \$ 3,576 \$ 5,241 BASIC WEIGHTED AVERAGE COMMON SHARES 12,401,498 12,215,561 BASIC EARNINGS PER COMMON SHARE \$ 0.29 \$ 0.43 DILUTED WEIGHTED AVERAGE COMMON SHARES 12,507,496 12,424,643				
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Income tax expense 1,512 2,499 NET INCOME \$ 3,870 \$ 5,241 Dividends and accretion of discount on preferred stock 294 0 NET INCOME AVAILABLE TO COMMON SHAREHOLDERS \$ 3,576 \$ 5,241 BASIC WEIGHTED AVERAGE COMMON SHARES 12,401,498 12,215,561 BASIC EARNINGS PER COMMON SHARE \$ 0.29 \$ 0.43 DILUTED WEIGHTED AVERAGE COMMON SHARES 12,507,496 12,424,643	NACOME DEPOSIT NACOME TAY EVENTAGE	7 000	7.740	
NET INCOME \$ 3,870 \$ 5,241 Dividends and accretion of discount on preferred stock 294 0 NET INCOME AVAILABLE TO COMMON SHAREHOLDERS \$ 3,576 \$ 5,241 BASIC WEIGHTED AVERAGE COMMON SHARES 12,401,498 12,215,561 BASIC EARNINGS PER COMMON SHARE \$ 0.29 \$ 0.43 DILUTED WEIGHTED AVERAGE COMMON SHARES 12,507,496 12,424,643				
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NET INCOME AVAILABLE TO COMMON SHAREHOLDERS \$ 3,576 \$ 5,241 BASIC WEIGHTED AVERAGE COMMON SHARES 12,401,498 12,215,561 BASIC EARNINGS PER COMMON SHARE \$ 0.29 \$ 0.43 DILUTED WEIGHTED AVERAGE COMMON SHARES 12,507,496 12,424,643				
BASIC WEIGHTED AVERAGE COMMON SHARES 12,401,498 12,215,561 BASIC EARNINGS PER COMMON SHARE \$ 0.29 \$ 0.43 DILUTED WEIGHTED AVERAGE COMMON SHARES 12,507,496 12,424,643		 -		
BASIC EARNINGS PER COMMON SHARE\$ 0.29\$ 0.43DILUTED WEIGHTED AVERAGE COMMON SHARES12,507,49612,424,643	NET INCOME AVAILABLE TO COMMON SHAREHOLDERS			
DILUTED WEIGHTED AVERAGE COMMON SHARES 12,507,496 12,424,643	BASIC WEIGHTED AVERAGE COMMON SHARES	12,401,498	12,215,561	
	BASIC EARNINGS PER COMMON SHARE	\$ 0.29	\$ 0.43	
DILUTED EARNINGS PER COMMON SHARE \$ 0.29 \$ 0.42	DILUTED WEIGHTED AVERAGE COMMON SHARES	12,507,496	12,424,643	
	DILUTED EARNINGS PER COMMON SHARE	\$ 0.29	\$ 0.42	

LAKELAND FINANCIAL CORPORATION

LOAN DETAIL

(unaudited in thousands)

	March 31,		December 31,		March 31,				
	2009		2008			2008			
Commercial and industrial loans	\$ 1,221,956	65.5	%	\$ 1,201,611	65.5	%	\$ 1,047,367	65.4	%
Commercial real estate - multifamily loans	25,477	1.4		25,428	1.4		16,660	1.0	
Commercial real estate construction loans	132,991	7.1		116,970	6.4		83,378	5.2	
Agri-business and agricultural loans	177,988	9.5		189,007	10.3		180,344	11.3	
Residential real estate mortgage loans	104,719	5.6		117,230	6.4		115,953	7.2	
Home equity loans	146,350	7.9		128,219	7.0		108,558	6.8	
Installment loans and other consumer loans	55,202	3.0		55,102	3.0		50,250	3.1	
Subtotal	1,864,683	100.0	%	1,833,567	100.0	%	1,602,510	100.0	%
Less: Allowance for loan losses	(21,418)			(18,860)			(16,758)		
Net deferred loan (fees)/costs	(296)			(233)			(94)		
Loans, net	\$ 1,842,969			\$ 1,814,474			\$ 1,585,658		