

FIDELITY SOUTHERN CORPORATION
CONSOLIDATED STATEMENTS OF INCOME
(UNAUDITED)

(DOLLARS IN THOUSANDS, EXCEPT PER SHARE DATA)

	QUARTER-TO-DATE SEPTEMBER 30,		YEAR-TO-DATE SEPTEMBER 30,	
	2007	2006	2007	2006
INTEREST INCOME				
LOANS, INCLUDING FEES	\$ 27,203	\$ 23,669	\$ 79,069	\$ 63,855
INVESTMENT SECURITIES	1,789	1,935	5,472	6,015
FEDERAL FUNDS SOLD AND BANK DEPOSITS	72	141	241	332
TOTAL INTEREST INCOME	<u>29,064</u>	<u>25,745</u>	<u>84,782</u>	<u>70,202</u>
INTEREST EXPENSE				
DEPOSITS	14,816	12,587	43,561	31,391
SHORT-TERM BORROWINGS	557	425	1,577	2,140
SUBORDINATED DEBT	1,277	1,121	3,492	3,261
OTHER LONG-TERM DEBT	397	494	1,178	1,465
TOTAL INTEREST EXPENSE	<u>17,047</u>	<u>14,627</u>	<u>49,808</u>	<u>38,257</u>
NET INTEREST INCOME	12,017	11,118	34,974	31,945
PROVISION FOR LOAN LOSSES	<u>2,800</u>	<u>1,100</u>	<u>4,950</u>	<u>2,300</u>
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	9,217	10,018	30,024	29,645
NONINTEREST INCOME				
SERVICE CHARGES ON DEPOSIT ACCOUNTS	1,230	1,140	3,554	3,115
OTHER FEES AND CHARGES	478	410	1,408	1,184
MORTGAGE BANKING ACTIVITIES	75	162	275	534
BROKERAGE ACTIVITIES	199	116	603	555
INDIRECT LENDING ACTIVITIES	1,372	1,127	4,051	3,166
SBA LENDING ACTIVITIES	738	456	1,952	1,230
BANK OWNED LIFE INSURANCE	299	279	870	821
OTHER OPERATING INCOME	404	356	893	803
TOTAL NONINTEREST INCOME	<u>4,795</u>	<u>4,046</u>	<u>13,606</u>	<u>11,408</u>
NONINTEREST EXPENSE				
SALARIES AND EMPLOYEE BENEFITS	6,613	5,417	19,304	16,449
FURNITURE AND EQUIPMENT	755	695	2,160	2,000
NET OCCUPANCY	1,064	877	2,991	2,597
COMMUNICATION EXPENSES	430	384	1,296	1,152
PROFESSIONAL AND OTHER SERVICES	894	749	2,725	2,258
ADVERTISING AND PROMOTION	272	307	701	1,132
STATIONERY, PRINTING AND SUPPLIES	193	229	573	605
INSURANCE EXPENSES	77	74	227	226
OTHER OPERATING EXPENSES	1,538	1,319	4,775	3,793
TOTAL NONINTEREST EXPENSE	<u>11,836</u>	<u>10,051</u>	<u>34,752</u>	<u>30,212</u>
INCOME BEFORE INCOME TAX EXPENSE	2,176	4,013	8,878	10,841
INCOME TAX EXPENSE	<u>497</u>	<u>1,224</u>	<u>2,565</u>	<u>3,365</u>
NET INCOME	<u>\$ 1,679</u>	<u>\$ 2,789</u>	<u>\$ 6,313</u>	<u>\$ 7,476</u>
EARNINGS PER SHARE:				
BASIC EARNINGS PER SHARE	<u>\$ 0.18</u>	<u>\$ 0.30</u>	<u>\$ 0.68</u>	<u>\$ 0.81</u>
DILUTED EARNINGS PER SHARE	<u>\$ 0.18</u>	<u>\$ 0.30</u>	<u>\$ 0.68</u>	<u>\$ 0.81</u>
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING-BASIC	<u>9,341,021</u>	<u>9,275,999</u>	<u>9,320,465</u>	<u>9,263,403</u>
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING-FULLY DILUTED	<u>9,343,009</u>	<u>9,284,519</u>	<u>9,329,302</u>	<u>9,275,691</u>

FIDELITY SOUTHERN CORPORATION
CONSOLIDATED BALANCE SHEETS
(UNAUDITED)

<i>(DOLLARS IN THOUSANDS, EXCEPT PER SHARE DATA)</i>	SEPTEMBER 30, 2007	DECEMBER 31, 2006	SEPTEMBER 30, 2006
ASSETS			
CASH AND DUE FROM BANKS	\$ 24,376	\$ 32,659	\$ 30,167
FEDERAL FUNDS SOLD	4,501	26,316	21,897
CASH AND CASH EQUIVALENTS	28,877	58,975	52,064
INVESTMENTS AVAILABLE-FOR-SALE	108,368	108,796	112,216
INVESTMENTS HELD-TO-MATURITY	29,907	33,182	34,350
INVESTMENT IN FHLB STOCK	4,765	4,834	3,934
LOANS HELD-FOR-SALE	47,611	58,268	45,244
LOANS	1,377,286	1,330,756	1,273,101
ALLOWANCE FOR LOAN LOSSES	(14,886)	(13,944)	(13,548)
LOANS, NET	1,362,400	1,316,812	1,259,553
PREMISES AND EQUIPMENT, NET	18,853	18,803	15,763
OTHER REAL ESTATE	4,955	-	-
ACCRUED INTEREST RECEIVABLE	9,566	9,312	8,166
BANK OWNED LIFE INSURANCE	26,445	25,694	25,447
OTHER ASSETS	19,866	14,503	13,075
 TOTAL ASSETS	 <u>\$ 1,661,613</u>	 <u>\$ 1,649,179</u>	 <u>\$ 1,569,812</u>
 LIABILITIES			
DEPOSITS:			
NONINTEREST BEARING DEMAND	\$ 125,827	\$ 154,392	\$ 134,130
INTEREST BEARING DEMAND/ MONEY MARKET	310,367	286,620	261,253
SAVINGS	215,453	182,390	175,432
TIME DEPOSITS, \$100,000 AND OVER	298,956	276,536	265,563
OTHER TIME DEPOSITS	433,009	486,603	481,432
TOTAL DEPOSIT LIABILITIES	1,383,612	1,386,541	1,317,810
 FEDERAL FUNDS PURCHASED	6,000	20,000	20,000
OTHER SHORT-TERM BORROWINGS	55,861	52,061	34,797
SUBORDINATED DEBT	67,527	46,908	46,908
OTHER LONG-TERM DEBT	37,000	37,000	48,000
ACCRUED INTEREST PAYABLE	6,642	7,042	6,225
OTHER LIABILITIES	5,701	4,980	3,973
TOTAL LIABILITIES	1,562,343	1,554,532	1,477,713
 SHAREHOLDERS' EQUITY			
COMMON STOCK	45,770	44,815	44,634
APIC	134	-	-
ACCUMULATED OTHER COMPREHENSIVE LOSS	(1,758)	(1,590)	(1,802)
RETAINED EARNINGS	55,124	51,422	49,267
TOTAL SHAREHOLDERS' EQUITY	99,270	94,647	92,099
 TOTAL LIABILITIES AND SHARE- HOLDERS' EQUITY	 <u>\$ 1,661,613</u>	 <u>\$ 1,649,179</u>	 <u>\$ 1,569,812</u>
 BOOK VALUE PER SHARE	 <u>\$ 10.62</u>	 <u>\$ 10.19</u>	 <u>\$ 9.93</u>
SHARES OF COMMON STOCK OUTSTANDING	9,351,195	9,288,222	9,278,856

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FIDELITY SOUTHERN CORPORATION
ANALYSIS OF THE ALLOWANCE FOR LOAN LOSSES
(UNAUDITED)

(DOLLARS IN THOUSANDS)

	YEAR-TO-DATE SEPTEMBER 30,		YEAR ENDED DECEMBER 31,
	2007	2006	2006
BALANCE AT BEGINNING OF PERIOD	\$ 13,944	\$ 12,643	\$ 12,643
CHARGE-OFFS:			
COMMERCIAL, FINANCIAL AND AGRICULTURAL	-	1	1
SBA	-	67	67
REAL ESTATE-CONSTRUCTION	1,412	-	-
REAL ESTATE-MORTGAGE	63	3	5
CONSUMER INSTALLMENT	3,555	2,417	3,616
TOTAL CHARGE-OFFS	<u>5,030</u>	<u>2,488</u>	<u>3,689</u>
RECOVERIES:			
COMMERCIAL, FINANCIAL AND AGRICULTURAL	255	418	505
SBA	-	142	145
REAL ESTATE-CONSTRUCTION	40	-	-
REAL ESTATE-MORTGAGE	78	5	7
CONSUMER INSTALLMENT	649	528	733
TOTAL RECOVERIES	<u>1,022</u>	<u>1,093</u>	<u>1,390</u>
NET CHARGE-OFFS	4,008	1,395	2,299
PROVISION FOR LOAN LOSSES	4,950	2,300	3,600
BALANCE AT END OF PERIOD	<u>\$ 14,886</u>	<u>\$ 13,548</u>	<u>\$ 13,944</u>
RATIO OF NET CHARGE-OFFS DURING PERIOD TO AVERAGE LOANS OUTSTANDING, NET	0.39%	0.16%	0.19%
ALLOWANCE FOR LOAN LOSSES AS A PERCENTAGE OF LOANS	1.08%	1.06%	1.05%

NONPERFORMING ASSETS
(UNAUDITED)

(DOLLARS IN THOUSANDS)

	SEPTEMBER 30,	
	2007	2006
NONACCRUAL LOANS	\$ 7,023	\$ 4,237
REPOSSESSIONS	1,858	928
OTHER REAL ESTATE	4,955	-
TOTAL NONPERFORMING ASSETS	<u>\$ 13,836</u>	<u>\$ 5,165</u>
LOANS PAST DUE 90 DAYS OR MORE AND STILL ACCRUING	\$ -	\$ -
RATIO OF LOANS PAST DUE 90 DAYS OR MORE AND STILL ACCRUING TO TOTAL LOANS	-%	-%
RATIO OF NONPERFORMING ASSETS TO TOTAL LOANS AND REPOSSESSIONS	0.97%	0.39%

FIDELITY SOUTHERN CORPORATION
LOANS, BY CATEGORY
(UNAUDITED)

(DOLLARS IN THOUSANDS)

	SEPTEMBER 30, 2007	DECEMBER 31, 2006	SEPTEMBER 30, 2006	PERCENT CHANGE	
				Sep. 30, 2007/ Dec. 31, 2006	Sep. 30, 2007/ Sep. 30, 2006
COMMERCIAL, FINANCIAL AND AGRICULTURAL	\$ 107,523	\$ 107,992	\$ 100,382	(0.43) %	7.11 %
TAX-EXEMPT COMMERCIAL	10,167	14,969	13,074	(32.08) %	(22.23) %
REAL ESTATE MORTGAGE - COMMERCIAL	181,076	163,275	156,357	10.90 %	15.81 %
TOTAL COMMERCIAL	<u>298,766</u>	<u>286,236</u>	<u>269,813</u>	4.38 %	10.73 %
REAL ESTATE-CONSTRUCTION	283,291	306,078	301,249	(7.44) %	(5.96) %
REAL ESTATE-MORTGAGE	96,558	91,652	84,337	5.35 %	14.49 %
CONSUMER INSTALLMENT	698,671	646,790	617,702	8.02 %	13.11 %
LOANS	<u>1,377,286</u>	<u>1,330,756</u>	<u>1,273,101</u>	3.50 %	8.18 %
LOANS HELD-FOR-SALE:					
ORIGINATED RESIDENTIAL MORTGAGE LOANS	217	321	1,402	(32.40) %	(84.52) %
SBA LOANS	15,394	14,947	11,842	2.99 %	29.99 %
INDIRECT AUTO LOANS	32,000	43,000	32,000	(25.58) %	0.00 %
TOTAL LOANS HELD-FOR-SALE	<u>47,611</u>	<u>58,268</u>	<u>45,244</u>	(18.29) %	5.23 %
TOTAL LOANS	<u>\$ 1,424,897</u>	<u>\$ 1,389,024</u>	<u>\$ 1,318,345</u>		

FIDELITY SOUTHERN CORPORATION
AVERAGE BALANCE, INTEREST AND YIELDS
(UNAUDITED)

YEAR-TO-DATE

	September 30, 2007			September 30, 2006		
	Average Balance	Income/ Expense	Yield/ Rate	Average Balance	Income/ Expense	Yield/ Rate
<i>(dollars in thousands)</i>						
Assets						
Interest-earning assets :						
Loans, net of unearned income						
Taxable	\$ 1,377,889	\$ 78,491	7.62%	\$ 1,203,577	\$ 63,462	7.08%
Tax-exempt (1)	13,897	864	8.32%	9,883	573	7.76%
Total loans	<u>1,391,786</u>	<u>79,355</u>	7.62%	<u>1,213,460</u>	<u>64,035</u>	7.09%
Investment securities						
Taxable	139,695	5,311	5.07%	158,380	6,015	5.06%
Tax-exempt (2)	5,322	247	6.19%	-	-	-
Total investment securities	<u>145,017</u>	<u>5,558</u>	5.11%	<u>158,380</u>	<u>6,015</u>	5.06%
Interest-bearing deposits	1,110	44	5.27%	1,447	53	4.86%
Federal funds sold	5,107	197	5.16%	7,684	279	4.86%
Total interest-earning assets	<u>1,543,020</u>	<u>85,154</u>	7.38%	<u>1,380,971</u>	<u>70,382</u>	6.81%
Cash and due from banks	23,269			22,090		
Allowance for loan losses	(14,122)			(12,924)		
Premises and equipment, net	18,882			15,161		
Other real estate owned	1,677			107		
Other assets	50,400			42,676		
Total assets	<u>\$ 1,623,126</u>			<u>\$ 1,448,081</u>		
Liabilities and shareholders' equity						
Interest-bearing liabilities :						
Demand deposits	\$ 288,185	\$ 7,566	3.51%	\$ 223,686	\$ 4,258	2.55%
Savings deposits	197,619	6,536	4.42%	175,794	5,250	3.99%
Time deposits	758,103	29,459	5.20%	658,926	21,883	4.44%
Total interest-bearing deposits	<u>1,243,907</u>	<u>43,561</u>	4.68%	<u>1,058,406</u>	<u>31,391</u>	3.97%
Federal funds purchased	8,593	357	5.56%	12,618	484	5.13%
Securities sold under agreements to repurchase	20,413	472	3.09%	29,715	696	3.13%
Other short-term borrowings	21,990	748	4.55%	30,256	960	4.24%
Subordinated debt	50,080	3,492	9.32%	46,908	3,261	9.29%
Long-term debt	37,000	1,178	4.26%	48,000	1,465	4.08%
Total interest-bearing liabilities	<u>1,381,983</u>	<u>49,808</u>	4.82%	<u>1,225,903</u>	<u>38,257</u>	4.17%
Noninterest-bearing :						
Demand deposits	130,715			124,590		
Other liabilities	14,152			9,956		
Shareholders' equity	96,276			87,632		
Total liabilities and shareholders' equity	<u>\$ 1,623,126</u>			<u>\$ 1,448,081</u>		
Net interest income / spread		<u>\$ 35,346</u>	2.56%		<u>\$ 32,125</u>	2.65%
Net interest margin			3.06%			3.11%

(1) Interest income includes the effect of taxable-equivalen adjustment for 2007 and 2006 of \$286,000 and \$180,000 respectively.

(2) Interest income includes the effect of taxable-equivalen adjustment for 2007 of \$86,000.

FIDELITY SOUTHERN CORPORATION
AVERAGE BALANCE, INTEREST AND YIELDS
(UNAUDITED)

QUARTER-TO-DATE

	September 30, 2007			September 30, 2006		
	Average Balance	Income/ Expense	Yield/ Rate	Average Balance	Income/ Expense	Yield/ Rate
<i>(dollars in thousands)</i>						
Assets						
Interest-earning assets :						
Loans, net of unearned income						
Taxable	\$ 1,401,855	\$ 27,056	7.66%	\$ 1,267,437	\$ 23,504	7.36%
Tax-exempt (1)	10,947	223	8.07%	11,804	242	8.13%
Total loans	1,412,802	27,279	7.66%	1,279,241	23,746	7.37%
Investment securities						
Taxable	134,292	1,717	5.11%	151,906	1,935	5.10%
Tax-exempt (2)	6,993	111	6.35%	-	-	-
Total investment securities	141,285	1,828	5.17%	151,906	1,935	5.10%
Interest-bearing deposits	984	13	5.12%	1,732	23	5.23%
Federal funds sold	4,658	59	5.04%	9,057	118	5.23%
Total interest-earning assets	1,559,729	29,179	7.42%	1,441,936	25,822	7.11%
Cash and due from banks	22,776			24,233		
Allowance for loan losses	(14,573)			(13,123)		
Premises and equipment, net	18,986			15,762		
Other real estate owned	3,484			198		
Other assets	52,707			44,261		
Total assets	\$ 1,643,109			\$ 1,513,267		
Liabilities and shareholders' equity						
Interest-bearing liabilities :						
Demand deposits	\$ 303,979	\$ 2,721	3.55%	\$ 245,638	\$ 1,911	3.09%
Savings deposits	208,876	2,322	4.41%	173,205	1,865	4.27%
Time deposits	745,179	9,773	5.20%	723,943	8,811	4.83%
Total interest-bearing deposits	1,258,034	14,816	4.67%	1,142,786	12,587	4.37%
Federal funds purchased	6,674	92	5.47%	6,987	97	5.49%
Securities sold under agreements to repurchase	23,582	211	3.55%	23,067	181	3.11%
Other short-term borrowings	22,124	254	4.57%	15,565	147	3.77%
Subordinated debt	56,321	1,277	8.99%	46,908	1,121	9.48%
Long-term debt	37,000	397	4.26%	48,000	494	4.08%
Total interest-bearing liabilities	1,403,735	17,047	4.82%	1,283,313	14,627	4.52%
Noninterest-bearing :						
Demand deposits	128,734			129,743		
Other liabilities	13,457			11,069		
Shareholders' equity	97,183			89,142		
Total liabilities and shareholders' equity	\$ 1,643,109			\$ 1,513,267		
Net interest income / spread		\$ 12,132	2.60%		\$ 11,195	2.59%
Net interest margin			3.09%			3.08%

(1) Interest income includes the effect of taxable-equivalen adjustment for 2007 and 2006 of \$76,000 and \$77,000 respectively.

(2) Interest income includes the effect of taxable-equivalen adjustment for 2007 of \$39,000.