



BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON, D. C. 20551

ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

August 29, 1997

Mr. R. H. Smith
Vice President
Capital City Bank Group, Inc.
P.O. Box 11248
Tallahassee, Florida 32302

Dear Mr. Smith:

The Secretary of the Board of Governors of the Federal Reserve System, acting pursuant to authority delegated by the Board, and having considered the record of these applications in light of the relevant statutory factors, has approved the applications by Capital City Bank, Tallahassee, Florida ("Capital Bank"), to merge with Levy County State Bank, Chiefland, Florida; Farmers & Merchants Bank of Trenton, Trenton, Florida; and Branford State Bank, Branford, Florida, pursuant to section 18(c) of the Federal Deposit Insurance Act (12 U.S.C. § 1828(c)) (the "Bank Merger Act"); and, incident thereto, to establish branches under section 9 of the Federal Reserve Act (12 U.S.C. § 321).^{1/}

In approving these transactions, the Secretary has relied on all of the facts of record and all the commitments made by Capital Bank in the applications and in related correspondence and has evaluated the record in light of the factors set forth in the Bank Merger Act and the Federal Reserve Act. These commitments are deemed to be conditions imposed in writing in connection with the findings and decision herein and, as such, may be enforced in proceedings under applicable law.

These transactions may not be consummated before the fifteenth calendar day following the date of this letter, or later than three months after the date of this

^{1/} All the banks involved in the proposal are subsidiaries of Capital City Bank Group, Inc., Tallahassee, Florida. Capital Bank will be the surviving depository institution.

letter, unless such period is extended by the Federal Reserve Bank of Atlanta. In connection with these provisions, advice of the fact of consummation of these transactions should be given in writing to the Reserve Bank.

Very truly yours,

A handwritten signature in cursive script that reads "Barbara R. Lowrey".

Barbara R. Lowrey
Associate Secretary of the Board

cc: Federal Reserve Bank of Atlanta
Department of Justice
Federal Deposit Insurance Corporation
Florida State Comptroller