
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): January 29, 2004

CAPITAL CITY BANK GROUP, INC.

(Exact name of registrant as specified in its charter)

Florida ----- (State of Incorporation)	0-13358 ----- (Commission File Number)	59-2273542 ----- (IRS Employer Identification No.)
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217 North Monroe Street, Tallahassee, Florida ----- (Address of principal executive office)	32301 ----- (Zip Code)
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Registrant's telephone number, including area code: (850) 671-0300

CAPITAL CITY BANK GROUP, INC.

FORM 8-K
CURRENT REPORT

Item 7. Financial Statements, Pro Forma Financial Information and Exhibits

(c) Exhibits.

Exhibit 99.1 Capital City Bank Group, Inc.'s Press Release, dated
January 29, 2004

Item 12. Results of Operations and Financial Condition

On January 29, 2004, Capital City Bank Group, Inc. issued an earnings press release for the fiscal year ended December 31, 2003. A copy of the press release is attached as Exhibit 99.1 hereto and incorporated herein by reference. This information shall not be deemed "filed" for purposes of Section 18 of the Securities Act of 1934, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, except as shall be expressly set forth by specific reference to such filing.

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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.

CAPITAL CITY BANK GROUP, INC.

Date: January 29, 2004

By: /s/ J. Kimbrough Davis

J. Kimbrough Davis,
Executive Vice President and
Chief Financial Officer

CAPITAL CITY BANK GROUP, INC.

Current Report on Form 8-K

Exhibit Index

Exhibit No. -----	Description -----
99.1	Press release issued by Capital City Bank Group, Inc. on January 29, 2004

[CCBG LOGO]
Corporate Headquarters
217 North Monroe Street
Tallahassee, FL 32301

For Information Contact:
J. Kimbrough Davis
Executive Vice President
Chief Financial Officer
(850) 671-0610

News Release
For Immediate Release January 29, 2004

CAPITAL CITY BANK GROUP, INC. REPORTS
2003 EARNINGS OF
\$1.90 PER DILUTED SHARE, UP 9.3%

HIGHLIGHTS

- * 2003 earnings of \$25.2 million, or \$1.90 per diluted share, represent increases of 9.1% and 9.3%, respectively, over 2002. Fourth quarter 2003 earnings of \$6.1 million, or \$.46 per diluted share, represent decreases of 9.3% and 9.5%, respectively over the fourth quarter 2002.
- * Operating revenue up 5.8% over 2002 driven by a 16.2% increase in noninterest income.
- * YTD efficiency ratio of 63.39% represents a 19 basis point improvement over 2002.
- * Continued strong credit quality as indicated by a nonperforming asset ratio of .54% and a net charge-off ratio of .27%.

<TABLE>
EARNINGS HIGHLIGHTS

	Three Months Ended			Twelve Months Ended	
	Dec. 31, 2003	Sept. 30, 2003	Dec. 31, 2002	Dec. 31, 2003	Dec. 31, 2002
(Dollars in thousands, except per share data)					
<S>	<C>	<C>	<C>	<C>	<C>
EARNINGS					
Net Income	\$ 6,096	6,296	6,722	25,193	23,082
Diluted Earnings Per Common Share <F1>	\$ 0.46	0.47	0.51	1.90	1.74
PERFORMANCE					
Return on Average Equity	11.98%	12.55	14.38	12.82	12.85
Return on Average Assets	1.33	1.38	1.51	1.40	1.34
Net Interest Margin	5.12	5.26	5.44	5.30	5.47
Noninterest Income as % of Operating Revenue	33.82	33.96	33.76	33.13	30.16
Efficiency Ratio	65.80	63.47	61.68	63.39	63.58
CAPITAL ADEQUACY					
Tier 1 Capital Ratio	12.88%	12.98	12.03	12.88	12.03
Total Risk-Based Capital Ratio	13.79	13.92	13.00	13.79	13.00
Leverage Ratio	9.51	9.19	8.46	9.51	8.46
Equity to Assets	10.98	10.73	10.22	10.98	10.22

EARNINGS HIGHLIGHTS

	Three Months Ended			Twelve Months Ended	
	Dec. 31, 2003	Sept. 30, 2003	Dec. 31, 2002	Dec. 31, 2003	Dec. 31, 2002
(Dollars in thousands, except per share data)					
ASSET QUALITY					
Allowance as % of Non-Performing Loans	529.80%	183.35	497.72	529.80	497.72
Allowance as a % of Loans	0.93	0.94	0.97	0.93	0.97
Net Charge-Offs as % of Average Loans	0.25	0.28	0.25	0.27	0.23
Nonperforming Assets as % of Loans and ORE	0.54	0.63	0.30	0.54	0.30
STOCK PERFORMANCE <F1>					
High	\$ 46.83	40.93	32.04	46.83	32.04
Low	36.62	35.00	22.26	26.81	18.12
Close	45.99	38.16	31.35	45.99	31.35
Average Daily Trading Volume	10,586	9,810	13,118	11,175	14,597

<FN>
<F1> All share and per share data have been restated to reflect the 5-for-4 stock split effective

June 13, 2003.

</FN>
</TABLE>

TALLAHASSEE -- Capital City Bank Group, Inc. (NASDAQ: CCBG) reported earnings for the year ended 2003 totaling \$25.2 million, or \$1.90 per diluted share. This compares to \$23.1 million, or \$1.74 per diluted share in 2002, an increase of 9.1% and 9.3%, respectively. For fourth quarter 2003, earnings totaled \$6.1 million, or \$.46 per diluted share. This compares to \$6.7 million, or \$.51 per diluted share in 2002, decreases of 9.3% and 9.5%, respectively. The Return on Average Assets was 1.40% and the Return on Average Equity was 12.82% for the year compared to 1.34% and 12.85%, respectively, for 2002.

The increase in full year 2003 earnings was primarily attributable to growth in operating revenues (defined as the total of net interest income and noninterest income) of 5.8%, driven by 16.2% growth in noninterest income. The increase in noninterest income reflects higher deposit fees, merchant service fee income and mortgage banking revenues. The decrease in fourth quarter 2003 earnings, versus the comparable period in 2002, was attributable to a decline in noninterest income, specifically mortgage banking revenues.

William G. Smith, Jr., President and CEO, stated, "2003 was another solid year for Capital City. We approach 2004 with enthusiasm and confidence. Our strategy as a super community bank in the relationship banking business is proving to be very successful."

Net interest income in 2003 grew by \$1.1 million, or 1.3%, over 2002 due to lower funding costs and a shift in the earning assets mix, partially offset by declining asset yields attributable to the low interest rate environment. The full year 2003 net interest margin of 5.30% declined 17 basis points from the comparable period in 2002. Compared to fourth quarter 2002, net interest income decreased in the fourth quarter of 2003 by \$611,000, reflecting margin pressure driven by lower asset yields. The net interest margin for fourth quarter 2003 was 5.12%, a decline of 32 basis points from the comparable period in 2002. The margin, in terms of both amount and percent, may decline slightly over the next quarter as historically low interest rates continue to prevail, driving earning asset yields lower.

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Provision for loan losses for the year totaled \$3.4 million compared to \$3.3 million in 2002. Net charge-offs totaled \$3.5 million, or .27% of average loans for the year compared to \$2.9 million, or .23% for 2002. At year-end the allowance for loan losses was .93% of outstanding loans and provided coverage of 530% of nonperforming loans.

Noninterest income improved \$5.8 million, or 16.2%, over 2002 due to higher deposit fees, merchant service fee income and mortgage banking revenues. The higher deposit fees are primarily attributable to growth in NSF/overdraft fees. Merchant service fee income improved due to increased transaction volume and was partially offset with higher interchange service fees, which is reflected in noninterest expense. Mortgage banking revenues increased due to strong production and sale of fixed rate mortgages. Noninterest income was 2.3% of average assets for the year ended 2003, a 23 basis point improvement over 2002, and represented 33.1% of operating revenue, a 297 basis point improvement over 2002. Noninterest income generated in the fourth quarter of 2003 was 3.1% lower than the third quarter due to a decline in mortgage production, which fell 46.2%. The slight rise in mortgage rates during the last half of 2003 significantly slowed the level of mortgage production, particularly refinancing activity.

Noninterest expense grew by \$3.8 million, or 4.7% over 2002 due primarily to higher pension costs, medical insurance premiums, associate salaries, and merchant service interchange fees. The increase in salary expense was driven by higher performance-based compensation. Higher occupancy expense (due to office expansion) and maintenance/repair expense also contributed to the increase. The year-to-date efficiency ratio (defined as noninterest expense less intangible amortization divided by tax equivalent net interest income plus noninterest income) improved 19 basis points to 63.39%, driven by 5.8% growth in operating revenues.

Income tax expense for 2003 was \$13.6 million, up 7.0% over 2002. The effective rate was 35.0%, down from 35.4% in 2002. Following a recent IRS examination, the company performed an evaluation of all its tax accounts. Upon completion of this analysis in the fourth quarter of 2003, the company determined certain tax accounts should be adjusted to more appropriately reflect its current and deferred assets and liabilities. As a result, income tax expense was reduced by approximately \$500,000 in the current quarter.

Average earning assets increased \$44.7 million, or 2.8%, in the fourth quarter of 2003 over the comparable period in 2002. This increase in earning

assets reflects growth in average loans of \$36.8 million, or 2.8%, and growth of \$10.5 million in the Company's investment portfolio. The residential loan portfolio, which declined significantly year over year, began to stabilize in the fourth quarter. Management anticipates the pace of loan refinancing to slow in 2004 resulting in loan production producing greater net growth for the total loan portfolio.

Nonperforming assets totaled \$7.3 million, or .54% of total loans and other real estate at year-end. This compares to .63% for the third quarter of 2003, and .30% for the year ended 2002. The increase in the nonperforming ratio compared to 2002 is due to one large other real estate parcel in the amount of \$3.9 million. The sale of this parcel is not expected to result in a loss.

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Average total deposits increased \$46.3 million, or 3.3%, from fourth quarter 2002. The increase was primarily a result of growth in nonmaturity deposits, which created a favorable shift in deposit mix and a positive impact on the Company's cost of funds.

The Company ended the fourth quarter with approximately \$115.6 million in average net overnight funds as compared to \$118.1 million in the fourth quarter of 2002. Average net overnight funds decreased from the previous quarter and are anticipated to remain near or slightly below current levels during the first quarter of 2004.

Capital City Bank Group, Inc. is a \$1.8 billion financial services company headquartered in Tallahassee, Florida, providing traditional deposit and credit services, asset management, trust, mortgage banking, merchant services, bankcards, data processing and securities brokerage services. Founded in 1895, the Company has 57 banking offices, 73 ATMs and 11 Bank 'N Shop locations in 22 counties in Florida, Georgia, and Alabama. The Company also has four mortgage lending offices located in four additional Florida communities.

"Safe Harbor" Statement under the Private Securities Litigation Reform Act of 1995: The matters discussed in this press release, that are not historical facts, contain forward-looking information with respect to strategic initiatives. Such forward-looking statements are based on current plans and expectations, which are subject to a number of uncertainties and risks that have been described in Capital City Bank Group's annual report on Form 10-K for the fiscal year ended December 31, 2002, and the Company's other filings with the Securities and Exchange Commission. These uncertainties and risks could cause future results to differ materially from those anticipated by such statements.

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<TABLE>

CAPITAL CITY BANK GROUP, INC.
CONSOLIDATED STATEMENT OF INCOME
Unaudited

Months Ended	2003				2002	
	Fourth	Third	Second	First	Fourth	Twelve
December 31,	Quarter	Quarter	Quarter	Quarter	Quarter	2003
(Dollars in thousands, except per share data)						
<S>	<C>	<C>	<C>	<C>	<C>	<C>
<C>						
INTEREST INCOME						
Interest and Fees on Loans	\$ 22,489	23,066	23,363	23,174	23,628	\$ 92,092
94,921						
Interest on Investment Securities	1,350	1,434	1,539	1,811	2,033	6,134
9,693						
Interest on Funds Sold	274	303	332	352	391	1,261
1,481						

Total Interest Income 106,095	24,113	24,803	25,234	25,337	26,052	99,487

INTEREST EXPENSE						
Interest on Deposits 20,551	2,558	2,729	3,053	3,226	3,894	11,567
Interest on Short-term Borrowings 767	319	282	340	329	236	1,270
Interest on Long-term Debt 1,185	462	495	501	545	537	2,002

Total Interest Expense 22,503	3,339	3,506	3,894	4,100	4,667	14,839

Net Interest Income 83,592	20,774	21,297	21,340	21,237	21,385	84,648
Provision for Loan Losses 3,297	850	921	886	779	863	3,436

Net Interest Income after Provision for Loan Losses 80,295	19,924	20,376	20,454	20,458	20,522	81,212
=====						
NONINTEREST INCOME						
Service Charge Revenue 12,749	4,155	4,123	4,074	3,967	4,033	16,319
Data Processing Revenue 2,006	656	578	611	558	512	2,403
Asset Management Fees 2,521	735	660	650	605	631	2,650
Mortgage Banking Revenue 5,502	1,140	2,066	1,540	1,344	2,273	6,090
Other Fees 14,477 13,325	3,928	3,525	3,553	3,471	3,449	

Total Noninterest Income 36,103	10,614	10,952	10,428	9,945	10,898	41,939
=====						
NONINTEREST EXPENSE						
Compensation 45,118 42,142	11,107	11,870	11,003	11,138	10,922	
Premises 5,972 5,719	1,504	1,589	1,510	1,369	1,477	
FF&E 7,840 7,677	2,123	2,048	1,874	1,795	2,021	
Intangible Amortization 3,242	810	810	810	811	811	3,241
Other Expense 21,845	6,140	5,189	5,556	5,325	5,799	22,207

Total Noninterest Expense 80,625	21,684	21,503	20,753	20,438	21,030	84,378
=====						
OPERATING PROFIT 35,773	8,854	9,825	10,129	9,965	10,390	38,773
Provision for Income Taxes 12,691	2,758	3,529	3,689	3,604	3,668	13,580

NET INCOME 23,082	\$ 6,096	6,296	6,440	6,361	6,722	\$25,193
=====						
PER SHARE DATA <F1>						
Basic Earnings 1.75	\$ 0.47	0.47	0.49	0.48	0.51	\$ 1.91
Diluted Earnings 1.74	0.46	0.47	0.49	0.48	0.51	1.90
Cash Dividends 0.502	0.180	0.170	0.170	0.136	0.139	0.656
=====						
AVERAGE SHARES <F1>						
Basic 13,222 13,225	13,223	13,209	13,209	13,207	13,189	
Diluted 13,251 13,274	13,265	13,255	13,255	13,253	13,238	
=====						

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<FN>
 <F1> All share and per share data have been restated to reflect the 5-for-4 stock split effective June 13, 2003.
 </FN>
 </TABLE>

(Dollars in thousands, except per share data)	2003				2002
	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	Fourth Quarter

<S>	<C>	<C>	<C>	<C>	<C>
ASSETS					
Cash and Due From Banks	\$ 93,140	105,407	98,388	85,976	89,823
Funds Sold	125,452	161,579	168,773	176,428	170,936

Total Cash and Cash Equivalents	218,592	266,986	267,161	262,404	260,759
Investment Securities, Available-for-Sale	181,734	162,734	170,745	190,119	180,315
Loans, Net of Unearned Allowance for Loan Losses	1,341,632 (12,429)	1,322,888 (12,424)	1,332,387 (12,434)	1,311,556 (12,437)	1,285,221 (12,495)

Loans, Net	1,329,203	1,310,464	1,319,953	1,299,119	1,272,726
Premises and Equipment	54,011	55,347	53,132	51,484	48,897
Intangible Assets	25,792	26,603	27,413	28,223	29,034
Other Assets	37,170	32,289	32,186	33,168	33,040

Total Other Assets	116,973	114,239	112,731	112,875	110,971

Total Assets	\$1,846,502	1,854,423	1,870,590	1,864,517	1,824,771
=====					
LIABILITIES					
Deposits:					
Noninterest Bearing Deposits	\$ 455,550	456,302	456,050	426,269	406,081
Interest Bearing Deposits	1,018,655	1,029,139	1,042,527	1,032,801	1,028,119

Total Deposits	1,474,205	1,485,441	1,498,577	1,459,070	1,434,200
Short-Term Borrowings	108,184	112,255	101,629	140,138	113,675
Long-Term Debt	46,475	38,016	57,664	53,651	71,745
Other Liabilities	14,829	19,820	17,251	20,644	18,620

Total Liabilities	1,643,693	1,655,532	1,675,121	1,673,503	1,638,240

SHAREOWNERS' EQUITY					
Common Stock	132	132	132	106	106
Additional Paid-in-Capital	16,157	15,578	15,447	15,120	14,717
Retained Earnings	185,134	181,395	177,346	173,152	168,587
Accumulated Other Comprehensive Income	1,386	1,786	2,544	2,636	3,121

Total Shareowners' Equity	202,809	198,891	195,469	191,014	186,531

Total Liabilities and Owners' Equity	\$1,846,502	1,854,423	1,870,590	1,864,517	1,824,771
=====					
OTHER BALANCE SHEET DATA					
Earning Assets	\$1,648,818	1,647,201	1,671,905	1,678,103	1,636,472
Intangible Assets					
Goodwill	6,680	6,680	6,680	6,680	6,680
Deposit Base	19,112	19,923	20,733	21,543	22,354
Interest Bearing Liabilities	1,173,314	1,179,410	1,201,820	1,226,590	1,213,539

Book Value Per Diluted Share <F1>	\$ 15.27	15.00	14.73	14.42	14.08
Tangible Book Value Per Diluted Share <F1>	13.33	13.00	12.67	12.28	11.89

Actual Basic Shares Outstanding <F1>	13,236	13,222	13,221	13,207	13,196
Actual Diluted Shares Outstanding <F1>	13,280	13,256	13,267	13,254	13,245

<FN>
 <F1> All shares and per share data have been restated to reflect the 5-for-4 stock split effective June 13, 2003.
 </FN>
 </TABLE>
 <TABLE>

CAPITAL CITY BANK GROUP, INC.
 ALLOWANCE FOR LOAN LOSSES
 AND NONPERFORMING ASSETS
 Unaudited

(Dollars in thousands, except per share data)	2003				2002
	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	Fourth Quarter
<S>	<C>	<C>	<C>	<C>	<C>
ALLOWANCE FOR LOAN LOSSES					
Balance at Beginning of Period	\$12,424	12,434	12,437	12,495	12,462
Acquired Reserves	0	0	0	0	0
Provision for Loan Losses	850	921	886	779	863
Net Charge-Offs	845	931	889	837	830
Balance at End of Period	\$12,429	12,424	12,434	12,437	12,495
As a % of Loans	0.93%	0.94	0.93	0.95	0.97
As a % of Nonperforming Loans	529.80	183.35	331.15	485.06	497.72
As a % of Nonperforming Assets	170.24	148.51	244.73	329.89	325.14
CHARGE-OFFS					
Commercial, Financial and Agricultural	\$ 46	61	177	142	136
Real Estate - Construction	0	0	0	0	0
Real Estate - Mortgage	0	91	0	0	0
Real Estate - Residential	58	119	32	19	65
Consumer	1,054	937	916	887	874
Total Charge-Offs	\$ 1,158	1,208	1,125	1,048	1,075
RECOVERIES					
Commercial, Financial and Agricultural	\$ 13	73	42	14	14
Real Estate - Construction	0	0	0	0	0
Real Estate - Mortgage	0	0	0	0	20
Real Estate - Residential	17	0	0	0	1
Consumer	283	204	194	197	210
Total Recoveries	\$ 313	277	236	211	245
NET CHARGE-OFFS	\$ 845	931	889	837	830
Net Charge-Offs as a % of Average Loans <F1>	0.25%	0.28	0.27	0.26	0.25
RISK ELEMENT ASSETS					
Nonaccruing Loans	\$ 2,346	6,776	3,755	2,564	2,510
Restructured	0	0	0	0	0
Total Nonperforming Loans	2,346	6,776	3,755	2,564	2,510
Other Real Estate	4,955	1,590	1,326	1,206	1,333
Total Nonperforming Assets	\$ 7,301	8,366	5,081	3,770	3,843
Past Due Loans 90 Days or More	\$ 328	410	1,976	1,685	2,453
Nonperforming Loans as a % of Loans	0.17%	0.51	0.28	0.20	0.20
Nonperforming Assets as a % of Loans and Other Real Estate	0.54	0.63	0.38	0.29	0.30
Nonperforming Assets as a % of Capital <F2>	3.39	3.96	2.44	1.85	1.93

<FN>
 <F1> Annualized
 <F2> Capital includes allowance for loan losses.

</FN>
</TABLE>

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<TABLE>

CAPITAL CITY BANK GROUP, INC.
AVERAGE BALANCE AND INTEREST RATES <F1>
Unaudited

(Dollars in thousands)	Fourth Quarter 2003			Third Quarter 2003		
	Average Balance	Interest	Average Rate	Average Balance	Interest	Average Rate
<S>	<C>	<C>	<C>	<C>	<C>	<C>
ASSETS:						
Loans, Net of Unearned Interest	\$1,329,673	\$22,527	6.72%	1,336,139	23,114	6.86
Investment Securities						
Taxable Investment Securities	133,029	744	2.31	108,234	841	3.09
Tax-Exempt Investment Securities	58,006	875	6.03	60,306	898	5.96
Total Investment Securities	191,035	1,649	3.45	168,540	1,739	4.12
Funds Sold	115,561	274	0.93	130,010	303	0.91
Total Earning Assets	1,636,269	\$24,450	5.93%	1,634,689	25,156	6.11
Cash and Due From Banks	81,272			80,246		
Allowance For Loan Losses	(12,494)			(12,534)		
Other Assets	114,505			113,604		
Total Assets	\$1,819,522			1,816,005		
LIABILITIES:						
Interest Bearing Deposits						
NOW Accounts	\$ 273,497	\$ 130	0.19%	263,729	151	0.23
Money Market Accounts	215,540	242	0.44	220,924	257	0.46
Savings Accounts	111,957	28	0.10	111,644	28	0.10
Time Deposits	429,209	2,158	1.99	434,206	2,293	2.10
Total Interest Bearing Deposits	1,030,203	2,558	0.99	1,030,503	2,729	1.05
Short-Term Borrowings	103,606	319	1.22	92,316	282	1.21
Long-Term Debt	42,881	462	4.27	53,041	495	3.70
Total Interest Bearing Liabilities	1,176,690	\$ 3,339	1.13%	1,175,860	3,506	1.18
Noninterest Bearing Deposits	420,892			421,376		
Other Liabilities	20,031			19,709		
Total Liabilities	1,617,613			1,616,945		
SHAREOWNERS' EQUITY:	\$ 201,939			199,060		
Total Liabilities and Shareowners' Equity	\$1,813,552			1,816,005		
Interest Rate Spread		\$21,111	4.80%	21,650	4.93	
Interest Income and Rate Earned		\$24,450	5.93	25,156	6.11	
Interest Expense and Rate Paid <F2>		3,339	0.81	3,506	0.85	
Net Interest Margin		\$21,111	5.12%	21,650	5.26	

<FN>
<F1> Interest and average rates are calculated on a tax-equivalent basis using the 35% Federal tax rate.
<F2> Rate calculated based on average earning assets.
</FN>
</TABLE>

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<TABLE>
CAPITAL CITY BANK GROUP, INC.
AVERAGE BALANCE AND INTEREST RATES <F1>
Unaudited

	Second Quarter 2003	First Quarter 2003	Fourth Quarter 2002

Average (Dollars in thousands) Interest Rate	Average Balance	Average Interest	Average Rate	Average Balance	Average Interest	Average Rate	Average Balance
<S> <C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
ASSETS:							
Loans, Net of Unearned Interest 23,696 7.27	\$1,316,705	\$23,403	7.13%	1,289,161	23,220	7.30	1,292,892
Investment Securities							
Taxable Investment Securities 1,380 4.82	118,494	929	3.13	138,646	1,180	3.41	113,951
Tax-Exempt Investment Securities 986 5.92	62,552	923	5.90	64,772	955	5.89	66,610
Total Investment Securities 2,366 5.23							
	181,046	1,852	4.09	203,418	2,135	4.21	180,561
Funds Sold 391 1.30	114,382	332	1.15	122,708	352	1.15	118,082
Total Earning Assets 26,453 6.60							
	1,612,133	\$25,587	6.37%	1,615,287	25,707	6.45	1,591,535
Cash and Due From Banks 74,537							
Allowance For Loan Losses	(12,531)			(12,619)			(12,634)
Other Assets	112,852			111,536			107,643
Total Assets \$1,786,991							
LIABILITIES:							
Interest Bearing Deposits							
NOW Accounts 293 0.45	\$ 256,675	193	0.30	262,618	202	0.31	255,452
Money Market Accounts 557 1.01	211,314	392	0.74	214,539	420	0.79	219,429
Savings Accounts 98 0.36	109,424	68	0.25	106,241	65	0.25	105,741
Time Deposits 2,946 2.63	434,515	2,400	2.22	434,825	2,539	2.37	444,798
Total Interest Bearing Liabilities 3,894 1.51							
	1,011,928	3,053	1.21	1,018,223	3,226	1.29	1,025,420
Short-Term Borrowings 235 1.15	102,510	340	1.33	106,798	329	1.25	83,119
Long-Term Debt 538 3.11	54,434	501	3.69	72,372	545	3.05	68,665
Total Interest Bearing Liabilities 4,667 1.57							
	1,168,872	\$ 3,894	1.34%	1,197,393	4,100	1.39	1,177,204
Noninterest Bearing Deposits 403,870							
Other Liabilities	19,468			19,308			20,160
Total Liabilities 1,592,210							
	1,592,210			1,606,241			1,576,762
SHAREOWNERS' EQUITY:							
	\$ 194,781			190,416			185,412
Total Liabilities and Shareowners' Equity \$1,786,991							
	\$1,786,991			1,796,657			1,762,174
Interest Rate Spread 21,786 5.03							
		\$21,693	5.03%		21,607	5.06	
Interest Income and Rate Earned 26,453 6.60							
		\$25,587	6.37		25,707	6.45	
Interest Expense and Rate Paid <F2> 4,667 1.16							
		3,894	0.97		4,100	1.03	

Net Interest Margin
21,786 5.44

\$21,693 5.40

21,607 5.42

<FN>
<F1> Interest and average rates are calculated on a tax-equivalent basis using the 35% Federal tax rate.
<F2> Rate calculated based on average earning assets.
</FN>
</TABLE>

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<TABLE>

CAPITAL CITY BANK GROUP, INC.
AVERAGE BALANCE AND INTEREST RATES <F1>
Unaudited

(Dollars in thousands)	Twelve Months Ended December 31, 2003			Twelve Months Ended December 31, 2002		
	Average Balance	Interest	Average Rate	Average Balance	Interest	Average Rate
<S> ASSETS:	<C>	<C>	<C>	<C>	<C>	<C>
Loans, Net of Unearned Interest	\$1,918,080	\$ 92,264	7.00%	1,256,107	95,222	7.58
Investment Securities						
Taxable Investment Securities	124,541	3,724	2.98	135,865	6,941	5.09
Tax-Exempt Investment Securities	61,387	3,651	5.95	68,915	4,133	6.00
Total Investment Securities	185,928	7,375	3.97	204,780	11,074	5.41
Funds Sold	120,672	1,261	1.03	95,613	1,481	1.53
Total Earning Assets	1,624,680	\$100,900	6.21%	1,556,500	107,777	6.92
Cash and Due From Banks	79,625			72,960		
Allowance For Loan Losses	(12,544)			(12,409)		
Other Assets	113,134			110,129		
Total Assets	\$1,804,895			1,727,180		
LIABILITIES:						
Interest Bearing Deposits						
NOW Accounts	\$ 264,159	676	0.26%	241,873	1,272	0.53
Money Market Accounts	215,597	1,311	0.61	224,275	2,904	1.30
Savings Accounts	109,837	189	0.17	104,967	500	0.48
Time Deposits	433,176	9,390	2.17	493,956	15,875	3.21
Total Interest Bearing Deposits	1,022,769	11,566	1.13	1,065,071	20,551	1.93
Short-Term Borrowings	101,274	1,270	1.25	72,594	767	1.06
Long-Term Debt	55,594	2,003	3.60	30,423	1,185	3.90
Total Interest Bearing Liabilities	1,179,637	\$ 14,839	1.26%	1,168,088	22,503	1.93
Noninterest Bearing Deposits	409,039			359,928		
Other Liabilities	19,631			19,512		
Total Liabilities	1,608,307			1,547,528		
SHAREOWNERS' EQUITY:	\$ 196,588			179,652		
Total Liabilities and Shareowners' Equity	\$1,804,895			1,727,180		
Interest Rate Spread		\$ 86,061	4.95%		85,274	4.99
Interest Income and Rate Earned		\$100,900	6.21		107,777	6.92
Interest Expense and Rate Paid <F2>		14,839	0.91		22,503	1.45
Net Interest Margin		\$ 86,061	5.30%		85,274	5.47

<FN>
<F1> Interest and average rates are calculated on a tax-equivalent basis using the 35% Federal tax rate.
<F2> Rate calculated based on average earning assets.
</FN>
</TABLE>

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