

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 13F

FORM 13F COVER PAGE

Report for the Calendar Year or Quarter Ended: December 31, 2008

Check here if Amendment []; Amendment Number:
This Amendment (Check only one.): [] is a restatement.
[] adds new holdings entries.

Institutional Investment Manager Filing this Report:

Name: TERRY L BLAKER
Address: 200 EAST JACKSON STREET
MUNCIE, IN 47305

13F File Number: 28-

The institutional investment manager filing this report and the person by whom it is signed hereby represent that the person signing the report is authorized to submit it, that all information contained herein is true, correct and complete, and that it is understood that all required items, statements, schedules, lists, and tables, are considered integral parts of this form.

Person signing this Report on Behalf of Reporting Manager:

Name: Terry L Blaker
Title: Senior Vice President
Phone: (765) 747-1570

Signature, Place, and Date of Signing:

Terry L Blaker Muncie, IN January 12, 2009

Report Type (Check only one.):

[X] 13F HOLDING REPORT.
[] 13F NOTICE.
[] COMBINATION REPORT.

FORM 13F SUMMARY PAGE

Report Summary:

Number of Other Included Managers: None

Form 13F Information Table Entry Total: 217

Form 13F Information Table Value Total: \$197,290,000

List of Other Included Managers:

None

FORM 13F
INFORMATION
TABLE VALUE
SHARES/ SH/
PUT/ INVSTMT
OTHER VOTING
AUTHORITY
NAME OF
ISSUER TITLE
OF CLASS
CUSIP
(X\$1000) PRN
AMT PRN CALL

DSCRETN
MANAGERS SOLE
SHARED NONE -

-- ACCENTURE
LTD CLASS A
COM G1150G111
881 26860 SH
SOLE 26460
300 100
ACCENTURE LTD
CLASS A COM
G1150G111 21
650 SH
DEFINED 650 0
0 INGERSOLL
RAND CL A COM
G4776G101 812
46850 SH SOLE
45500 900 450
INGERSOLL
RAND CL A COM
G4776G101 63
3605 SH
DEFINED 3605
0 0 AFLAC INC
COM 001055102
406 8850 SH
SOLE 8625 225
0 AFLAC INC
COM 001055102
2 50 SH
DEFINED 50 0
0 AT&T INC
COM 00206R102
3494 122601
SH SOLE
122119 50 432
AT&T INC COM
00206R102 282
9880 SH
DEFINED 6495
0 3385 ABBOTT
LABS COM
002824100
4059 76060 SH
SOLE 74710
1050 300
ABBOTT LABS
COM 002824100
293 5489 SH
DEFINED 4889
0 600 ALBERTO
CULVER CO NEW
COM 013078100
352 14350 SH
SOLE 14350 0
0 ALBERTO
CULVER CO NEW
COM 013078100
7 300 SH
DEFINED 300 0
0 APACHE CORP
COM 037411105
434 5820 SH
SOLE 5420 400
0 APACHE CORP
COM 037411105
7 100 SH
DEFINED 100 0
0 AUTOMATIC
DATA

PROCESSING
COM 053015103
4620 117426
SH SOLE
115726 1150
550 AUTOMATIC
DATA
PROCESSING
COM 053015103
39 990 SH
DEFINED 990 0
0 BB & T
CORPORATION
COM 054937107
350 12750 SH
SOLE 12750 0
0 BB & T
CORPORATION
COM 054937107
53 1925 SH
DEFINED 925 0
1000 BP PLC -
SPONS ADR
055622104
3216 68810 SH
SOLE 68135
375 300 BP
PLC - SPONS
ADR 055622104
1465 31339 SH
DEFINED 21839
0 9500 BALL
CORP COM
058498106
2588 62237 SH
SOLE 62237 0
0 BANK OF
AMERICA CORP
COM 060505104
925 65716 SH
SOLE 64416
600 700 BANK
OF AMERICA
CORP COM
060505104 62
4400 SH
DEFINED 2900
0 1500 BANK
OF NEW YORK
MELLON
CORPCOM
064058100 488
17226 SH SOLE
16576 550 100
BANK OF NEW
YORK MELLON
CORPCOM
064058100 5
160 SH
DEFINED 160 0
0 BAXTER
INTERNATIONAL
INC COM
071813109 868
16190 SH SOLE
16190 0 0
BAXTER
INTERNATIONAL
INC COM
071813109 9
170 SH
DEFINED 170 0
0 BED BATH &
BEYOND COM
075896100 388
15285 SH SOLE
15285 0 0 BED
BATH & BEYOND
COM 075896100
23 895 SH
DEFINED 895 0

0 BEST BUY
COMPANY INC
COM 086516101
546 19429 SH
SOLE 19179
250 0 BEST
BUY COMPANY
INC COM
086516101 25
878 SH
DEFINED 878 0
0 CATERPILLAR
INC. COM
149123101
1247 27928 SH
SOLE 27278
650 0
CATERPILLAR
INC. COM
149123101 16
356 SH
DEFINED 356 0
0 CHEVRON
CORP COM
166764100
6290 85038 SH
SOLE 83713
825 500
CHEVRON CORP
COM 166764100
257 3475 SH
DEFINED 2675
0 800 CHUBB
CORP COM
171232101 744
14582 SH SOLE
14582 0 0
CHUBB CORP
COM 171232101
26 510 SH
DEFINED 510 0
0 CISCO
SYSTEMS COM
17275R102
1855 113895
SH SOLE
112395 1100
400 CISCO
SYSTEMS COM
17275R102 28
1695 SH
DEFINED 1695
0 0 CITY
NATIONAL COM
178566105 497
10215 SH SOLE
9865 350 0
CITY NATIONAL
COM 178566105
59 1210 SH
DEFINED 1210
0 0 COCA COLA
CO COM
191216100
1103 24364 SH
SOLE 24364 0
0 COCA COLA
CO COM
191216100 109
2400 SH
DEFINED 2400
0 0 COLGATE
PALMOLIVE CO
COM 194162103
1480 21596 SH
SOLE 20646
850 100
COLGATE
PALMOLIVE CO
COM 194162103
127 1850 SH

DEFINED 250 0
1600
CONOCOPHILLIPS
COM 20825C104
2231 43073 SH
SOLE 42023
900 150
CONOCOPHILLIPS
COM 20825C104
85 1650 SH
DEFINED 1650
0 0 COVANCE
INC COM
222816100 583
12660 SH SOLE
11860 700 100
COVANCE INC
COM 222816100
20 425 SH
DEFINED 425 0
0 CULLEN
FROST BANKERS
COM 229899109
213 4195 SH
SOLE 3895 300
0 CULLEN
FROST BANKERS
COM 229899109
23 460 SH
DEFINED 460 0
0 DNP SELECT
INCOME FUND
23325P104 433
70399 SH SOLE
68369 1030
1000 DNP
SELECT INCOME
FUND
23325P104 22
3600 SH
DEFINED 3600
0 0 DANAHER
CORP COM
235851102
1084 19155 SH
SOLE 18455
600 100
DANAHER CORP
COM 235851102
40 700 SH
DEFINED 700 0
0 DEERE & CO
COM 244199105
254 6630 SH
SOLE 5930 700
0 DEERE & CO
COM 244199105
21 550 SH
DEFINED 550 0
0 DISNEY WALT
COMPANY COM
254687106
1415 62395 SH
SOLE 62320 75
0 DISNEY WALT
COMPANY COM
254687106 7
300 SH
DEFINED 300 0
0 DONALDSON
INC COM
257651109 209
6210 SH SOLE
6010 200 0
DONALDSON INC
COM 257651109
3 100 SH
DEFINED 100 0
0 DOW CHEM CO
COM 260543103
702 46525 SH

SOLE 45675
600 250 DOW
CHEM CO COM
260543103 40
2650 SH
DEFINED 1250
0 1400 DU
PONT E I DE
NEMOURS COM
263534109 514
20337 SH SOLE
19587 750 0
DU PONT E I
DE NEMOURS
COM 263534109
12 470 SH
DEFINED 470 0
0 EMERSON
ELEC CO COM
291011104
3757 102631
SH SOLE
101431 800
400 EMERSON
ELEC CO COM
291011104 185
5040 SH
DEFINED 3040
0 2000 ENDO
PHARM HLDG
INC COM
29264F205 564
21805 SH SOLE
21005 700 100
ENDO PHARM
HLDG INC COM
29264F205 9
340 SH
DEFINED 340 0
0 EXELON CORP
COM 30161N101
617 11091 SH
SOLE 11091 0
0 EXELON CORP
COM 30161N101
33 600 SH
DEFINED 600 0
0 EXXON MOBIL
CORP COM
30231G102
9800 122762
SH SOLE
121372 940
450 EXXON
MOBIL CORP
COM 30231G102
1182 14809 SH
DEFINED 12761
0 2048 FPL
GROUP INC COM
302571104
1218 24200 SH
SOLE 23200
1000 0 FPL
GROUP INC COM
302571104 161
3200 SH
DEFINED 1200
0 2000 FIRST
MERCHANTS
CORP COM
320817109
2695 121377
SH SOLE
120275 1102 0
FIRST
MERCHANTS
CORP COM
320817109 275
12367 SH
DEFINED 12367

0 0 GENERAL
ELECTRIC CO
COM 369604103
3633 224393
SH SOLE
220693 2250
1450 GENERAL
ELECTRIC CO
COM 369604103
340 21025 SH
DEFINED 12925
0 8100 GRACO
INC COM
384109104 686
28915 SH SOLE
28915 0 0
GRACO INC COM
384109104 10
425 SH
DEFINED 425 0
0 HARRIS CORP
DEL COM
413875105
1082 28440 SH
SOLE 27890
550 0 HARRIS
CORP DEL COM
413875105 19
495 SH
DEFINED 495 0
0 HARSCO CORP
COM 415864107
645 23300 SH
SOLE 23300 0
0 HEWLETT
PACKARD CO
COM 428236103
2290 63105 SH
SOLE 62705 0
400 HEWLETT
PACKARD CO
COM 428236103
111 3050 SH
DEFINED 3050
0 0 INTEL
CORP COM
458140100
2719 185445
SH SOLE
182145 2700
600 INTEL
CORP COM
458140100 113
7700 SH
DEFINED 6700
0 1000 INTL
BUSINESS
MACHINES CORP
COM 459200101
1966 23358 SH
SOLE 22858
350 150 INTL
BUSINESS
MACHINES CORP
COM 459200101
35 410 SH
DEFINED 410 0
0 ISHARES
LEHMAN
AGGREGATE
BOND FUND
464287226 369
3537 SH SOLE
3537 0 0 MSCI
EAFE INDEX
SHARES
464287465
3521 78480 SH
SOLE 76105
1365 1010
MSCI EAFE

INDEX SHARES
464287465 72
1615 SH
DEFINED 1615
0 0
BIOTECHNOLOGY
I SHARES COM
464287556
1660 23370 SH
SOLE 22695
625 50
BIOTECHNOLOGY
I SHARES COM
464287556 31
440 SH
DEFINED 440 0
0 S&P 400
MIDCAP GROWTH
ISHARES
464287606 749
13505 SH SOLE
13505 0 0 S&P
400 MIDCAP
GROWTH
ISHARES
464287606 31
564 SH
DEFINED 564 0
0 ISHARES
RUSSELL 2000
I SHARES
464287655 669
13582 SH SOLE
12992 420 170
ISHARES
RUSSELL 2000
I SHARES
464287655 14
285 SH
DEFINED 285 0
0 S&P 400
MIDCAP VALUE
ISHARES
464287705 771
15343 SH SOLE
15343 0 0 S&P
400 MIDCAP
VALUE ISHARES
464287705 32
645 SH
DEFINED 645 0
0 I SHARES
S&P SMALL CAP
600 COM
464287804 936
21294 SH SOLE
20531 427 336
I SHARES S&P
SMALL CAP 600
COM 464287804
51 1167 SH
DEFINED 1167
0 0 S&P 600
SMALL CAP
VALUE ISHARES
464287879 449
9233 SH SOLE
9233 0 0 S&P
600 SMALL CAP
VALUE ISHARES
464287879 24
500 SH
DEFINED 500 0
0 S&P 600
SMALL CAP
GROWTH
ISHARES
464287887 450
10109 SH SOLE
10109 0 0 S&P
600 SMALL CAP

GROWTH
ISHARES
464287887 24
528 SH
DEFINED 528 0
0 J P MORGAN
CHASE & CO
COM 46625H100
3709 117674
SH SOLE
116874 200
600 J P
MORGAN CHASE
& CO COM
46625H100 453
14382 SH
DEFINED 14382
0 0 JARDEN
CORPORATION
COM 471109108
115 10035 SH
SOLE 10035 0
0 JOHNSON &
JOHNSON COM
478160104
6101 101973
SH SOLE
100623 1150
200 JOHNSON &
JOHNSON COM
478160104 544
9091 SH
DEFINED 6291
0 2800
JOHNSON CTLS
INC COM
478366107 406
22375 SH SOLE
21325 900 150
JOHNSON CTLS
INC COM
478366107 5
250 SH
DEFINED 250 0
0 KELLOGG CO
COM 487836108
256 5840 SH
SOLE 5840 0 0
KIMBERLY
CLARK CORP
COM 494368103
1779 33725 SH
SOLE 32975
500 250
KIMBERLY
CLARK CORP
COM 494368103
55 1050 SH
DEFINED 1050
0 0 KOHL'S
CORP COM
500255104 808
22327 SH SOLE
21727 500 100
KOHL'S CORP
COM 500255104
34 945 SH
DEFINED 945 0
0 LABORATORY
CORP COM
50540R409 332
5160 SH SOLE
5160 0 0
LABORATORY
CORP COM
50540R409 9
135 SH
DEFINED 135 0
0 LILLY ELI &
CO COM
532457108

5274 130971
SH SOLE
130571 100
300 LILLY ELI
& CO COM
532457108 66
1650 SH
DEFINED 1650
0 0 LINCOLN
NATL CORP IND
COM 534187109
180 9531 SH
SOLE 9231 300
0 LINCOLN
NATL CORP IND
COM 534187109
11 600 SH
DEFINED 600 0
0 LOWE'S
COMPANIES INC
COM 548661107
3790 176100
SH SOLE
173650 1850
600 LOWE'S
COMPANIES INC
COM 548661107
86 4015 SH
DEFINED 3615
0 400 MASCO
CORP COM
574599106 412
37055 SH SOLE
36555 100 400
MASCO CORP
COM 574599106
17 1485 SH
DEFINED 1485
0 0 MCDONALDS
CORP COM
580135101 746
11995 SH SOLE
11995 0 0
MCDONALDS
CORP COM
580135101 100
1610 SH
DEFINED 1610
0 0 MEDTRONIC
INCORPORATED
COM 585055106
1303 41487 SH
SOLE 40412
875 200
MEDTRONIC
INCORPORATED
COM 585055106
23 725 SH
DEFINED 725 0
0 MICROSOFT
CORPORATION
COM 594918104
3575 183991
SH SOLE
182141 1650
200 MICROSOFT
CORPORATION
COM 594918104
154 7940 SH
DEFINED 6940
0 1000
MICROCHIP
TECHNOLOGY
COM 595017104
929 47575 SH
SOLE 46075
1300 200
MICROCHIP
TECHNOLOGY
COM 595017104
52 2675 SH

DEFINED 2675
0 0 S&P 400
MIDCAP SPDR
595635103
3989 41056 SH
SOLE 40467
342 247 S&P
400 MIDCAP
SPDR
595635103 150
1539 SH
DEFINED 1539
0 0 NORTHERN
TR CORP COM
665859104 645
12370 SH SOLE
12180 150 40
NORTHERN TR
CORP COM
665859104 11
215 SH
DEFINED 215 0
0 NORTHRUP
GRUMMAN CORP
COM 666807102
68 1520 SH
SOLE 1520 0 0
NORTHRUP
GRUMMAN CORP
COM 666807102
914 20290 SH
DEFINED 20290
0 0 NVIDIA
CORP COM
67066G104 444
55060 SH SOLE
53335 1600
125 NVIDIA
CORP COM
67066G104 11
1425 SH
DEFINED 1425
0 0 NUVEEN
MUNI DIVIDEND
ADVISOR
67070X101 110
10980 SOLE
10980 0 0
NUVEEN MUNI
DIVIDEND
ADVISOR
67070X101 16
1600 DEFINED
1600 0 0 OLD
NATIONAL
BANCORP COM
680033107 433
23884 SH SOLE
23884 0 0
ORACLE CORP
COM 68389X105
951 53677 SH
SOLE 52527
1000 150
ORACLE CORP
COM 68389X105
47 2633 SH
DEFINED 2633
0 0 PEPSICO
INC COM
713448108
5777 105473
SH SOLE
103873 1100
500 PEPSICO
INC COM
713448108 321
5855 SH
DEFINED 5855
0 0 PFIZER
INC COM

717081103
1123 63465 SH
SOLE 63065
200 200
PFIZER INC
COM 717081103
62 3500 SH
DEFINED 2500
0 1000
PHILLIP
MORRIS INTL
INC COM
718172109 9
200 SH SOLE
200 0 0
PHILLIP
MORRIS INTL
INC COM
718172109 226
5195 SH
DEFINED 2195
0 3000 T.
ROWE PRICE
GROUP INC COM
74144T108 814
22981 SH SOLE
22931 0 50 T.
ROWE PRICE
GROUP INC COM
74144T108 16
450 SH
DEFINED 450 0
0 PRINCIPAL
FINANCIAL
GROUP COM
74251V102 288
12780 SH SOLE
12280 450 50
PRINCIPAL
FINANCIAL
GROUP COM
74251V102 4
160 SH
DEFINED 160 0
0 PROCTER &
GAMBLE CO COM
742718109
5908 95582 SH
SOLE 94482
850 250
PROCTER &
GAMBLE CO COM
742718109 371
6010 SH
DEFINED 3010
0 3000 ROBERT
HALF
INTERNATIONAL
COM 770323103
569 27355 SH
SOLE 27355 0
0 ROBERT HALF
INTERNATIONAL
COM 770323103
9 445 SH
DEFINED 445 0
0 S&P 500
INDEX SPDR
ETF 78462F103
1027 11385 SH
SOLE 11385 0
0 SPDR MSCI
ALL-COUNTRY
WORLD EX-US
INDEX ETF
78463X848
1997 85667 SH
SOLE 85667 0
0 LEHMAN INTL
TREASURY BD
SPDR

78464A516
3434 63125 SH
SOLE 62772
353 0 LEHMAN
INTL TREASURY
BD SPDR
78464A516 93
1710 SH
DEFINED 1710
0 0
SCHLUMBERGER
LTD COM
806857108
3300 77980 SH
SOLE 76950
630 400
SCHLUMBERGER
LTD COM
806857108 91
2154 SH
DEFINED 2154
0 0 MATERIALS
SELECT SECTOR
SPDRCOM
81369Y100 400
17605 SH SOLE
17425 80 100
MATERIALS
SELECT SECTOR
SPDRCOM
81369Y100 11
465 SH
DEFINED 465 0
0 SECTOR SPDR
UTILITIES COM
81369Y886 360
12395 SH SOLE
12320 0 75
SECTOR SPDR
UTILITIES COM
81369Y886 10
330 SH
DEFINED 330 0
0 THE J.M.
SMUCKER
COMPANY COM
832696405 487
11231 SH SOLE
10881 300 50
THE J.M.
SMUCKER
COMPANY COM
832696405 11
265 SH
DEFINED 265 0
0 SOUTHERN CO
COM 842587107
1581 42735 SH
SOLE 42485 50
200 SOUTHERN
CO COM
842587107 200
5410 SH
DEFINED 4710
0 700 STAPLES
INC COM
855030102
1858 103754
SH SOLE
101854 1600
300 STAPLES
INC COM
855030102 54
2995 SH
DEFINED 2995
0 0 STRYKER
CORP COM
863667101 972
24324 SH SOLE
23624 700 0
STRYKER CORP

COM 863667101
10 250 SH
DEFINED 250 0
0 SUPERVALU
INC COM
868536103 177
12090 SH SOLE
12015 75 0
SUPERVALU INC
COM 868536103
21 1445 SH
DEFINED 1445
0 0 SYSCO
CORP COM
871829107
2980 129944
SH SOLE
127694 2050
200 SYSCO
CORP COM
871829107 108
4700 SH
DEFINED 4700
0 0 TEVA
PHARMACEUTICAL
ADR 881624209
722 16970 SH
SOLE 16470
500 0 TEVA
PHARMACEUTICAL
ADR 881624209
50 1165 SH
DEFINED 1165
0 0 THERMO
FISHER
SCIENTIFIC
INCCOM
883556102 422
12400 SH SOLE
11900 500 0
3M COMPANY
COM 88579Y101
799 13886 SH
SOLE 13636
250 0 3M
COMPANY COM
88579Y101 175
3050 SH
DEFINED 850 0
2200 US
BANCORP DEL
COM 902973304
2648 105913
SH SOLE
103663 1800
450 US
BANCORP DEL
COM 902973304
64 2570 SH
DEFINED 1570
0 1000 UNITED
PARCEL
SERVICE COM
911312106 187
3400 SH SOLE
3400 0 0
UNITED PARCEL
SERVICE COM
911312106 55
1000 SH
DEFINED 1000
0 0 UNITED
TECHNOLOGIES
CORP COM
913017109
6049 112882
SH SOLE
111282 1100
500 UNITED
TECHNOLOGIES
CORP COM

913017109 73
1355 SH
DEFINED 1355
0 0 VF CORP
COM 918204108
441 8050 SH
SOLE 7725 225
100 VF CORP
COM 918204108
4 75 SH
DEFINED 75 0
0 VNGRD FTSE
ALLWORLD EXUS
ETF 922042775
1899 58765 SH
SOLE 58565 0
200 VECTREN
CORP COM
92240G101
2053 82139 SH
SOLE 80689
1250 200
VECTREN CORP
COM 92240G101
147 5883 SH
DEFINED 4118
0 1765
VERIZON
COMMUNICATIONS
INC COM
92343V104
2267 66908 SH
SOLE 66108
550 250
VERIZON
COMMUNICATIONS
INC COM
92343V104 78
2292 SH
DEFINED 2292
0 0 WAL MART
STORES INC
COM 931142103
3783 67487 SH
SOLE 66887
300 300 WAL
MART STORES
INC COM
931142103 194
3455 SH
DEFINED 3455
0 0 WALGREEN
COMPANY COM
931422109 196
7962 SH SOLE
7912 50 0
WALGREEN
COMPANY COM
931422109 15
600 SH
DEFINED 600 0
0 WELLS FARGO
& CO COM
949746101
5734 194556
SH SOLE
192056 1500
1000 WELLS
FARGO & CO
COM 949746101
276 9350 SH
DEFINED 6950
0 2400
WEYERHAEUSER
CO COM
962166104 420
13725 SH SOLE
13625 0 100
WEYERHAEUSER
CO COM
962166104 3

100 SH
DEFINED 100 0
0 WYETH COM
983024100
1713 45691 SH
SOLE 45291 0
400 WYETH COM
983024100 113
3010 SH
DEFINED 610 0
2400 ZIMMER
HLDGS INC COM
98956P102 366
9064 SH SOLE
8729 335 0
ZIMMER HLDGS
INC COM
98956P102 22
555 SH
DEFINED 555 0
0 GRAND
TOTALS 197290
5659653
5524746 58024
76883