
**FEDERAL DEPOSIT INSURANCE CORPORATION
WASHINGTON, DC 20429**

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): July 25, 2022

CADENCE BANK

(Exact Name of Registrant as Specified in Charter)

| | | |
|---|--|---|
| <u>Mississippi</u> (State or Other Jurisdiction of Incorporation) | <u>11813</u> (FDIC Certificate No.) | <u>64-0117230</u> (IRS Employer Identification No.) |
|---|--|---|

| | |
|---|----------------------------|
| <u>One Mississippi Plaza 201 South Spring Street Tupelo, Mississippi</u> (Address of Principal Executive Offices) | <u>38804</u> (Zip Code) |
|---|----------------------------|

Registrant's telephone number, including area code (662) 680-2000

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 (*see* General Instruction A.2. below):

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

Securities registered pursuant to Section 12(b) of the Act:

| <u>Title of each class</u> | <u>Trading Symbol(s)</u> | <u>Name of each exchange on which registered</u> |
|---|--------------------------|--|
| Common Stock, \$2.50 par value per share | CADE | New York Stock Exchange |
| Series A Preferred Stock, \$0.01 par value per share | CADE-PrA | New York Stock Exchange |

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Item 2.02. Results of Operations and Financial Condition.

On July 25, 2022, Cadence Bank (the “Bank”) issued a press release announcing its financial results for the second quarter ended June 30, 2022 (the “Earnings Release”). In addition, the Bank will conduct a conference call and webcast at 10:00 a.m. (Central Time) on July 26, 2022 to discuss its financial results for the second quarter ended June 30, 2022. The Bank prepared a presentation to be used in connection with this conference call and webcast (the “Presentation”). The Earnings Release and Presentation contain forward-looking statements regarding the Bank and include cautionary language identifying important factors that could cause actual results to differ materially from those anticipated. Copies of the Earnings Release and the Presentation are furnished as Exhibits 99.1 and 99.2, respectively, to this Current Report on Form 8-K (this “Report”) and are incorporated herein by reference in the entirety.

The information furnished pursuant to this Item 2.02, including Exhibits 99.1 and 99.2, shall not be deemed to be “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or otherwise subject to the liabilities under that section, and shall not be deemed to be incorporated by reference into any filing of the Bank under the Securities Act of 1933, as amended, or the Exchange Act except as expressly set forth by specific reference in such filing. All information in the Earnings Release and Presentation speaks as of the date thereof, and the Bank does not assume any obligation to update such information in the future.

Item 7.01. Regulation FD Disclosure.

The disclosure contained in Item 2.02 of this Report is incorporated herein by reference.

Item 9.01. Financial Statements and Exhibits.**EXHIBIT INDEX**

| <u>Exhibit Number</u> | <u>Description</u> |
|-----------------------|--------------------------------------|
| 99.1 | Earnings Release dated July 25, 2022 |
| 99.2 | Presentation dated July 26, 2022 |

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.

CADENCE BANK
(Registrant)

By: /s/ Cathy S. Freeman
Cathy S. Freeman
Senior Executive Vice President and
Chief Administrative Officer

Date: July 25, 2022

News Release

**Contact:**

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Cadence Bank Announces Second Quarter 2022 Financial Results

TUPELO, Miss. and HOUSTON -- July 25, 2022/PRNewswire – Cadence Bank (NYSE: CADE) (the Company), today announced financial results for the quarter ended June 30, 2022.

Highlights for the second quarter of 2022 included (as compared to the linked quarter unless noted otherwise):

- Achieved meaningful growth in quarterly net income available to common shareholders of \$124.6 million, or \$0.68 per diluted common share, and adjusted net income available to common shareholders of \$134.2 million, or \$0.73 per diluted common share, representing quarterly increases in earnings per diluted share of 13.3% and 12.3% respectively.
- Reported \$176.7 million in adjusted pre-tax pre-provision net revenue (PPNR), up 10.2% and improving to 1.51% of average assets on an annualized basis.
- Continued improvement in other profitability metrics, including an adjusted return on average tangible common equity of 19.50% for the second quarter.
- Generated net organic loan growth of \$1.2 billion for the quarter, or 17.3% on an annualized basis. Year-to-date, loans have grown \$1.5 billion, or 11.0% annualized. Total deposits declined \$378.9 million during the quarter, but have increased \$371.4 million year-to-date, or 1.9% on an annualized year-to-date basis.
- Net interest margin improved notably to 3.06%, up 14 basis points (and up 20 basis points excluding the impact of purchase accounting accretion), driven primarily by increasing new and floating loan yields, balance sheet mix changes resulting from net loan growth and minimal increases in deposit costs.
- Additional improvement in credit quality metrics included net recoveries of \$1.4 million and an 11.4% decline in total non-performing assets; recorded a quarterly provision for credit losses of \$1 million.

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- Operating efficiency continued to improve, which is reflected in a decline in the adjusted efficiency ratio to 60.5% for the second quarter compared to 63.5% for the first quarter of 2022.

“The Company’s financial results for the second quarter reflect key fundamental successes across virtually all aspects of our business, highlighted by adjusted earnings of \$0.73 per diluted common share,” remarked Dan Rollins, Chairman and Chief Executive Officer of the Company. “Our bankers’ efforts and the strength of our footprint resulted in quarterly net loan growth across nearly all of our markets and business lines. As expected, given the increasing rate environment, we reported considerable improvement in our net interest margin as well as meaningful growth in our net interest income. Credit quality continues to remain exceptionally strong as evidenced by our fifth consecutive quarter of net recoveries and additional declines in total non-performing assets.”

Rollins continued, “Our results for the quarter also reflect a decline in adjusted expense which, combined with revenue growth, resulted in the adjusted efficiency ratio declining by 300 basis points to 60.5% for the quarter. Finally, from a capital management perspective, we repurchased 1.0 million shares of Company common stock during the quarter while continuing to maintain strong regulatory capital metrics.”

Earnings Summary

Year-over-year comparisons were impacted by the merger with Cadence Bank, N.A. in the fourth quarter of 2021. See “RECENT MERGER TRANSACTIONS” in this release for more information.

The Company reported net income available to common shareholders of \$124.6 million, or \$0.68 per diluted common share, for the second quarter of 2022, compared with net income available to common shareholders of \$73.2 million, or \$0.69 per diluted common share, for the second quarter of 2021 and net income available to common shareholders of \$112.6 million, or \$0.60 per diluted common share, for the first quarter of 2022. Adjusted net income available to common shareholders was \$134.2 million, or \$0.73 per diluted common share, for the second quarter of 2022, compared with \$89.2 million, or \$0.84 per diluted common share, for the second quarter of 2021 and \$121.6 million, or \$0.65 per diluted common share, for the first quarter of 2022.

The Company reported adjusted PPNR of \$176.7 million, or 1.51% of average assets on an annualized basis, for the second quarter of 2022 compared to \$118.0 million, or 1.77% of average assets on an annualized basis, for the second quarter of 2021 and \$160.4 million, or 1.36% of average assets on an annualized basis, for the first quarter of 2022.

The meaningful growth in adjusted net income and PPNR during the quarter was due to a 4.2% increase in net interest revenue reflecting a higher interest rate environment, loan growth and a 2.0% decrease in non-interest expense, partially offset by a 2.5% lower noninterest revenue due to movement in net MSR valuation.

Net Interest Revenue

Net interest revenue was \$324.8 million for the second quarter of 2022, compared to \$180.2 million for the second quarter of 2021 and \$311.8 million for the first quarter of 2022, an increase of \$12.9 million or 4.2% from linked quarter. The fully taxable equivalent (FTE) net interest margin was 3.06% for the second quarter of 2022, compared with 2.99% for the second quarter of 2021 and 2.92% for the first quarter of 2022.

Net interest revenue for the second quarter of 2022 included \$11.7 million in accretion revenue related to acquired loans and leases, adding approximately 11 basis points to the net interest margin. Accretion declined \$6.0 million from \$17.7 million for the first quarter of 2022, which added approximately 17 basis points to the first quarter 2022 net interest margin. Excluding the impact of accretion, the linked quarter net interest margin increased by 20 basis points.

The increase in net interest revenue in the second quarter of 2022 compared to the linked quarter reflected meaningful improvement in loan and securities yields as well as continued deployment of cash and cash flow from maturing securities into loan growth. The balance sheet remains asset sensitive, with approximately 24% of loans floating (repricing within 30 days) and another 44% of loans variable as of June 30, 2022.

Yields on net loans, loans held for sale, and leases excluding accretion, were 4.12% for the second quarter of 2022, up 16 basis points from 3.96% for the first quarter of 2022, while yields on total interest earning assets were 3.29% for the second quarter of 2022, up 19 basis points from 3.10% for the first quarter of 2022. The average cost of deposits remained well managed, increasing only 2 basis points to 0.17% for the second quarter of 2022, compared with 0.15% for the first quarter of 2022.

Balance Sheet Activity

Loans and leases, net of unearned income, continued to reflect solid growth, increasing \$1.2 billion during the second quarter, or 17.3% annualized, and \$1.5 billion year-to-date, or 11.0% annualized, to \$28.4 billion. Total deposits declined \$378.9 million during the second quarter to \$40.8 billion, but have grown \$371.4 million year-to-date, or 1.9% annualized. Loan growth for the quarter was spread across multiple geographies and portfolios including commercial and industrial, commercial real estate, community banking and residential mortgage. The decline in deposits during the quarter was due to public fund and municipal balances that increased during the first quarter and declined in the second quarter, with the segment flat on total deposits since year-end 2021. The second quarter of 2022 ended with a loan to deposit ratio of 70.6% and securities to total assets of 28.2%, reflecting improved mix shift while maintaining continued strong balance sheet liquidity. Noninterest bearing deposits represented 34.9% of total deposits at the end of the second quarter of 2022, relatively stable compared to 35.6% at March 31, 2022.

Provision for Credit Losses and Allowance for Credit Losses

Credit quality metrics for the second quarter of 2022 continue to improve as reflected by the fifth consecutive quarter of net recoveries as well as successive declines in total non-performing assets.

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Total non-performing assets declined \$16.8 million, or 11.4%, in the second quarter from \$147.7 million at March 31, 2022 to \$130.8 million at June 30, 2022. Total non-performing loans and leases were \$116.4 million at June 30, 2022, or 0.41% of total net loans and leases, representing a decline of \$2.8 million or 2.4%, from the March 31, 2022 balance of \$119.3 million, or 0.44% of total net loans and leases. Other real estate owned and other repossessed assets also declined to \$14.4 million at June 30, 2022, a decrease of \$14.0 million or 49.3% from the March 31, 2022 balance of \$28.4 million.

Net recoveries for the second quarter of 2022 were \$1.4 million, or 0.02% of net loans and leases on an annualized basis, compared with net recoveries of \$1.8 million for the second quarter of 2021 and net recoveries of \$0.4 million for the first quarter of 2022. The provision for credit losses in the second quarter of 2022 was \$1 million, compared with a provision for credit losses of \$11.5 million for the second quarter of 2021 and no recorded provision for the first quarter of 2022. The \$11.5 million provision for the second quarter of 2021 was primarily associated with day one accounting provision requirements for loans acquired during the quarter. The allowance for credit losses was \$440.1 million, or 1.55% of net loans and leases at June 30, 2022, compared with \$438.7 million, or 1.61% of net loans and leases at March 31, 2022.

Noninterest Revenue

Noninterest revenue was \$125.2 million for the second quarter of 2022, compared with \$101.9 million for the second quarter of 2021 and \$128.4 million for the first quarter of 2022. The linked quarter decline was driven primarily by a lower mortgage servicing rights valuation adjustment, partially offset by strong credit card, debit card, and merchant fees as well as insurance commission revenue.

While mortgage revenue has been impacted due to the rising rate environment, our broader footprint has supported continued growth in mortgage origination volume. Second quarter of 2022 mortgage origination was \$913.0 million, up from both \$906.4 million for the second quarter of 2021 and \$803.9 million for the first quarter of 2022. Mortgage production and servicing revenue totaled \$6.7 million for the second quarter of 2022, compared with \$11.0 million for the second quarter of 2021 and \$7.7 million for the first quarter of 2022. The mortgage servicing rights valuation adjustment was \$4.7 million for the second quarter of 2022, compared with a negative \$1.9 million for the second quarter of 2021 and \$14.0 million for the first quarter of 2022 with the variances due to increased interest rates and a higher proportion of the asset being hedged during the second quarter of 2022.

Insurance commission revenue again reflected strong performance at \$40.0 million for the second quarter of 2022, compared with \$36.1 million for the second quarter of 2021 and \$35.7 million for the first quarter of 2022. The insurance pricing market has remained firm and the Company continues to experience high customer retention rates. The Company completed the acquisition of Wall 2 Wall Benefit Services, a Houston, TX based firm specializing in insurance and employee benefit services, during the second quarter of 2022.

Credit card, debit card and merchant fee revenue was \$16.6 million for the second quarter of 2022, compared with \$11.3 million for the first quarter of 2022 reflecting an annual incentive payment from our card vendor as well as an annual true-up of revenue based on improved

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contractual revenue share in 2022. Other noninterest revenue was \$16.4 million for the second quarter of 2022, compared with \$19.1 million for the first quarter of 2022 due in part to a purchase accounting adjustment associated with the day one fair value of unfunded commitments acquired in the legacy Cadence transaction.

Noninterest Expense

Noninterest expense for the second quarter of 2022 was \$285.9 million, compared with \$174.0 million for the second quarter of 2021 and \$291.7 million for the first quarter of 2022. Adjusted noninterest expense for the second quarter of 2022 was \$271.8 million, compared with \$164.0 million for the second quarter of 2021 and \$281.0 million for the first quarter of 2022. The adjusted efficiency ratio was 60.5% for the second quarter of 2022, which represents improvement compared to the 63.5% for the first quarter of 2022. The decline in adjusted noninterest expense compared to the linked quarter included a reduction in compensation related items including payroll taxes, 401(k) match, and health insurance expense as well as intangible amortization expense as we finalized acquired intangible asset valuations.

Adjusted noninterest expense for the second quarter of 2022 excludes \$13.3 million in total merger related expenses, which includes merger expense shown as a separate line item on the income statement as well as incremental merger related expenses that are included in the respective expense categories. Merger expenses represent costs to complete the merger with no future benefit, while incremental merger related expenses represent costs to complete the merger for which the entity receives a future benefit. Merger expense was \$7.3 million for the second quarter of 2022, compared with \$10.0 million for the second quarter of 2021 and \$4.0 million for the first quarter of 2022. Merger expense for the second quarter of 2022 was comprised primarily of conversion related expenses as well as compensation related items. Incremental merger related expenses for the second quarter of 2022 totaled \$6.1 million compared to \$6.6 million in the prior quarter and included primarily employee retention and marketing related expenses.

Capital Management

Total shareholders' equity was \$4.44 billion at June 30, 2022 compared with \$3.07 billion at June 30, 2021 and \$4.64 billion at March 31, 2022. The decline in the linked quarter is primarily due to a decline in Accumulated Other Comprehensive Income (Loss) ("AOCI") resulting from an increase in unrealized losses in the available-for-sale securities portfolio, driven by increases in longer-term interest rates in the quarter.

Estimated regulatory capital ratios remain solid at June 30, 2022 including Common Equity Tier 1 capital of 10.39%, Tier 1 capital of 10.86%, Total risk-based capital of 13.05%, and Tier 1 leverage capital of 8.35%.

During the second quarter of 2022, the Company repurchased 1.0 million shares of its common stock pursuant to its share repurchase program. The company has 3.9 million shares remaining on its current share repurchase authorization which will expire December 30, 2022. Outstanding company shares were 182.5 million shares as of June 30, 2022, a reduction of 5.9 million shares since December 31, 2021.

Summary

Rollins concluded, “Our financial results continue to contribute to the energy and optimism around our Company, and we are reaching milestones daily toward fully integrating our two legacy companies. Last week, we publicly revealed several additional aspects of our branding for the new Cadence Bank, which complement our new logo released earlier this year. The branding speaks to serving our customers with capabilities and opportunities resulting from two great companies coming together. We look forward to the full rebranding of our Company during the fourth quarter upon completion of our core systems conversion. We have a lot to be excited about at Cadence Bank, with this quarter’s financial performance certainly being a significant part of that.”

RECENT MERGER TRANSACTION

Cadence Bancorporation (NYSE: CADE)

On October 29, 2021, the Company completed the merger with Cadence Bancorporation, the parent company of Cadence Bank N.A., (collectively referred to as legacy Cadence), pursuant to which legacy Cadence was merged with and into the Company (the Cadence Merger). Legacy Cadence operated 99 full-service banking offices in the southeast. As of October 29, 2021, legacy Cadence reported total assets of \$18.8 billion, total loans of \$11.6 billion and total deposits of \$16.3 billion. Under the terms of the definitive merger agreement, each legacy Cadence shareholder received 0.70 shares of the Company’s common stock in exchange for each share of Cadence common stock they held. In addition, legacy Cadence paid a one-time special dividend of \$1.25 per share on October 28, 2021. In connection with the closing of the Cadence merger, the Company changed its name from “BancorpSouth Bank” to “Cadence Bank” and also changed its NYSE ticker symbol from “BXS” to “CADE”. For more information regarding the Cadence Merger, see our Current Report on Form 8-K that was filed with the Federal Deposit Insurance Corporation (FDIC) on October 29, 2021 and the 2021 Annual Report Form 10-K filed with the FDIC. Due to the Company’s evaluation of post-merger activity and the extensive information gathering and management review processes required to properly record acquired assets and liabilities, the Company considers its valuations of legacy Cadence’s assets and liabilities to be provisional estimates as management continues to identify and assess information regarding the nature of these assets and liabilities for the associated valuation assumptions and methodologies used.

Non-GAAP Measures and Ratios

This news release presents certain financial measures and ratios that are not calculated in accordance with U.S. generally accepted accounting principles (GAAP). A discussion regarding these non-GAAP measures and ratios, including reconciliations of non-GAAP measures to the most directly comparable GAAP measures and definitions for non-GAAP ratios, appears under the caption “Reconciliation of Non-GAAP Measures and Other Non-GAAP Ratio Definitions” beginning on page 23 of this news release.

Conference Call and Webcast

The Company will conduct a conference call to discuss its second quarter 2022 financial results on July 26, 2022, at 10:00 a.m. (Central Time). This conference call will be an interactive session between management and analysts. Interested parties may listen to this live conference call via Internet webcast by accessing <http://ir.cadencebank.com/events>. The webcast will also be available in archived format at the same address.

About Cadence Bank

Cadence Bank (NYSE: CADE) is a leading regional banking franchise with approximately \$50 billion in assets and more than 400 branch locations across the South, Midwest and Texas. Cadence provides consumers, businesses and corporations with a full range of innovative banking and financial solutions. Services and products include consumer banking, consumer loans, mortgages, home equity lines and loans, credit cards, commercial and business banking, treasury management, specialized lending, asset-based lending, commercial real estate, equipment financing, correspondent banking, SBA lending, foreign exchange, wealth management, investment and trust services, financial planning, retirement plan management, and personal and business insurance. Cadence is committed to a culture of respect, diversity and inclusion in both its workplace and communities. Cadence Bank, Member FDIC. Equal Housing Lender.

Forward-Looking Statements

Certain statements made in this news release constitute “forward-looking statements” within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), and are subject to the safe harbor under the Private Securities Litigation Reform Act of 1995 as well as the “bespeaks caution” doctrine. These statements are often, but not exclusively, made through the use of words or phrases like “assume,” “believe,” “budget,” “contemplate,” “continue,” “could,” “foresee,” “indicate,” “may,” “might,” “outlook,” “prospect,” “potential,” “roadmap,” “should,” “target,” “will,” “would,” the negative versions of such words, or comparable words of a future or forward-looking nature. These forward-looking statements may include, without limitation, discussions regarding general economic, interest rate, real estate market, competitive, employment, and credit market conditions, or any of the Company’s comments related to topics in its risk disclosures. Forward-looking statements are based upon management’s expectations as well as certain assumptions and estimates made by, and information available to, the Company’s management at the time such statements were made. Forward-looking statements are not guarantees of future results or performance and are subject to certain known and unknown risks, uncertainties and other factors that are beyond the Company’s control and that may cause actual results to differ materially from those expressed in, or implied by, such forward-looking statements.

Risks, uncertainties and other factors the Company may face include, without limitation: potential delays or other problems in implementing and executing the Company’s growth, expansion and acquisition strategies, including delays in obtaining regulatory or other necessary approvals or the failure to realize any anticipated benefits or synergies from any acquisitions or growth strategies; general economic, unemployment, credit market and real estate market conditions, including inflation, and the effect of such conditions on customers, potential customers, assets, and investments; the risks of changes in interest rates and their effects on the level and composition of deposits, loan demand, the values of loan collateral, securities, and interest sensitive assets and liabilities; the ability to attract new or retain existing deposits, to retain or grow loans or additional interest and fee income, or to control noninterest expense; the effect of pricing pressures on the Company’s net interest margin; the failure of assumptions underlying the establishment of reserves for possible credit losses, fair value for loans and other real estate owned; changes in real estate values; the ability to pay dividends or coupons on the Company’s 5.5% Series A Non-Cumulative Perpetual Preferred Stock, par value \$0.01 per share, or the 4.125% Fixed-to-Floating Rate Subordinated Notes due November 20, 2029; possible downgrades in the Company’s credit ratings or outlook which could increase the costs or availability of funding from capital markets; the potential impact of the proposed phase-out of the London Interbank Offered Rate (“LIBOR”) or other changes involving LIBOR; changes in legal, financial, accounting, and/or regulatory requirements; the costs and expenses to comply with such changes; the enforcement efforts of federal and state bank regulators; the ability to keep pace with technological changes, including changes regarding maintaining cybersecurity; the impact of a failure in, or breach of, the Company’s operational or security systems or infrastructure, or those of third parties with whom the Company does business, including as a result of cyber-attacks or an increase in the incidence or severity of fraud, illegal payments, security breaches or other illegal acts impacting the Company or the Company’s customers. The Company also faces risks from the adverse effects of the ongoing global COVID-19 pandemic, including the effect of actions taken to mitigate its impact on individuals or the economy broadly; natural disasters or acts of war or terrorism; international or political instability, including the impacts related to or resulting from Russia’s military action in Ukraine and additional sanctions and export controls, as well as the broader impacts to financial markets and the global macroeconomic and geopolitical environments.

Risks specifically related to the Cadence Merger include, but are not limited to: the possibility that the anticipated benefits of the merger will not be realized when expected or at all, including as a result of the impact of, or problems arising from, the integration of the two companies, or as a result of the strength of the economy and competitive factors in the areas where the combined company does business; the possibility that the parties

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may be unable to achieve expected synergies and operating efficiencies within the expected timeframes, or at all, and to successfully integrate Cadence's operations and those of the Company or because such integration may be more difficult, time consuming, or costly than expected, including as a result of unexpected factors or events; the risk that revenues following the Cadence Merger may be lower than expected; the ability of the Company and Cadence to meet expectations regarding the timing, completion and accounting and tax treatments of the Cadence Merger; and the risk of potential adverse reactions or changes to business or employee relationships, including those resulting from the completion of the Cadence Merger. There are also risks of adverse outcomes for any legal proceedings that may be instituted against the Company or Cadence in respect of the Cadence Merger; the risk that any announcements relating to the Cadence Merger could have adverse effects on the market price of the capital stock of the combined company; and risks arising from the dilution caused by the Company's issuance of additional shares of its capital stock in connection with the Cadence Merger and other factors as detailed from time to time in the Company's press and news releases, periodic and current reports, and other filings the Company files with the FDIC.

The Company also faces risks from: possible adverse rulings, judgments, settlements or other outcomes of pending, ongoing and future litigation, as well as governmental, administrative and investigatory matters; the impairment of the Company's goodwill or other intangible assets; losses of key employees and personnel; the diversion of management's attention from ongoing business operations and opportunities; and the combined company's success in executing its business plans and strategies, and managing the risks involved in all of the foregoing.

The foregoing factors should not be construed as exhaustive and should be read in conjunction with those factors that are set forth from time to time in the Company's periodic and current reports filed with the FDIC, including those factors included in the Company's Annual Report on Form 10-K for the year ended December 31, 2021, particularly those under the heading "Item 1A. Risk Factors," in the Company's Quarterly Reports on Form 10-Q under the heading "Part II-Item 1A. Risk Factors" and in the Company's Current Reports on Form 8-K.

Although the Company believes that the expectations reflected in these forward-looking statements are reasonable as of the date of this news release, if one or more events related to these or other risks or uncertainties materialize, or if the Company's underlying assumptions prove to be incorrect, actual results may prove to be materially different from the results expressed or implied by the forward-looking statements. Accordingly, undue reliance should not be placed on any forward-looking statements. The forward-looking statements speak only as of the date of this news release, and the Company does not undertake any obligation to publicly update or review any forward-looking statement, except as required by applicable law. All written or oral forward-looking statements attributable to the Company are expressly qualified in their entirety by this section.

Cadence Bank
Selected Financial Information
(Dollars in thousands, except per share data)
(Unaudited)

| | Quarter Ended | | | | | Year to Date | |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 | Jun-22 | Jun-21 |
| Earnings Summary: | | | | | | | |
| Interest revenue | \$ 349,555 | \$ 331,930 | \$ 290,626 | \$ 199,511 | \$ 199,129 | \$ 681,485 | \$ 391,912 |
| Interest expense | 24,789 | 20,108 | 19,414 | 17,967 | 18,947 | 44,897 | 38,941 |
| Net interest revenue | 324,766 | 311,822 | 271,212 | 181,544 | 180,182 | 636,588 | 352,971 |
| Provision (release) for credit losses | 1,000 | - | 133,562 | (7,000) | 11,500 | 1,000 | 11,500 |
| Net interest revenue, after provision for credit losses | 323,766 | 311,822 | 137,650 | 188,544 | 168,682 | 635,588 | 341,471 |
| Noninterest revenue | 125,234 | 128,435 | 103,854 | 84,420 | 101,943 | 253,669 | 189,879 |
| Noninterest expense | 285,888 | 291,667 | 289,194 | 179,889 | 173,984 | 577,555 | 329,807 |
| Income (loss) before income taxes | 163,112 | 148,590 | (47,690) | 93,075 | 96,641 | 311,702 | 201,543 |
| Income tax expense (benefit) | 36,154 | 33,643 | (13,033) | 20,350 | 21,102 | 69,797 | 44,449 |
| Net income (loss) | \$ 126,958 | \$ 114,947 | \$ (34,657) | \$ 72,725 | \$ 75,539 | \$ 241,905 | \$ 157,094 |
| Less: Preferred dividends | 2,372 | 2,372 | 2,372 | 2,372 | 2,372 | 4,744 | 4,744 |
| Net income (loss) available to common shareholders | \$ 124,586 | \$ 112,575 | \$ (37,029) | \$ 70,353 | \$ 73,167 | \$ 237,161 | \$ 152,350 |
| Balance Sheet - Period End Balances | | | | | | | |
| Total assets | \$ 47,747,708 | \$ 47,204,061 | \$ 47,669,751 | \$ 28,060,496 | \$ 27,612,365 | \$ 47,747,708 | \$ 27,612,365 |
| Total earning assets | 43,093,975 | 42,744,225 | 43,503,089 | 25,572,354 | 25,129,873 | 43,093,975 | 25,129,873 |
| Total securities | 13,450,621 | 14,371,606 | 15,606,470 | 10,053,372 | 9,084,111 | 13,450,621 | 9,084,111 |
| Loans and leases, net of unearned income | 28,360,485 | 27,189,666 | 26,882,988 | 14,991,245 | 15,004,039 | 28,360,485 | 15,004,039 |
| Allowance for credit losses (ACL) | 440,112 | 438,738 | 446,415 | 260,276 | 265,720 | 440,112 | 265,720 |
| Net book value of acquired loans (included in loans and leases above) | 9,721,672 | 11,020,251 | 11,968,278 | 1,426,266 | 1,646,031 | 9,721,672 | 1,646,031 |
| Paycheck protection program (PPP) loans (included in loans and leases above) | 18,769 | 27,013 | 50,008 | 32,771 | 167,144 | 18,769 | 167,144 |
| Unamortized net discount on acquired loans | 65,350 | 72,620 | 77,711 | 9,863 | 13,037 | 65,350 | 13,037 |
| Total deposits | 40,189,083 | 40,568,055 | 39,817,673 | 23,538,711 | 22,838,486 | 40,189,083 | 22,838,486 |
| Total deposits and securities sold under agreement to repurchase | 40,838,260 | 41,271,615 | 40,504,861 | 24,243,834 | 23,521,621 | 40,838,260 | 23,521,621 |
| Federal funds purchased and short term FHLB advances | 1,200,000 | - | 595,000 | - | - | 1,200,000 | - |
| Long-term debt | 2,380 | 2,514 | 3,742 | 4,082 | 4,189 | 2,380 | 4,189 |
| Subordinated debt | 462,693 | 463,181 | 478,669 | 307,776 | 307,601 | 462,693 | 307,601 |
| Total shareholders' equity | 4,437,925 | 4,643,757 | 5,247,987 | 3,023,257 | 3,069,574 | 4,437,925 | 3,069,574 |
| Common shareholders' equity | 4,270,932 | 4,476,764 | 5,080,994 | 2,856,264 | 2,902,581 | 4,270,932 | 2,902,581 |
| Balance Sheet - Average Balances | | | | | | | |
| Total assets | \$ 47,064,829 | \$ 47,679,850 | \$ 40,990,459 | \$ 27,616,585 | \$ 26,666,296 | \$ 47,370,639 | \$ 25,611,786 |
| Total earning assets | 42,688,497 | 43,515,166 | 37,210,403 | 25,220,602 | 24,211,759 | 43,099,548 | 23,274,984 |
| Total securities | 13,941,127 | 15,070,524 | 12,954,547 | 9,539,814 | 8,067,109 | 14,502,705 | 7,340,604 |
| Loans and leases, net of unearned income | 27,848,097 | 27,106,733 | 22,745,093 | 14,915,728 | 15,470,539 | 27,479,463 | 15,251,027 |
| PPP loans (included in loans and leases above) | 21,430 | 36,621 | 48,206 | 73,783 | 973,036 | 28,984 | 1,017,483 |
| Total deposits | 39,396,028 | 40,565,103 | 34,759,687 | 23,162,450 | 22,385,883 | 39,977,335 | 21,434,268 |
| Total deposits and securities sold under agreement to repurchase | 40,062,095 | 41,259,136 | 35,479,807 | 23,914,986 | 23,092,969 | 40,657,308 | 22,113,811 |
| Federal funds purchased and short term FHLB advances | 1,294,946 | 131,556 | 7,554 | 8,706 | 3,901 | 716,464 | 2,707 |
| Long-term debt | 2,461 | 3,361 | 3,844 | 4,168 | 4,714 | 2,909 | 4,547 |
| Subordinated debt | 462,986 | 463,481 | 432,267 | 307,671 | 304,056 | 463,232 | 300,706 |
| Total shareholders' equity | 4,523,189 | 5,062,231 | 4,508,594 | 3,058,307 | 2,954,834 | 4,791,221 | 2,884,309 |
| Common shareholders' equity | 4,356,196 | 4,895,238 | 4,341,601 | 2,891,314 | 2,787,841 | 4,624,228 | 2,717,316 |
| Nonperforming Assets: | | | | | | | |
| Nonaccrual loans and leases | \$ 89,368 | \$ 91,031 | \$ 122,104 | \$ 59,622 | \$ 61,664 | \$ 89,368 | \$ 61,664 |
| Loans and leases 90+ days past due, still accruing | 19,682 | 20,957 | 24,784 | 17,012 | 15,386 | 19,682 | 15,386 |
| Restructured loans and leases, still accruing | 7,385 | 7,292 | 6,903 | 7,165 | 7,368 | 7,385 | 7,368 |
| Non-performing loans (NPLs) | 116,435 | 119,280 | 153,791 | 83,799 | 84,418 | 116,435 | 84,418 |
| Other real estate owned and other repossessed assets | 14,399 | 28,401 | 33,021 | 16,515 | 17,333 | 14,399 | 17,333 |
| Non-performing assets (NPAs) | \$ 130,834 | \$ 147,681 | \$ 186,812 | \$ 100,314 | \$ 101,751 | \$ 130,834 | \$ 101,751 |

CADE Announces Second Quarter 2022 Financial Results
July 25, 2022

Cadence Bank
Selected Financial Information
(Dollars in thousands, except per share data)
(Unaudited)

| | Quarter Ended | | | | | Year to Date | |
|--|---------------|---------|---------|---------|---------|--------------|--------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 | Jun-22 | Jun-21 |
| Financial Ratios and Other Data: | | | | | | | |
| Return on average assets | 1.08% | 0.98% | (0.34%) | 1.04% | 1.14% | 1.03% | 1.24% |
| Adjusted return on average assets* | 1.16 | 1.05 | 1.03 | 1.11 | 1.38 | 1.11 | 1.34 |
| Return on average common shareholders' equity | 11.47 | 9.33 | (3.38) | 9.65 | 10.53 | 10.34 | 11.31 |
| Adjusted return on average common shareholders' equity* | 12.36 | 10.07 | 9.51 | 10.28 | 12.83 | 11.15 | 12.58 |
| Return on average tangible common equity* | 18.11 | 13.87 | (4.71) | 14.85 | 16.08 | 15.81 | 17.24 |
| Adjusted return on average tangible common equity* | 19.50 | 14.98 | 13.24 | 15.80 | 19.61 | 17.05 | 19.18 |
| Pre-tax pre-provision net revenue to total average assets* | 1.40 | 1.26 | 0.83 | 1.24 | 1.63 | 1.33 | 1.69 |
| Adjusted pre-tax pre-provision net revenue to total average assets* | 1.51 | 1.36 | 1.32 | 1.32 | 1.77 | 1.43 | 1.78 |
| Net interest margin-fully taxable equivalent | 3.06 | 2.92 | 2.90 | 2.86 | 2.99 | 2.99 | 3.07 |
| Net interest rate spread-fully taxable equivalent | 2.94 | 2.81 | 2.78 | 2.72 | 2.83 | 2.87 | 2.90 |
| Efficiency ratio-fully taxable equivalent* | 63.38 | 66.10 | 76.94 | 67.52 | 61.55 | 64.72 | 60.63 |
| Adjusted efficiency ratio-fully taxable equivalent* | 60.46 | 63.52 | 63.54 | 65.28 | 58.04 | 61.98 | 58.51 |
| Loan/deposit ratio | 70.57% | 67.02% | 67.52% | 63.69% | 65.70% | 70.57% | 65.70% |
| Employee FTE | 6,659 | 6,568 | 6,595 | 4,770 | 4,835 | 6,659 | 4,835 |
| Credit Quality Ratios: | | | | | | | |
| Net (recoveries) charge-offs to average loans and leases ⁽¹⁾ | (0.02%) | (0.01%) | (0.08%) | (0.05%) | (0.05%) | (0.01%) | 0.02% |
| Provision for credit losses to average loans and leases ⁽¹⁾ | 0.01 | 0.00 | 2.33 | (0.19) | 0.30 | 0.01 | 0.15 |
| ACL to net loans and leases | 1.55 | 1.61 | 1.66 | 1.74 | 1.77 | 1.55 | 1.77 |
| ACL to non-performing loans and leases | 377.99 | 367.82 | 290.27 | 310.60 | 314.77 | 377.99 | 314.77 |
| Non-performing loans and leases to net loans and leases | 0.41 | 0.44 | 0.57 | 0.56 | 0.56 | 0.41 | 0.56 |
| Non-performing assets to total assets | 0.27 | 0.31 | 0.39 | 0.36 | 0.37 | 0.27 | 0.37 |
| Equity Ratios: | | | | | | | |
| Total shareholders' equity to total assets | 9.29% | 9.84% | 11.01% | 10.77% | 11.12% | 9.29% | 11.12% |
| Total common shareholders' equity to total assets | 8.94 | 9.48 | 10.66 | 10.18 | 10.51 | 8.94 | 10.51 |
| Tangible common shareholders' equity to tangible assets* | 5.82 | 6.31 | 7.54 | 6.82 | 7.11 | 5.82 | 7.11 |
| Tangible common shareholders' equity to tangible assets, excluding AOCI* | 7.70 | 7.65 | 7.82 | 7.11 | 7.23 | 7.70 | 7.23 |
| Capital Adequacy: | | | | | | | |
| Common Equity Tier 1 capital ⁽²⁾ | 10.39% | 10.57% | 11.11% | 10.73% | 10.89% | 10.39% | 10.89% |
| Tier 1 capital ⁽²⁾ | 10.86 | 11.05 | 11.61 | 11.63 | 11.80 | 10.86 | 11.80 |
| Total capital ⁽²⁾ | 13.05 | 13.27 | 13.86 | 14.27 | 14.50 | 13.05 | 14.50 |
| Tier 1 leverage capital ⁽²⁾ | 8.35 | 8.24 | 9.90 | 8.13 | 8.25 | 8.35 | 8.25 |

*Denotes non-GAAP financial measure. Refer to related disclosure and reconciliation on pages 23 - 26.

(1) Annualized

(2) Current quarter regulatory capital ratios are estimated.

Cadence Bank
Selected Financial Information
(Dollars in thousands, except per share data)
(Unaudited)

| | Quarter Ended | | | | | Year to Date | |
|---|---------------|-------------|-------------|-------------|-------------|--------------|-------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 | Jun-22 | Jun-21 |
| Common Share Data: | | | | | | | |
| Diluted earnings (loss) per share | \$ 0.68 | \$ 0.60 | \$ (0.22) | \$ 0.65 | \$ 0.69 | \$ 1.28 | \$ 1.46 |
| Adjusted earnings per share* | 0.73 | 0.65 | 0.63 | 0.69 | 0.84 | 1.38 | 1.59 |
| Cash dividends per share | 0.22 | 0.22 | 0.20 | 0.20 | 0.19 | 0.44 | 0.38 |
| Book value per share | 23.41 | 24.40 | 26.98 | 26.73 | 26.72 | 23.41 | 26.72 |
| Tangible book value per share* | 14.73 | 15.67 | 18.45 | 17.27 | 17.41 | 14.73 | 17.41 |
| Market value per share (last) | 23.48 | 29.26 | 29.79 | 29.78 | 28.33 | 23.48 | 28.33 |
| Market value per share (high) | 29.75 | 34.24 | 32.12 | 30.55 | 33.18 | 34.24 | 35.59 |
| Market value per share (low) | 22.82 | 27.95 | 27.25 | 24.87 | 27.59 | 22.82 | 26.95 |
| Market value per share (avg) | 25.74 | 31.20 | 30.20 | 27.89 | 30.33 | 28.47 | 30.58 |
| Dividend payout ratio | 32.44% | 36.60% | NM | 30.71% | 27.43% | 34.41% | 25.97% |
| Adjusted dividend payout ratio* | 30.14% | 33.85% | 31.75% | 28.99% | 22.62% | 31.88% | 23.90% |
| Total shares outstanding | 182,461,786 | 183,488,844 | 188,337,658 | 106,853,316 | 108,614,595 | 182,461,786 | 108,614,595 |
| Average shares outstanding - diluted | 183,711,402 | 187,264,335 | 164,720,656 | 108,250,102 | 105,838,056 | 185,476,720 | 104,274,819 |
| Yield/Rate: | | | | | | | |
| <i>(Taxable equivalent basis)</i> | | | | | | | |
| Loans, loans held for sale, and leases | 4.29% | 4.23% | 4.34% | 4.46% | 4.43% | 4.25% | 4.48% |
| Loans, loans held for sale, and leases excluding net accretion on acquired loans and leases | 4.12 | 3.96 | 4.06 | 4.38 | 4.35 | 4.04 | 4.39 |
| Available-for-sale securities: | | | | | | | |
| Taxable | 1.37 | 1.26 | 1.17 | 1.20 | 1.21 | 1.31 | 1.26 |
| Tax-exempt | 2.95 | 2.57 | 2.54 | 2.88 | 2.77 | 2.75 | 3.10 |
| Short-term, FHLB and other equity investments | 1.03 | 0.24 | 0.25 | 0.20 | 0.16 | 0.55 | 0.13 |
| Total interest earning assets and revenue | 3.29 | 3.10 | 3.11 | 3.15 | 3.31 | 3.20 | 3.40 |
| Deposits | 0.17 | 0.15 | 0.17 | 0.24 | 0.27 | 0.16 | 0.30 |
| Demand - interest bearing | 0.26 | 0.20 | 0.21 | 0.31 | 0.34 | 0.23 | 0.37 |
| Savings | 0.06 | 0.06 | 0.14 | 0.09 | 0.09 | 0.06 | 0.10 |
| Time | 0.47 | 0.52 | 0.58 | 0.91 | 1.00 | 0.49 | 1.07 |
| Total interest bearing deposits | 0.26 | 0.23 | 0.26 | 0.36 | 0.41 | 0.24 | 0.44 |
| Short-term borrowings | 0.74 | 0.11 | 0.11 | 0.10 | 0.12 | 0.56 | 0.12 |
| Total interest bearing deposits and short-term borrowings | 0.29 | 0.22 | 0.25 | 0.35 | 0.40 | 0.26 | 0.43 |
| Long-term debt | 4.14 | 4.19 | 3.95 | 4.47 | 4.47 | 4.16 | 4.47 |
| Total interest bearing liabilities and expense | 0.36 | 0.29 | 0.32 | 0.43 | 0.47 | 0.32 | 0.51 |
| Interest bearing liabilities to interest earning assets | 65.25% | 64.46% | 64.18% | 66.04% | 66.24% | 64.86% | 66.54% |
| Net interest income tax equivalent adjustment | \$ 1,063 | \$ 1,027 | \$ 824 | \$ 446 | \$ 550 | \$ 2,090 | \$ 1,118 |

*Denotes non-GAAP financial measure. Refer to related disclosure and reconciliation on pages 23 - 26.

NM = Not meaningful

Cadence Bank
Consolidated Balance Sheets
(Unaudited)

| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 |
|--|------------------------|----------------------|----------------------|----------------------|----------------------|
| | (Dollars in thousands) | | | | |
| <u>Assets</u> | | | | | |
| Cash and due from banks | \$ 770,293 | \$ 781,310 | \$ 656,132 | \$ 301,246 | \$ 331,873 |
| Interest bearing deposits with other banks and Federal funds sold | 1,069,410 | 880,742 | 638,547 | 150,778 | 629,390 |
| Available-for-sale securities, at fair value | 13,450,621 | 14,371,606 | 15,606,470 | 10,053,372 | 9,084,111 |
| Loans and leases, net of unearned income | 28,360,485 | 27,189,666 | 26,882,988 | 14,991,245 | 15,004,039 |
| Allowance for credit losses | 440,112 | 438,738 | 446,415 | 260,276 | 265,720 |
| Net loans and leases | 27,920,373 | 26,750,928 | 26,436,573 | 14,730,969 | 14,738,319 |
| Loans held for sale | 213,458 | 302,211 | 340,175 | 342,871 | 403,046 |
| Premises and equipment, net | 782,728 | 781,209 | 786,426 | 533,999 | 533,276 |
| Goodwill | 1,444,209 | 1,409,038 | 1,407,948 | 958,304 | 957,474 |
| Other identifiable intangibles | 138,370 | 191,642 | 198,271 | 52,235 | 54,659 |
| Bank owned life insurance | 601,601 | 599,346 | 597,953 | 359,740 | 355,660 |
| Other assets | 1,356,645 | 1,136,029 | 1,001,256 | 576,982 | 524,557 |
| Total Assets | \$ 47,747,708 | \$ 47,204,061 | \$ 47,669,751 | \$ 28,060,496 | \$ 27,612,365 |
| <u>Liabilities</u> | | | | | |
| Deposits: | | | | | |
| Demand: Noninterest bearing | \$ 14,012,529 | \$ 14,458,563 | \$ 13,634,505 | \$ 7,700,216 | \$ 7,619,308 |
| Interest bearing | 19,032,983 | 18,854,543 | 18,727,588 | 10,285,371 | 9,671,662 |
| Savings | 3,735,925 | 3,713,629 | 3,556,079 | 3,054,756 | 2,939,958 |
| Time deposits | 3,407,646 | 3,541,320 | 3,899,501 | 2,498,368 | 2,607,558 |
| Total deposits | 40,189,083 | 40,568,055 | 39,817,673 | 23,538,711 | 22,838,486 |
| Securities sold under agreement to repurchase | 649,177 | 703,560 | 687,188 | 705,123 | 683,135 |
| Federal funds purchased and short-term FHLB advances | 1,200,000 | - | 595,000 | - | - |
| Subordinated debt | 462,693 | 463,181 | 478,669 | 307,776 | 307,601 |
| Long-term debt | 2,380 | 2,514 | 3,742 | 4,082 | 4,189 |
| Other liabilities | 806,450 | 822,994 | 839,492 | 481,547 | 709,380 |
| Total Liabilities | 43,309,783 | 42,560,304 | 42,421,764 | 25,037,239 | 24,542,791 |
| <u>Shareholders' Equity</u> | | | | | |
| Preferred stock | 166,993 | 166,993 | 166,993 | 166,993 | 166,993 |
| Common stock | 456,154 | 458,722 | 470,844 | 267,133 | 271,536 |
| Capital surplus | 2,686,031 | 2,701,371 | 2,841,998 | 688,637 | 730,294 |
| Accumulated other comprehensive loss | (936,345) | (664,000) | (139,369) | (82,627) | (34,575) |
| Retained earnings | 2,065,092 | 1,980,671 | 1,907,521 | 1,983,121 | 1,935,326 |
| Total Shareholders' Equity | 4,437,925 | 4,643,757 | 5,247,987 | 3,023,257 | 3,069,574 |
| Total Liabilities & Shareholders' Equity | \$ 47,747,708 | \$ 47,204,061 | \$ 47,669,751 | \$ 28,060,496 | \$ 27,612,365 |

Cadence Bank
Consolidated Average Balance Sheets
(Unaudited)

| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| (Dollars in thousands) | | | | | |
| <u>Assets</u> | | | | | |
| Cash and due from banks | \$ 640,672 | \$ 656,630 | \$ 792,315 | \$ 288,199 | \$ 365,647 |
| Interest bearing deposits with other banks and Federal funds sold | 751,972 | 1,161,262 | 1,253,722 | 495,982 | 302,845 |
| Available-for-sale securities, at fair value | 13,941,127 | 15,070,524 | 12,954,547 | 9,539,814 | 8,067,109 |
| Loans and leases, net of unearned income | 27,848,097 | 27,106,733 | 22,745,093 | 14,915,728 | 15,470,539 |
| Allowance for credit losses | 438,752 | 444,294 | 404,578 | 264,067 | 245,095 |
| Net loans and leases | 27,409,345 | 26,662,439 | 22,340,515 | 14,651,661 | 15,225,444 |
| Loans held for sale | 147,301 | 176,647 | 220,766 | 242,422 | 361,999 |
| Premises and equipment, net | 784,247 | 785,005 | 690,031 | 534,071 | 526,960 |
| Goodwill | 1,407,452 | 1,407,973 | 1,115,502 | 957,899 | 910,448 |
| Other identifiable intangibles | 188,897 | 195,606 | 106,559 | 53,567 | 52,564 |
| Bank owned life insurance | 599,912 | 598,822 | 517,511 | 357,429 | 348,378 |
| Other assets | 1,193,904 | 964,942 | 998,991 | 495,541 | 504,902 |
| Total Assets | <u>\$ 47,064,829</u> | <u>\$ 47,679,850</u> | <u>\$ 40,990,459</u> | <u>\$ 27,616,585</u> | <u>\$ 26,666,296</u> |
| <u>Liabilities</u> | | | | | |
| Deposits: | | | | | |
| Demand: Noninterest bearing | \$ 13,970,163 | \$ 13,806,591 | \$ 12,047,637 | \$ 7,579,513 | \$ 7,367,832 |
| Interest bearing | 18,238,571 | 19,401,019 | 15,811,268 | 10,027,346 | 9,598,550 |
| Savings | 3,723,193 | 3,631,699 | 3,374,243 | 3,001,406 | 2,851,113 |
| Time deposits | 3,464,101 | 3,725,794 | 3,526,539 | 2,554,185 | 2,568,388 |
| Total deposits | 39,396,028 | 40,565,103 | 34,759,687 | 23,162,450 | 22,385,883 |
| Securities sold under agreement to repurchase | 666,067 | 694,033 | 720,120 | 752,536 | 707,086 |
| Federal funds purchased and short-term FHLB advances | 1,294,946 | 131,556 | 7,554 | 8,706 | 3,901 |
| Subordinated debt | 462,986 | 463,481 | 432,267 | 307,671 | 304,056 |
| Long-term debt | 2,461 | 3,361 | 3,844 | 4,168 | 4,714 |
| Other liabilities | 719,152 | 760,085 | 558,393 | 322,747 | 305,822 |
| Total Liabilities | 42,541,640 | 42,617,619 | 36,481,865 | 24,558,278 | 23,711,462 |
| <u>Shareholders' Equity</u> | | | | | |
| Preferred stock | 166,993 | 166,993 | 166,993 | 166,993 | 166,993 |
| Common stock | 457,713 | 465,458 | 404,522 | 270,098 | 266,676 |
| Capital surplus | 2,694,546 | 2,779,746 | 2,139,357 | 717,022 | 674,949 |
| Accumulated other comprehensive loss | (821,034) | (283,417) | (103,554) | (35,408) | (30,614) |
| Retained earnings | 2,024,971 | 1,933,451 | 1,901,276 | 1,939,602 | 1,876,830 |
| Total Shareholders' Equity | 4,523,189 | 5,062,231 | 4,508,594 | 3,058,307 | 2,954,834 |
| Total Liabilities & Shareholders' Equity | <u>\$ 47,064,829</u> | <u>\$ 47,679,850</u> | <u>\$ 40,990,459</u> | <u>\$ 27,616,585</u> | <u>\$ 26,666,296</u> |

CADE Announces Second Quarter 2022 Financial Results
July 25, 2022

Cadence Bank
Consolidated Statements of Income (Loss)
(Dollars in thousands, except per share data)
(Unaudited)

| | Quarter Ended | | | | | Year to Date | |
|---|-------------------|-------------------|--------------------|------------------|------------------|-------------------|-------------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 | Jun-22 | Jun-21 |
| INTEREST REVENUE: | | | | | | | |
| Loans and leases | \$ 296,680 | \$ 282,266 | \$ 249,614 | \$ 168,066 | \$ 171,305 | \$ 578,946 | \$ 340,500 |
| Available-for-sale securities: | | | | | | | |
| Taxable | 46,254 | 45,155 | 37,258 | 28,617 | 23,983 | 91,409 | 45,175 |
| Tax-exempt | 2,571 | 2,414 | 1,608 | 490 | 676 | 4,985 | 1,363 |
| Loans held for sale | 2,118 | 1,407 | 1,324 | 2,076 | 3,040 | 3,525 | 4,635 |
| Other | 1,932 | 688 | 822 | 262 | 125 | 2,620 | 239 |
| Total interest revenue | <u>349,555</u> | <u>331,930</u> | <u>290,626</u> | <u>199,511</u> | <u>199,129</u> | <u>681,485</u> | <u>391,912</u> |
| INTEREST EXPENSE: | | | | | | | |
| Interest bearing demand and money market accounts | 11,717 | 9,742 | 8,485 | 7,723 | 8,247 | 21,459 | 17,043 |
| Savings | 590 | 568 | 1,203 | 672 | 626 | 1,158 | 1,326 |
| Time | 4,041 | 4,764 | 5,139 | 5,861 | 6,428 | 8,805 | 13,394 |
| Federal funds purchased and securities sold under agreement to repurchase | 906 | 216 | 200 | 204 | 206 | 1,122 | 409 |
| Short-term and long-term debt | 2,733 | 54 | 37 | 42 | 44 | 2,787 | 89 |
| Subordinated debt | 4,801 | 4,764 | 4,350 | 3,463 | 3,387 | 9,565 | 6,656 |
| Other | 1 | - | - | 2 | 9 | 1 | 24 |
| Total interest expense | <u>24,789</u> | <u>20,108</u> | <u>19,414</u> | <u>17,967</u> | <u>18,947</u> | <u>44,897</u> | <u>38,941</u> |
| Net interest revenue | 324,766 | 311,822 | 271,212 | 181,544 | 180,182 | 636,588 | 352,971 |
| Provision (release) for credit losses | 1,000 | - | 133,562 | (7,000) | 11,500 | 1,000 | 11,500 |
| Net interest revenue, after provision for credit losses | <u>323,766</u> | <u>311,822</u> | <u>137,650</u> | <u>188,544</u> | <u>168,682</u> | <u>635,588</u> | <u>341,471</u> |
| NONINTEREST REVENUE: | | | | | | | |
| Mortgage banking | 11,446 | 21,763 | 10,580 | 13,058 | 9,105 | 33,209 | 34,415 |
| Credit card, debit card and merchant fees | 16,593 | 11,321 | 12,016 | 10,692 | 10,874 | 27,914 | 19,927 |
| Deposit service charges | 19,126 | 19,898 | 17,680 | 11,580 | 10,069 | 39,024 | 19,655 |
| Security gains (losses), net | 1,446 | (1,097) | (378) | (195) | 96 | 349 | 178 |
| Insurance commissions | 39,994 | 35,727 | 32,637 | 35,773 | 36,106 | 75,721 | 66,773 |
| Wealth management | 20,213 | 21,737 | 16,352 | 7,147 | 7,543 | 41,950 | 16,008 |
| Gain on sale of PPP loans | - | - | - | - | 21,572 | - | 21,572 |
| Other | 16,416 | 19,086 | 14,967 | 6,365 | 6,578 | 35,502 | 11,351 |
| Total noninterest revenue | <u>125,234</u> | <u>128,435</u> | <u>103,854</u> | <u>84,420</u> | <u>101,943</u> | <u>253,669</u> | <u>189,879</u> |
| NONINTEREST EXPENSE: | | | | | | | |
| Salaries and employee benefits | 182,094 | 187,819 | 149,599 | 112,968 | 108,188 | 369,913 | 209,248 |
| Occupancy and equipment | 30,129 | 28,270 | 26,885 | 18,977 | 18,154 | 58,399 | 35,532 |
| Data processing and software | 29,081 | 27,483 | 24,838 | 16,799 | 15,911 | 56,564 | 31,448 |
| Merger expense | 7,274 | 3,974 | 44,843 | 3,442 | 9,962 | 11,248 | 11,611 |
| Deposit insurance assessments | 4,945 | 3,336 | 3,278 | 2,330 | 1,638 | 8,281 | 3,093 |
| Pension settlement expense | - | - | 651 | 2,400 | - | - | - |
| Other | 32,365 | 40,785 | 39,100 | 22,973 | 20,131 | 73,150 | 38,875 |
| Total noninterest expense | <u>285,888</u> | <u>291,667</u> | <u>289,194</u> | <u>179,889</u> | <u>173,984</u> | <u>577,555</u> | <u>329,807</u> |
| Income (loss) before income taxes | 163,112 | 148,590 | (47,690) | 93,075 | 96,641 | 311,702 | 201,543 |
| Income tax expense (benefit) | 36,154 | 33,643 | (13,033) | 20,350 | 21,102 | 69,797 | 44,449 |
| Net income (loss) | \$ 126,958 | \$ 114,947 | \$ (34,657) | \$ 72,725 | \$ 75,539 | \$ 241,905 | \$ 157,094 |
| Less: Preferred dividends | 2,372 | 2,372 | 2,372 | 2,372 | 2,372 | 4,744 | 4,744 |
| Net income (loss) available to common shareholders | <u>\$ 124,586</u> | <u>\$ 112,575</u> | <u>\$ (37,029)</u> | <u>\$ 70,353</u> | <u>\$ 73,167</u> | <u>\$ 237,161</u> | <u>\$ 152,350</u> |
| Net income (loss) per common share: Diluted | \$ 0.68 | \$ 0.60 | \$ (0.22) | \$ 0.65 | \$ 0.69 | \$ 1.28 | \$ 1.46 |

July 25, 2022

**Cadence Bank
Selected Loan Data
(Dollars in thousands)
(Unaudited)**

| | Quarter Ended | | | | |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 |
| LOAN AND LEASE PORTFOLIO: | | | | | |
| Commercial and industrial | | | | | |
| Non-real estate | \$ 8,526,481 | \$ 8,017,958 | \$ 7,847,473 | \$ 2,210,287 | \$ 2,271,370 |
| Owner occupied | 3,851,336 | 3,703,914 | 3,567,746 | 2,611,777 | 2,623,500 |
| Total commercial and industrial | <u>12,377,817</u> | <u>11,721,872</u> | <u>11,415,219</u> | <u>4,822,064</u> | <u>4,894,870</u> |
| Commercial real estate | | | | | |
| Construction, acquisition and development | 2,982,119 | 3,028,514 | 2,924,343 | 1,797,559 | 1,926,421 |
| Income producing | 5,054,232 | 4,795,486 | 4,924,369 | 3,443,967 | 3,323,883 |
| Total commercial real estate | <u>8,036,351</u> | <u>7,824,000</u> | <u>7,848,712</u> | <u>5,241,526</u> | <u>5,250,304</u> |
| Consumer | | | | | |
| Residential mortgages | 7,662,621 | 7,355,995 | 7,311,306 | 4,698,328 | 4,617,155 |
| Other consumer | 283,696 | 287,799 | 307,751 | 229,327 | 241,710 |
| Total consumer | <u>7,946,317</u> | <u>7,643,794</u> | <u>7,619,057</u> | <u>4,927,655</u> | <u>4,858,865</u> |
| Total loans and leases, net of unearned | <u>\$ 28,360,485</u> | <u>\$ 27,189,666</u> | <u>\$ 26,882,988</u> | <u>\$ 14,991,245</u> | <u>\$ 15,004,039</u> |
| NON-PERFORMING ASSETS | | | | | |
| NON-PERFORMING LOANS AND LEASES: | | | | | |
| Nonaccrual Loans and Leases | | | | | |
| Commercial and industrial | | | | | |
| Non-real estate | \$ 34,233 | \$ 33,086 | \$ 33,690 | \$ 13,170 | \$ 10,941 |
| Owner occupied | 9,567 | 11,787 | 22,058 | 13,738 | 13,156 |
| Total commercial and industrial | <u>43,800</u> | <u>44,873</u> | <u>55,748</u> | <u>26,908</u> | <u>24,097</u> |
| Commercial real estate | | | | | |
| Construction, acquisition and development | 2,125 | 1,618 | 5,568 | 3,292 | 2,582 |
| Income producing | 8,750 | 9,688 | 16,086 | 8,403 | 13,483 |
| Total commercial real estate | <u>10,875</u> | <u>11,306</u> | <u>21,654</u> | <u>11,695</u> | <u>16,065</u> |
| Consumer | | | | | |
| Residential mortgages | 34,172 | 34,278 | 44,180 | 20,821 | 21,218 |
| Other consumer | 521 | 574 | 522 | 198 | 284 |
| Total consumer | <u>34,693</u> | <u>34,852</u> | <u>44,702</u> | <u>21,019</u> | <u>21,502</u> |
| Total nonaccrual loans and leases | <u>\$ 89,368</u> | <u>\$ 91,031</u> | <u>\$ 122,104</u> | <u>\$ 59,622</u> | <u>\$ 61,664</u> |
| Loans and Leases 90+ Days Past Due, Still | | | | | |
| Accruing: | 19,682 | 20,957 | 24,784 | 17,012 | 15,386 |
| Restructured Loans and Leases, Still Accruing | 7,385 | 7,292 | 6,903 | 7,165 | 7,368 |
| Total non-performing loans and leases | <u>\$ 116,435</u> | <u>\$ 119,280</u> | <u>\$ 153,791</u> | <u>\$ 83,799</u> | <u>\$ 84,418</u> |
| OTHER REAL ESTATE OWNED AND OTHER REPOSSESSED ASSETS | <u>14,399</u> | <u>28,401</u> | <u>33,021</u> | <u>16,515</u> | <u>17,333</u> |
| Total Non-performing Assets | <u>\$ 130,834</u> | <u>\$ 147,681</u> | <u>\$ 186,812</u> | <u>\$ 100,314</u> | <u>\$ 101,751</u> |
| Additions to Nonaccrual Loans and Leases During the Quarter (excluding acquisitions) | <u>\$ 21,312</u> | <u>\$ 16,374</u> | <u>\$ 22,158</u> | <u>\$ 19,858</u> | <u>\$ 16,005</u> |

Cadence Bank
Selected Loan Data
(Dollars in thousands)
(Unaudited)

| | Quarter Ended | | | | |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 |
| ALLOWANCE FOR CREDIT LOSSES: | | | | | |
| Balance, beginning of period | \$ 438,738 | \$ 446,415 | \$ 260,276 | \$ 265,720 | \$ 241,117 |
| Loans and leases charged-off: | | | | | |
| Commercial and industrial | (2,170) | (2,682) | (2,712) | (1,488) | (1,882) |
| Commercial real estate | (275) | (313) | (586) | (131) | (623) |
| Consumer | (1,941) | (1,792) | (2,342) | (1,694) | (1,357) |
| Total loans charged-off | <u>(4,386)</u> | <u>(4,787)</u> | <u>(5,640)</u> | <u>(3,313)</u> | <u>(3,862)</u> |
| Recoveries: | | | | | |
| Commercial and industrial | 3,217 | 3,178 | 7,835 | 3,787 | 3,061 |
| Commercial real estate | 1,076 | 437 | 1,047 | 646 | 1,291 |
| Consumer | 1,467 | 1,612 | 1,521 | 936 | 1,310 |
| Total recoveries | <u>5,760</u> | <u>5,227</u> | <u>10,403</u> | <u>5,369</u> | <u>5,662</u> |
| Net recoveries (charge-offs) | 1,374 | 440 | 4,763 | 2,056 | 1,800 |
| Initial allowance on loans purchased with credit deterioration | - | (8,117) | 62,321 | - | 12,803 |
| Provision: | | | | | |
| Loans and leases acquired during the quarter | - | - | 119,055 | - | 11,500 |
| Provision (release) for credit losses related to loans and leases | - | - | - | (7,500) | (1,500) |
| Total provision for loans and leases | <u>-</u> | <u>-</u> | <u>119,055</u> | <u>(7,500)</u> | <u>10,000</u> |
| Balance, end of period | <u>\$ 440,112</u> | <u>\$ 438,738</u> | <u>\$ 446,415</u> | <u>\$ 260,276</u> | <u>\$ 265,720</u> |
| Average loans and leases, net of unearned, for period | <u>\$ 27,848,097</u> | <u>\$ 27,106,733</u> | <u>\$ 22,745,093</u> | <u>\$ 14,915,728</u> | <u>\$ 15,470,539</u> |
| Ratio: Net (recoveries) charge-offs to average loans and leases (annualized) | <u>(0.02%)</u> | <u>(0.01%)</u> | <u>(0.08%)</u> | <u>(0.05%)</u> | <u>(0.05%)</u> |
| RESERVE FOR UNFUNDED COMMITMENTS** | | | | | |
| Balance, beginning of period | \$ 23,551 | \$ 23,551 | \$ 9,044 | \$ 8,544 | \$ 7,044 |
| Provision for unfunded commitments for loans acquired during the quarter | - | - | 13,007 | - | - |
| Provision for credit losses for unfunded commitments | 1,000 | - | 1,500 | 500 | 1,500 |
| Balance, end of period | <u>\$ 24,551</u> | <u>\$ 23,551</u> | <u>\$ 23,551</u> | <u>\$ 9,044</u> | <u>\$ 8,544</u> |

**The Reserve for Unfunded Commitments is classified in other liabilities on the balance sheet.

Cadence Bank
Selected Loan Data
(Dollars in thousands)
(Unaudited)

| June 30, 2022 | | | | | | | |
|---|--------------|--------------------|-------------|----------|-----------|---|--------------|
| | Pass | Special Mention | Substandard | Doubtful | Impaired | Purchased Credit Deteriorated (Loss) | Total |
| LOAN PORTFOLIO BY INTERNALLY ASSIGNED GRADE: | | | | | | | |
| Commercial and industrial | | | | | | | |
| Non-real estate | \$ 8,360,393 | \$48,665 | \$ 98,031 | \$ - | \$ 6,661 | \$ 12,731 | \$ 8,526,481 |
| Owner occupied | 3,805,811 | 1,735 | 36,098 | - | 3,622 | 4,070 | 3,851,336 |
| Total commercial and industrial | 12,166,204 | 50,400 | 134,129 | - | 10,283 | 16,801 | 12,377,817 |
| Commercial real estate | | | | | | | |
| Construction, acquisition and development | 2,963,169 | 423 | 12,475 | - | 993 | 5,059 | 2,982,119 |
| Income producing | 4,931,450 | 3,083 | 92,887 | - | 704 | 26,108 | 5,054,232 |
| Total commercial real estate | 7,894,619 | 3,506 | 105,362 | - | 1,697 | 31,167 | 8,036,351 |
| Consumer | | | | | | | |
| Residential mortgages | 7,542,086 | 756 | 117,771 | - | 598 | 1,410 | 7,662,621 |
| Other consumer | 275,105 | - | 8,591 | - | - | - | 283,696 |
| Total consumer | 7,817,191 | 756 | 126,362 | - | 598 | 1,410 | 7,946,317 |
| Total loans and leases, net of unearned | \$27,878,014 | \$54,662 | \$ 365,853 | \$ - | \$ 12,578 | \$ 49,378 | \$28,360,485 |

| March 31, 2022 | | | | | | | |
|---|--------------|--------------------|-------------|----------|-----------|---|--------------|
| | Pass | Special Mention | Substandard | Doubtful | Impaired | Purchased Credit Deteriorated (Loss) | Total |
| LOAN PORTFOLIO BY INTERNALLY ASSIGNED GRADE: | | | | | | | |
| Commercial and industrial | | | | | | | |
| Non-real estate | \$ 7,854,480 | \$39,116 | \$ 98,308 | \$ - | \$ 4,771 | \$ 21,283 | \$ 8,017,958 |
| Owner occupied | 3,647,785 | 3,304 | 43,866 | - | 4,064 | 4,895 | 3,703,914 |
| Total commercial and industrial | 11,502,265 | 42,420 | 142,174 | - | 8,835 | 26,178 | 11,721,872 |
| Commercial real estate | | | | | | | |
| Construction, acquisition and development | 2,995,751 | 245 | 27,980 | - | - | 4,538 | 3,028,514 |
| Income producing | 4,642,592 | 11,416 | 114,805 | - | 703 | 25,970 | 4,795,486 |
| Total commercial real estate | 7,638,343 | 11,661 | 142,785 | - | 703 | 30,508 | 7,824,000 |
| Consumer | | | | | | | |
| Residential mortgages | 7,237,022 | 703 | 116,098 | - | 598 | 1,574 | 7,355,995 |
| Other consumer | 281,580 | - | 6,219 | - | - | - | 287,799 |
| Total consumer | 7,518,602 | 703 | 122,317 | - | 598 | 1,574 | 7,643,794 |
| Total loans | \$26,659,210 | \$54,784 | \$ 407,276 | \$ - | \$ 10,136 | \$ 58,260 | \$27,189,666 |

Cadence Bank
Geographical Information
(Dollars in thousands)
(Unaudited)

| | June 30, 2022 | | | | | | | | | | |
|---|---------------|-------------|-------------|-------------|-------------|-------------|-----------|-------------|--------------|-------------|--------------|
| | Alabama | Arkansas | Florida | Georgia | Louisiana | Mississippi | Missouri | Tennessee | Texas | Other | Total |
| LOAN AND LEASE PORTFOLIO: | | | | | | | | | | | |
| Commercial and industrial | | | | | | | | | | | |
| Non-real estate | \$ 399,110 | \$ 156,007 | \$ 411,175 | \$ 530,835 | \$ 325,925 | \$ 430,355 | \$ 90,777 | \$ 321,900 | \$ 3,703,419 | \$2,156,978 | \$ 8,526,481 |
| Owner occupied | 351,129 | 244,194 | 293,162 | 279,972 | 292,640 | 560,825 | 91,523 | 173,170 | 1,402,562 | 162,159 | 3,851,336 |
| Total commercial and industrial | 750,239 | 400,201 | 704,337 | 810,807 | 618,565 | 991,180 | 182,300 | 495,070 | 5,105,981 | 2,319,137 | 12,377,817 |
| Commercial real estate | | | | | | | | | | | |
| Construction, acquisition and development | 199,673 | 73,486 | 209,715 | 258,645 | 57,377 | 180,636 | 30,569 | 130,391 | 1,434,138 | 407,489 | 2,982,119 |
| Income producing | 411,413 | 258,831 | 266,141 | 682,813 | 219,774 | 447,697 | 224,522 | 305,954 | 1,834,915 | 402,172 | 5,054,232 |
| Total commercial real estate | 611,086 | 332,317 | 475,856 | 941,458 | 277,151 | 628,333 | 255,091 | 436,345 | 3,269,053 | 809,661 | 8,036,351 |
| Consumer | | | | | | | | | | | |
| Residential mortgages | 1,109,209 | 353,935 | 496,593 | 355,796 | 430,005 | 990,346 | 144,652 | 580,814 | 3,094,629 | 106,642 | 7,662,621 |
| Other consumer | 29,466 | 10,269 | 4,787 | 12,868 | 9,385 | 53,735 | 1,083 | 9,746 | 61,283 | 91,074 | 283,696 |
| Total consumer | 1,138,675 | 364,204 | 501,380 | 368,664 | 439,390 | 1,044,081 | 145,735 | 590,560 | 3,155,912 | 197,716 | 7,946,317 |
| Total loans and leases, net of unearned | \$2,500,000 | \$1,096,722 | \$1,681,573 | \$2,120,929 | \$1,335,106 | \$2,663,594 | \$583,126 | \$1,521,975 | \$11,530,946 | \$3,326,514 | \$28,360,485 |
| Loan growth, excluding loans acquired during the quarter (\$) | \$ 39,667 | \$ 39,162 | \$ 115,299 | \$ (15,814) | \$ 10,049 | \$ 19,427 | \$ 39,670 | \$ 37,043 | \$ 522,192 | \$ 364,124 | \$ 1,170,819 |
| Loan growth, excluding loans acquired during the quarter (%) (annualized) | 6.47% | 14.85% | 29.53% | (2.97%) | 3.04% | 2.95% | 29.28% | 10.01% | 19.03% | 49.30% | 17.27% |

| | March 31, 2022 | | | | | | | | | | |
|---|----------------|-------------|-------------|-------------|-------------|-------------|-----------|-------------|--------------|-------------|--------------|
| | Alabama | Arkansas | Florida | Georgia | Louisiana | Mississippi | Missouri | Tennessee | Texas | Other | Total |
| LOAN AND LEASE PORTFOLIO: | | | | | | | | | | | |
| Commercial and industrial | | | | | | | | | | | |
| Non-real estate | \$ 410,993 | \$ 139,935 | \$ 369,738 | \$ 504,198 | \$ 336,376 | \$ 424,165 | \$ 78,363 | \$ 321,527 | \$ 3,533,629 | \$1,899,034 | \$ 8,017,958 |
| Owner occupied | 322,879 | 234,336 | 257,621 | 290,903 | 290,846 | 565,650 | 81,014 | 169,208 | 1,335,659 | 155,798 | 3,703,914 |
| Total commercial and industrial | 733,872 | 374,271 | 627,359 | 795,101 | 627,222 | 989,815 | 159,377 | 490,735 | 4,869,288 | 2,054,832 | 11,721,872 |
| Commercial real estate | | | | | | | | | | | |
| Construction, acquisition and development | 191,368 | 73,123 | 241,378 | 349,205 | 48,003 | 191,517 | 59,027 | 116,101 | 1,424,661 | 334,131 | 3,028,514 |
| Income producing | 419,156 | 247,322 | 228,781 | 643,513 | 227,590 | 443,432 | 184,407 | 298,215 | 1,744,360 | 358,710 | 4,795,486 |
| Total commercial real estate | 610,524 | 320,445 | 470,159 | 992,718 | 275,593 | 634,949 | 243,434 | 414,316 | 3,169,021 | 692,841 | 7,824,000 |
| Consumer | | | | | | | | | | | |
| Residential mortgages | 1,086,175 | 352,510 | 463,477 | 334,850 | 412,687 | 965,583 | 139,725 | 569,567 | 2,905,118 | 126,303 | 7,355,995 |
| Other consumer | 29,762 | 10,334 | 5,281 | 14,073 | 9,556 | 53,821 | 919 | 10,312 | 65,328 | 88,413 | 287,799 |
| Total consumer | 1,115,937 | 362,844 | 468,758 | 348,923 | 422,243 | 1,019,404 | 140,644 | 579,879 | 2,970,446 | 214,716 | 7,643,794 |
| Total loans and leases, net of unearned | \$2,460,333 | \$1,057,560 | \$1,566,276 | \$2,136,742 | \$1,325,058 | \$2,644,168 | \$543,455 | \$1,484,930 | \$11,008,755 | \$2,962,389 | \$27,189,666 |

Cadence Bank
Noninterest Revenue and Expense
(Dollars in thousands)
(Unaudited)

| | Quarter Ended | | | | | Year to Date | |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 | Jun-22 | Jun-21 |
| NONINTEREST REVENUE: | | | | | | | |
| Mortgage banking excl. market value adjustments | | | | | | | |
| on MSR and MSR Hedge | \$ 6,754 | \$ 7,733 | \$ 7,963 | \$ 11,009 | \$ 11,013 | \$ 14,487 | \$ 28,942 |
| Market value adjustments on MSR and MSR Hedge | 4,692 | 14,030 | 2,617 | 2,049 | (1,908) | 18,722 | 5,473 |
| Credit card, debit card and merchant fees | 16,593 | 11,321 | 12,016 | 10,692 | 10,874 | 27,914 | 19,927 |
| Deposit service charges | 19,126 | 19,898 | 17,680 | 11,580 | 10,069 | 39,024 | 19,655 |
| Securities gains (losses), net | 1,446 | (1,097) | (378) | (195) | 96 | 349 | 178 |
| Insurance commissions | 39,994 | 35,727 | 32,637 | 35,773 | 36,106 | 75,721 | 66,773 |
| Trust income | 9,129 | 10,061 | 7,892 | 4,735 | 4,434 | 19,190 | 9,563 |
| Annuity fees | 753 | 604 | 435 | 50 | 50 | 1,357 | 101 |
| Brokerage commissions and fees | 10,331 | 11,072 | 8,025 | 2,362 | 3,059 | 21,403 | 6,344 |
| Gain on sale of PPP loans | - | - | - | - | 21,572 | - | 21,572 |
| Bank-owned life insurance | 3,285 | 3,336 | 3,098 | 4,217 | 1,845 | 6,621 | 3,865 |
| Other miscellaneous income | 13,131 | 15,750 | 11,869 | 2,148 | 4,733 | 28,881 | 7,486 |
| Total noninterest revenue | <u>\$ 125,234</u> | <u>\$ 128,435</u> | <u>\$ 103,854</u> | <u>\$ 84,420</u> | <u>\$ 101,943</u> | <u>\$ 253,669</u> | <u>\$ 189,879</u> |
| NONINTEREST EXPENSE: | | | | | | | |
| Salaries and employee benefits | \$ 182,094 | \$ 187,819 | \$ 149,599 | \$ 112,968 | \$ 108,188 | \$ 369,913 | \$ 209,248 |
| Occupancy, net of rental income | 21,109 | 20,346 | 19,477 | 13,443 | 13,187 | 41,455 | 26,001 |
| Equipment | 9,020 | 7,924 | 7,408 | 5,534 | 4,967 | 16,944 | 9,531 |
| Deposit insurance assessments | 4,945 | 3,336 | 3,278 | 2,330 | 1,638 | 8,281 | 3,093 |
| Pension settlement expense | - | - | 651 | 2,400 | - | - | - |
| Advertising | 2,030 | 2,716 | 2,721 | 988 | 783 | 4,746 | 1,787 |
| Foreclosed property expense | (1,104) | 440 | 689 | 2,189 | 649 | (664) | 1,670 |
| Telecommunications | 1,984 | 1,833 | 1,725 | 1,600 | 1,517 | 3,817 | 2,915 |
| Public relations | 2,387 | 1,877 | 2,365 | 1,166 | 1,012 | 4,264 | 1,753 |
| Data processing | 18,089 | 16,824 | 15,606 | 11,297 | 11,024 | 34,913 | 21,448 |
| Computer software | 10,992 | 10,659 | 9,232 | 5,502 | 4,887 | 21,651 | 10,000 |
| Amortization of intangibles | 3,042 | 6,780 | 5,473 | 2,424 | 2,401 | 9,822 | 4,719 |
| Legal | 1,463 | 1,793 | 1,282 | 814 | 774 | 3,256 | 1,940 |
| Merger expense | 7,274 | 3,974 | 44,843 | 3,442 | 9,962 | 11,248 | 11,611 |
| Postage and shipping | 2,022 | 2,034 | 1,772 | 1,414 | 1,317 | 4,056 | 2,864 |
| Other miscellaneous expense | 20,541 | 23,312 | 23,073 | 12,378 | 11,678 | 43,853 | 21,227 |
| Total noninterest expense | <u>\$ 285,888</u> | <u>\$ 291,667</u> | <u>\$ 289,194</u> | <u>\$ 179,889</u> | <u>\$ 173,984</u> | <u>\$ 577,555</u> | <u>\$ 329,807</u> |
| INSURANCE COMMISSIONS: | | | | | | | |
| Property and casualty commissions | \$ 29,220 | \$ 25,852 | \$ 23,640 | \$ 26,413 | \$ 26,040 | \$ 55,072 | \$ 47,989 |
| Life and health commissions | 7,935 | 7,143 | 6,459 | 6,543 | 7,130 | 15,078 | 13,624 |
| Risk management income | 674 | 757 | 699 | 676 | 611 | 1,431 | 1,224 |
| Other | 2,165 | 1,975 | 1,839 | 2,141 | 2,325 | 4,140 | 3,936 |
| Total insurance commissions | <u>\$ 39,994</u> | <u>\$ 35,727</u> | <u>\$ 32,637</u> | <u>\$ 35,773</u> | <u>\$ 36,106</u> | <u>\$ 75,721</u> | <u>\$ 66,773</u> |

Cadence Bank
Average Balances and Yields
(Dollars in thousands)
(Unaudited)

| (Dollars in thousands) | For the Three Months Ended | | | | | | | | |
|---|----------------------------|--------------------|----------------|----------------------|--------------------|----------------|----------------------|--------------------|----------------|
| | June 30, 2022 | | | March 31, 2022 | | | June 30, 2021 | | |
| | Average Balance | Income/ Expense | Yield/ Rate | Average Balance | Income/ Expense | Yield/ Rate | Average Balance | Income/ Expense | Yield/ Rate |
| ASSETS | | | | | | | | | |
| Interest-earning assets: | | | | | | | | | |
| Loans and leases, excluding accretion | \$ 27,848,097 | \$ 285,345 | 4.11% | \$ 27,106,733 | \$ 264,910 | 3.96% | \$ 15,470,539 | \$ 168,863 | 4.38% |
| Accretion income on acquired loans | | 11,714 | 0.17 | | 17,741 | 0.27 | | 2,812 | 0.07 |
| Loans held for sale | 147,301 | 2,118 | 5.77 | 176,647 | 1,407 | 3.23 | 361,999 | 3,040 | 3.37 |
| Investment securities | | | | | | | | | |
| Taxable | 13,499,222 | 46,254 | 1.37 | 14,588,090 | 45,155 | 1.26 | 7,943,065 | 23,983 | 1.21 |
| Tax-exempt | 441,905 | 3,255 | 2.95 | 482,434 | 3,056 | 2.57 | 124,044 | 856 | 2.77 |
| Total investment securities | 13,941,127 | 49,509 | 1.42 | 15,070,524 | 48,211 | 1.30 | 8,067,109 | 24,839 | 1.24 |
| Other investments | 751,972 | 1,932 | 1.03 | 1,161,262 | 688 | 0.24 | 312,112 | 125 | 0.16 |
| Total interest-earning assets | 42,688,497 | 350,618 | 3.29 | 43,515,166 | 332,957 | 3.10 | 24,211,759 | 199,679 | 3.31 |
| Other assets | 4,815,084 | | | 4,608,978 | | | 2,699,632 | | |
| Allowance for credit losses | (438,752) | | | (444,294) | | | (245,095) | | |
| Total assets | <u>\$ 47,064,829</u> | | | <u>\$ 47,679,850</u> | | | <u>\$ 26,666,296</u> | | |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | | | | | | | | |
| EQUITY | | | | | | | | | |
| Interest-bearing liabilities: | | | | | | | | | |
| Demand deposits | \$ 18,238,571 | \$ 11,717 | 0.26% | \$ 19,401,019 | \$ 9,742 | 0.20% | \$ 9,598,550 | \$ 8,247 | 0.34% |
| Savings deposits | 3,723,193 | 590 | 0.06 | 3,631,699 | 568 | 0.06 | 2,851,113 | 626 | 0.09 |
| Time deposits | 3,464,101 | 4,041 | 0.47 | 3,725,794 | 4,764 | 0.52 | 2,568,388 | 6,428 | 1.00 |
| Total interest-bearing deposits | 25,425,865 | 16,348 | 0.26 | 26,758,512 | 15,074 | 0.23 | 15,018,051 | 15,301 | 0.41 |
| Short-term borrowings | 1,961,013 | 3,639 | 0.74 | 825,589 | 216 | 0.11 | 710,987 | 206 | 0.12 |
| Long-term borrowings | 465,447 | 4,802 | 4.14 | 466,842 | 4,818 | 4.19 | 308,770 | 3,440 | 4.47 |
| Total interest-bearing liabilities | 27,852,325 | 24,789 | 0.36 | 28,050,943 | 20,108 | 0.29 | 16,037,808 | 18,947 | 0.47 |
| Noninterest-bearing liabilities: | | | | | | | | | |
| Demand deposits | 13,970,163 | | | 13,806,591 | | | 7,367,832 | | |
| Other liabilities | 719,152 | | | 760,085 | | | 305,822 | | |
| Total liabilities | 42,541,640 | | | 42,617,619 | | | 23,711,462 | | |
| Shareholders' equity | | | | | | | | | |
| Total liabilities and shareholders' equity | 4,523,189 | | | 5,062,231 | | | 2,954,834 | | |
| Total liabilities and shareholders' equity | <u>\$ 47,064,829</u> | | | <u>\$ 47,679,850</u> | | | <u>\$ 26,666,296</u> | | |
| Net interest income/net interest spread | | 325,829 | 2.94% | | 312,849 | 2.81% | | 180,732 | 2.83% |
| Net yield on earning assets/net interest margin | | | 3.06% | | | 2.92% | | | 2.99% |
| Taxable equivalent adjustment: | | | | | | | | | |
| Loans and investment securities | | (1,063) | | | (1,027) | | | (550) | |
| Net interest revenue | | <u>\$ 324,766</u> | | | <u>\$ 311,822</u> | | | <u>\$ 180,182</u> | |

CADE Announces Second Quarter 2022 Financial Results
July 25, 2022

Cadence Bank
Average Balances and Yields
(Dollars in thousands)
(Unaudited)

| (Dollars in thousands) | For the Six Months Ended | | | | | |
|---|---------------------------------|----------------------------|------------------------|----------------------------|----------------------------|------------------------|
| | June 30, 2022 | | | June 30, 2021 | | |
| | Average Balance | Income/ Expense | Yield/ Rate | Average Balance | Income/ Expense | Yield/ Rate |
| ASSETS | | | | | | |
| Interest-earning assets: | | | | | | |
| Loans and leases, excluding accretion | \$ 27,479,463 | \$ 550,254 | 4.04% | \$ 15,251,027 | \$ 334,665 | 4.43% |
| Accretion income on acquired loans | | 29,455 | 0.22 | | 6,591 | 0.09 |
| Loans held for sale | 161,893 | 3,525 | 4.39 | 326,076 | 4,635 | 2.87 |
| Investment securities | | | | | | |
| Taxable | 14,040,648 | 91,409 | 1.31 | 7,228,460 | 45,175 | 1.26 |
| Tax-exempt | 462,057 | 6,312 | 2.75 | 112,144 | 1,725 | 3.10 |
| Total investment securities | 14,502,705 | 97,721 | 1.36 | 7,340,604 | 46,900 | 1.29 |
| Other investments | 955,487 | 2,620 | 0.55 | 357,277 | 239 | 0.13 |
| Total interest-earning assets | 43,099,548 | 683,575 | 3.20 | 23,274,984 | 393,030 | 3.40 |
| Other assets | 4,712,599 | | | 2,580,823 | | |
| Allowance for credit losses | (441,508) | | | (244,021) | | |
| Total assets | <u>\$ 47,370,639</u> | | | <u>\$ 25,611,786</u> | | |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | | | | | |
| Interest-bearing liabilities: | | | | | | |
| Demand deposits | \$ 18,816,584 | \$ 21,459 | 0.23% | \$ 9,279,260 | \$ 17,043 | 0.37% |
| Savings deposits | 3,677,698 | 1,158 | 0.06 | 2,701,435 | 1,326 | 0.10 |
| Time deposits | 3,594,225 | 8,805 | 0.49 | 2,524,867 | 13,394 | 1.07 |
| Total interest-bearing deposits | 26,088,507 | 31,422 | 0.24 | 14,505,562 | 31,763 | 0.44 |
| Short-term borrowings | 1,397,755 | 3,862 | 0.56 | 682,254 | 419 | 0.12 |
| Long-term borrowings | 466,141 | 9,613 | 4.16 | 305,253 | 6,759 | 4.47 |
| Total interest-bearing liabilities | 27,952,403 | 44,897 | 0.32 | 15,493,069 | 38,941 | 0.51 |
| Noninterest-bearing liabilities: | | | | | | |
| Demand deposits | 13,888,828 | | | 6,928,706 | | |
| Other liabilities | 738,187 | | | 305,702 | | |
| Total liabilities | 42,579,418 | | | 22,727,477 | | |
| Shareholders' equity | <u>4,791,221</u> | | | <u>2,884,309</u> | | |
| Total liabilities and shareholders' equity | <u>\$ 47,370,639</u> | | | <u>\$ 25,611,786</u> | | |
| Net interest income/net interest spread | | 638,678 | <u>2.87%</u> | | 354,089 | <u>2.90%</u> |
| Net yield on earning assets/net interest margin | | | <u>2.99%</u> | | | <u>3.07%</u> |
| Taxable equivalent adjustment: | | | | | | |
| Loans and investment securities | | (2,090) | | | (1,118) | |
| Net interest revenue | | <u>\$ 636,588</u> | | | <u>\$ 352,971</u> | |

Cadence Bank
Selected Additional Information
(Dollars in thousands)
(Unaudited)

| | Quarter Ended | | | | |
|---|----------------------|----------------------|----------------------|----------------------|---------------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 |
| MORTGAGE SERVICING RIGHTS (MSR): | | | | | |
| Fair value, beginning of period | \$ 92,859 | \$ 69,552 | \$ 64,684 | \$ 60,615 | \$ 60,332 |
| Additions to mortgage servicing rights: | | | | | |
| Originations of servicing assets | 4,962 | 5,155 | 5,709 | 5,798 | 6,833 |
| Changes in fair value: | | | | | |
| Due to payoffs/paydowns | (3,253) | (3,147) | (3,823) | (3,919) | (2,946) |
| Due to update in valuation assumptions | 7,453 | 21,299 | 2,982 | 2,190 | (3,604) |
| Fair value, end of period | <u>\$ 102,021</u> | <u>\$ 92,859</u> | <u>\$ 69,552</u> | <u>\$ 64,684</u> | <u>\$ 60,615</u> |
| MORTGAGE BANKING REVENUE: | | | | | |
| Origination | \$ 4,042 | \$ 5,118 | \$ 5,970 | \$ 9,284 | \$ 8,646 |
| Servicing | 5,965 | 5,762 | 5,816 | 5,644 | 5,313 |
| Payoffs/Paydowns | (3,253) | (3,147) | (3,823) | (3,919) | (2,946) |
| Total mortgage banking revenue excluding MSR | 6,754 | 7,733 | 7,963 | 11,009 | 11,013 |
| Market value adjustment on MSR and MSR Hedge | 4,692 | 14,030 | 2,617 | 2,049 | (1,908) |
| Total mortgage banking revenue | <u>\$ 11,446</u> | <u>\$ 21,763</u> | <u>\$ 10,580</u> | <u>\$ 13,058</u> | <u>\$ 9,105</u> |
| Mortgage loans serviced | \$ 7,685,994 | \$ 7,629,119 | \$ 7,553,917 | \$ 7,455,113 | \$ 7,407,690 |
| MSR/mortgage loans serviced | 1.33% | 1.22% | 0.92% | 0.87% | 0.82% |
| AVAILABLE-FOR-SALE SECURITIES, at fair value | | | | | |
| U.S. Treasury securities | \$ 1,466,313 | \$ 1,459,845 | \$ 1,496,465 | \$ - | \$ - |
| Obligations of U.S. government agencies | 2,133,561 | 2,350,810 | 2,638,442 | 2,575,564 | 2,758,412 |
| Mortgage-backed securities issued or guaranteed by | | | | | |
| U.S. agencies (MBS): | | | | | |
| Residential pass-through: | | | | | |
| Guaranteed by GNMA | 95,955 | 105,900 | 113,427 | 52,625 | 56,009 |
| Issued by FNMA and FHLMC | 7,014,715 | 7,604,829 | 8,129,191 | 5,773,462 | 4,653,531 |
| Other residential mortgage-back securities | 201,440 | 212,216 | 243,357 | - | - |
| Commercial mortgage-backed securities | 1,899,785 | 1,951,367 | 2,061,133 | 1,518,556 | 1,478,058 |
| Total MBS | 9,211,895 | 9,874,312 | 10,547,108 | 7,344,643 | 6,187,598 |
| Obligations of states and political subdivisions | 485,400 | 530,241 | 565,520 | 112,152 | 117,248 |
| Other domestic debt securities | 101,313 | 103,117 | 63,645 | 21,013 | 20,853 |
| Foreign debt securities | 52,139 | 53,281 | 295,290 | - | - |
| Total available-for-sale securities | <u>\$ 13,450,621</u> | <u>\$ 14,371,606</u> | <u>\$ 15,606,470</u> | <u>\$ 10,053,372</u> | <u>\$ 9,084,111</u> |

Cadence Bank
Reconciliation of Non-GAAP Measures and Other Non-GAAP Ratio Definitions
(Dollars in thousands, except per share amounts)
(Unaudited)

Management evaluates the Company's capital position and adjusted performance by utilizing certain financial measures not calculated in accordance with GAAP, including adjusted net income, adjusted net income available to common shareholders, pre-tax pre-provision net revenue, adjusted pre-tax pre-provision net revenue, total adjusted expense, tangible common shareholders' equity to tangible assets, tangible common shareholders' equity to tangible assets (excluding AOCI), return on average tangible common equity, adjusted return on average tangible common equity, adjusted return on average assets, adjusted return on average common shareholders' equity, adjusted pre-tax pre-provision net revenue to total average assets, adjusted earnings per common share, efficiency ratio (tax equivalent), adjusted efficiency ratio (tax equivalent), and adjusted dividend payout ratio. The Company has included these non-GAAP financial measures in this release for the applicable periods presented. Management believes that the presentation of these non-GAAP financial measures (i) provides important supplemental information that contributes to a proper understanding of the Company's capital position and adjusted performance, (ii) enables a more complete understanding of factors and trends affecting the Company's business and (iii) allows investors to evaluate the Company's performance in a manner similar to management, the financial services industry, bank stock analysts and bank regulators. Reconciliations of these non-GAAP financial measures to the most directly comparable GAAP financial measures are presented in the tables below. These non-GAAP financial measures should not be considered as substitutes for GAAP financial measures, and the Company strongly encourages investors to review the GAAP financial measures included in this news release and not to place undue reliance upon any single financial measure. In addition, because non-GAAP financial measures are not standardized, it may not be possible to compare the non-GAAP financial measures presented in this news release with other companies' non-GAAP financial measures having the same or similar names.

Reconciliation of Net Income to Adjusted Net Income and Adjusted Net income to Adjusted Net Income Available to Common Shareholders:

| | Quarter Ended | | | | Year to Date | | |
|--|-------------------|-------------------|-------------------|------------------|------------------|-------------------|-------------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 | Jun-22 | |
| Net income (loss) | \$ 126,958 | \$ 114,947 | \$ (34,657) | \$ 72,725 | \$ 75,539 | \$ 241,905 | \$ 157,094 |
| Plus: Merger expense | 7,274 | 3,974 | 44,843 | 3,442 | 9,962 | 11,248 | 11,611 |
| Incremental merger related expense | 6,060 | 6,571 | 4,633 | - | - | 12,631 | - |
| Initial provision for acquired loans | - | - | 132,062 | - | 11,500 | - | 11,500 |
| Branch closing expense | 705 | 128 | - | - | - | 833 | - |
| Pension settlement expense | - | - | 651 | 2,400 | - | - | - |
| Less: Security gains (losses) | 1,446 | (1,097) | (378) | (195) | 96 | 349 | 178 |
| Tax adjustment | 2,981 | 2,786 | 41,453 | 1,506 | 5,331 | 5,767 | 5,722 |
| Adjusted net income | <u>\$ 136,570</u> | <u>\$ 123,931</u> | <u>\$ 106,457</u> | <u>\$ 77,256</u> | <u>\$ 91,574</u> | <u>\$ 260,501</u> | <u>\$ 174,305</u> |
| Less: Preferred dividends | 2,372 | 2,372 | 2,372 | 2,372 | 2,372 | 4,744 | 4,744 |
| Adjusted net income available to common shareholders | <u>\$ 134,198</u> | <u>\$ 121,559</u> | <u>\$ 104,085</u> | <u>\$ 74,884</u> | <u>\$ 89,202</u> | <u>\$ 255,757</u> | <u>\$ 169,561</u> |

Cadence Bank
Reconciliation of Non-GAAP Measures and Other Non-GAAP Ratio Definitions
(Dollars in thousands, except per share amounts)
(Unaudited)

Reconciliation of Net Income to Pre-Tax Pre-Provision Net Revenue

| | Quarter Ended | | | | | Year to Date | |
|---|-------------------|-------------------|------------------|------------------|-------------------|-------------------|-------------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 | Jun-22 | Jun-21 |
| Net income (loss) | \$ 126,958 | \$ 114,947 | \$ (34,657) | \$ 72,725 | \$ 75,539 | \$ 241,905 | \$ 157,094 |
| Plus: Provision (release) for credit losses | 1,000 | - | 133,562 | (7,000) | 11,500 | 1,000 | 11,500 |
| Income tax expense (benefit) | 36,154 | 33,643 | (13,033) | 20,350 | 21,102 | 69,797 | 44,449 |
| Pre-tax pre-provision net revenue | <u>\$ 164,112</u> | <u>\$ 148,590</u> | <u>\$ 85,872</u> | <u>\$ 86,075</u> | <u>\$ 108,141</u> | <u>\$ 312,702</u> | <u>\$ 213,043</u> |

Reconciliation of Net Income to Adjusted Pre-Tax Pre-Provision Net Revenue

| | | | | | | | |
|---|-------------------|-------------------|-------------------|------------------|-------------------|-------------------|-------------------|
| Net income (loss) | \$ 126,958 | \$ 114,947 | \$ (34,657) | \$ 72,725 | \$ 75,539 | \$ 241,905 | \$ 157,094 |
| Plus: Provision (release) for credit losses | 1,000 | - | 133,562 | (7,000) | 11,500 | 1,000 | 11,500 |
| Merger expense | 7,274 | 3,974 | 44,843 | 3,442 | 9,962 | 11,248 | 11,611 |
| Incremental merger related expense | 6,060 | 6,571 | 4,633 | - | - | 12,631 | - |
| Branch closing expense | 705 | 128 | - | - | - | 833 | - |
| Pension settlement expense | - | - | 651 | 2,400 | - | - | - |
| Income tax expense (benefit) | 36,154 | 33,643 | (13,033) | 20,350 | 21,102 | 69,797 | 44,449 |
| Less: Security gains (losses) | 1,446 | (1,097) | (378) | (195) | 96 | 349 | 178 |
| Adjusted pre-tax pre-provision net revenue | <u>\$ 176,705</u> | <u>\$ 160,360</u> | <u>\$ 136,377</u> | <u>\$ 92,112</u> | <u>\$ 118,007</u> | <u>\$ 337,065</u> | <u>\$ 224,476</u> |

Reconciliation of Total Noninterest Expense to Total Adjusted Expense

| | | | | | | | |
|------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Total noninterest expense | \$ 285,888 | \$ 291,667 | \$ 289,194 | \$ 179,889 | \$ 173,984 | \$ 577,555 | \$ 329,807 |
| Less: Merger expense | 7,274 | 3,974 | 44,843 | 3,442 | 9,962 | 11,248 | 11,611 |
| Incremental merger related expense | 6,060 | 6,571 | 4,633 | - | - | 12,631 | - |
| Branch closing expense | 705 | 128 | - | - | - | 833 | - |
| Pension settlement expense | - | - | 651 | 2,400 | - | - | - |
| Total adjusted expense | <u>\$ 271,849</u> | <u>\$ 280,994</u> | <u>\$ 239,067</u> | <u>\$ 174,047</u> | <u>\$ 164,022</u> | <u>\$ 552,843</u> | <u>\$ 318,196</u> |

Cadence Bank
Reconciliation of Non-GAAP Measures and Other Non-GAAP Ratio Definitions
(Dollars in thousands, except per share amounts)
(Unaudited)

Reconciliation of Total Assets to Total Tangible Assets and Tangible Shareholders' Equity to Tangible Common Shareholders' Equity:

| | Quarter Ended | | | | | Year to Date | |
|--|---------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Jun-22 | Mar-22 | Dec-21 | Sep-21 | Jun-21 | Jun-22 | Jun-21 |
| Tangible assets | | | | | | | |
| Total assets | \$ 47,747,708 | \$47,204,061 | \$47,669,751 | \$28,060,496 | \$27,612,365 | \$47,747,708 | \$27,612,365 |
| Less: Goodwill | 1,444,209 | 1,409,038 | 1,407,948 | 958,304 | 957,474 | 1,444,209 | 957,474 |
| Other identifiable intangible assets | 138,370 | 191,642 | 198,271 | 52,235 | 54,659 | 138,370 | 54,659 |
| Total tangible assets | \$ 46,165,129 | \$45,603,381 | \$46,063,532 | \$27,049,957 | \$26,600,232 | \$46,165,129 | \$26,600,232 |
| Less: Accumulated other comprehensive loss | (936,345) | (664,000) | (139,369) | (82,627) | (34,575) | (936,345) | (34,575) |
| Total tangible assets, excluding AOCI | \$ 47,101,474 | \$46,267,381 | \$46,202,901 | \$27,132,584 | \$26,634,807 | \$47,101,474 | \$26,634,807 |
| PERIOD END BALANCES: | | | | | | | |
| Tangible shareholders' equity | | | | | | | |
| Total shareholders' equity | \$ 4,437,925 | \$ 4,643,757 | \$ 5,247,987 | \$ 3,023,257 | \$ 3,069,574 | \$ 4,437,925 | \$ 3,069,574 |
| Less: Goodwill | 1,444,209 | 1,409,038 | 1,407,948 | 958,304 | 957,474 | 1,444,209 | 957,474 |
| Other identifiable intangible assets | 138,370 | 191,642 | 198,271 | 52,235 | 54,659 | 138,370 | 54,659 |
| Preferred stock | 166,993 | 166,993 | 166,993 | 166,993 | 166,993 | 166,993 | 166,993 |
| Total tangible common shareholders' equity | \$ 2,688,353 | \$ 2,876,084 | \$ 3,474,775 | \$ 1,845,725 | \$ 1,890,448 | \$ 2,688,353 | \$ 1,890,448 |
| Less: Accumulated other comprehensive loss | (936,345) | (664,000) | (139,369) | (82,627) | (34,575) | (936,345) | (34,575) |
| Total tangible common shareholders' equity, excluding AOCI | \$ 3,624,698 | \$ 3,540,084 | \$ 3,614,144 | \$ 1,928,352 | \$ 1,925,023 | \$ 3,624,698 | \$ 1,925,023 |
| AVERAGE BALANCES: | | | | | | | |
| Tangible shareholders' equity | | | | | | | |
| Total shareholders' equity | \$ 4,523,189 | \$ 5,062,231 | \$ 4,508,594 | \$ 3,058,307 | \$ 2,954,834 | \$ 4,791,221 | \$ 2,884,309 |
| Less: Goodwill | 1,407,452 | 1,407,973 | 1,115,502 | 957,899 | 910,448 | 1,407,711 | 881,192 |
| Other identifiable intangible assets | 188,897 | 195,606 | 106,559 | 53,567 | 52,564 | 192,233 | 53,714 |
| Preferred stock | 166,993 | 166,993 | 166,993 | 166,993 | 166,993 | 166,993 | 166,993 |
| Total tangible common shareholders' equity | \$ 2,759,847 | \$ 3,291,659 | \$ 3,119,540 | \$ 1,879,848 | \$ 1,824,829 | \$ 3,024,284 | \$ 1,782,410 |
| Total average assets | \$ 47,064,829 | \$47,679,850 | \$40,990,459 | \$27,616,585 | \$26,666,296 | \$47,370,639 | \$25,611,786 |
| Total shares of common stock outstanding | 182,461,786 | 183,488,844 | 188,337,658 | 106,853,316 | 108,614,595 | 182,461,786 | 108,614,595 |
| Average shares outstanding-diluted | 183,711,402 | 187,264,335 | 164,720,656 | 108,250,102 | 105,838,056 | 185,476,720 | 104,274,819 |
| Tangible common shareholders' equity to tangible assets ⁽¹⁾ | 5.82% | 6.31% | 7.54% | 6.82% | 7.11% | 5.82% | 7.11% |
| Tangible common shareholders' equity to tangible assets, excluding AOCI ⁽²⁾ | 7.70% | 7.65% | 7.82% | 7.11% | 7.23% | 7.70% | 7.23% |
| Return on average tangible common equity ⁽³⁾ | 18.11 | 13.87 | (4.71) | 14.85 | 16.08 | 15.81 | 17.24 |
| Adjusted return on average tangible common equity ⁽⁴⁾ | 19.50 | 14.98 | 13.24 | 15.80 | 19.61 | 17.05 | 19.18 |
| Adjusted return on average assets ⁽⁵⁾ | 1.16 | 1.05 | 1.03 | 1.11 | 1.38 | 1.11 | 1.34 |
| Adjusted return on average common shareholders' equity ⁽⁶⁾ | 12.36 | 10.07 | 9.51 | 10.28 | 12.83 | 11.15 | 12.58 |
| Pre-tax pre-provision net revenue to total average assets ⁽⁷⁾ | 1.40 | 1.26 | 0.83 | 1.24 | 1.63 | 1.33 | 1.69 |
| Adjusted pre-tax pre-provision net revenue to total average assets ⁽⁸⁾ | 1.51 | 1.36 | 1.32 | 1.32 | 1.77 | 1.43 | 1.78 |
| Tangible book value per common share ⁽⁹⁾ | \$ 14.73 | \$ 15.67 | \$ 18.45 | \$ 17.27 | \$ 17.41 | \$ 14.73 | \$ 17.41 |
| Tangible book value per common share, excluding AOCI ⁽¹⁰⁾ | \$ 19.87 | \$ 19.29 | \$ 19.19 | \$ 18.05 | \$ 17.72 | \$ 19.87 | \$ 17.72 |
| Adjusted earnings per common share ⁽¹¹⁾ | \$ 0.73 | \$ 0.65 | \$ 0.63 | \$ 0.69 | \$ 0.84 | \$ 1.38 | \$ 1.59 |
| Adjusted dividend payout ratio ⁽¹²⁾ | 30.14% | 33.85% | 31.75% | 28.99% | 22.62% | 31.88% | 23.90% |

Cadence Bank
Reconciliation of Non-GAAP Measures and Other Non-GAAP Ratio Definitions
(Dollars in thousands, except per share amounts)
(Unaudited)

Non-GAAP Ratio Definitions

- (1) Tangible common shareholders' equity to tangible assets is defined by the Company as total shareholders' equity less preferred stock, goodwill and other identifiable intangible assets, divided by the difference of total assets less goodwill and other identifiable intangible assets.
- (2) Tangible common shareholders' equity to tangible assets, excluding AOCI is defined by the Company as total shareholders' equity less preferred stock, goodwill, other identifiable intangible assets and accumulated other comprehensive loss, divided by the difference of total assets less goodwill, accumulated other comprehensive loss, and other identifiable intangible assets.
- (3) Return on average tangible common equity is defined by the Company as annualized net income available to common shareholders divided by average tangible common shareholders' equity.
- (4) Adjusted return on average tangible common equity is defined by the Company as annualized net adjusted income available to common shareholders divided by average tangible common shareholders' equity.
- (5) Adjusted return on average assets is defined by the Company as annualized net adjusted income divided by total average assets.
- (6) Adjusted return on average common shareholders' equity is defined by the Company as annualized net adjusted income available to common shareholders divided by average common shareholders' equity.
- (7) Pre-tax pre-provision net revenue to total average assets is defined by the Company as annualized pre-tax pre-provision net revenue divided by total average assets.
- (8) Adjusted pre-tax pre-provision net revenue to total average assets is defined by the Company as annualized adjusted pre-tax pre-provision net revenue divided by total average assets adjusted for items included in the definition and calculation of net adjusted income.
- (9) Tangible book value per common share is defined by the Company as tangible common shareholders' equity divided by total shares of common stock outstanding.
- (10) Tangible book value per common share, excluding AOCI is defined by the Company as tangible common shareholders' equity less accumulated other comprehensive loss divided by total shares of common stock outstanding.
- (11) Adjusted earnings per common share is defined by the Company as net adjusted income available to common shareholders divided by average common shares outstanding-diluted.
- (12) Adjusted dividend payout ratio is defined by the Company as common share dividends divided by net adjusted income available to common shareholders.

Efficiency Ratio-Fully Taxable Equivalent and Adjusted Efficiency Ratio-Fully Taxable Equivalent Definitions

The efficiency ratio and the adjusted efficiency ratio are supplemental financial measures utilized in management's internal evaluation of the Company's use of resources and are not defined under GAAP. The efficiency ratio is calculated by dividing total noninterest expense by total revenue, which includes net interest income plus noninterest income plus the tax equivalent adjustment. The adjusted efficiency ratio excludes expense items otherwise disclosed as non-operating from total noninterest expense.



Second Quarter 2022 Financial Results

Presented July 26, 2022

Second Quarter 2022 Financial Highlights



| | |
|-----------------------------|--|
| Earnings Highlights | <ul style="list-style-type: none"> ● Net income available to common shareholders of \$124.6 million, or \$0.68 per diluted common share. ● Adjusted net income available to common shareholders⁽¹⁾ of \$134.2 million, or \$0.73 per diluted common share, up 12.3% from 1Q22 reflecting strong revenue, lower expenses and continued improvement in credit metrics. The adjusted return on average tangible common equity was 19.5% for 2Q22. ● Adjusted pre-tax pre-provision net revenue⁽¹⁾ of \$176.7 million, 1.51% of average assets on an annualized basis, up 10.2% from the linked quarter. |
| Balance Sheet | <ul style="list-style-type: none"> ● Generated diverse net organic loan growth of approximately \$1.2 billion for the quarter or 17.3% on an annualized basis, and up \$1.5 billion from 12/31/21 or 11.0% annualized. Total deposits declined \$378.9 million during the quarter, but have increased \$371.4 million or 1.9% on an annualized year-to-date basis. ● Loan to deposit ratio of 70.6% and securities to assets of 28.2% at June 30, 2022. |
| Credit | <ul style="list-style-type: none"> ● Reported net recoveries, for the fifth consecutive quarter, of \$1.4 million or 0.02% of average loans and leases. The provision for credit losses in the second quarter of 2022 was \$1 million. ● Credit quality metrics continued to improve with total non-performing assets decreasing 11.4% linked quarter and total non-performing loans declining 2.4%. |
| Revenue and Expenses | <ul style="list-style-type: none"> ● Total revenue of \$450.0 million in 2Q22 up 6.1% from the linked quarter reflecting increased loan production and higher interest rates, and a net interest margin up 14 bp in the quarter to 3.06%. ● Non-interest revenue made up 27.8% of total revenue and included strong insurance and card revenues offset by a decline in the mortgage servicing rights valuation adjustment. ● Adjusted noninterest expense declined 3.3% in the quarter to \$271.8 million⁽¹⁾; adjusted efficiency ratio⁽¹⁾ of 60.5% in the quarter, compared to 63.5% in the prior quarter. |
| Capital | <ul style="list-style-type: none"> ● Repurchased 1.0 million shares of company common stock during the second quarter of 2022. Total shares outstanding were 182.5 million at quarter end, a reduction of 5.9 million shares since 12/31/21. ● Strong regulatory capital metrics with Tier 1 capital of 10.9% and Total risk-based capital of 13.1%, estimated as of June 30, 2022. |

⁽¹⁾ Considered a non-GAAP financial measure. See "Non-GAAP Reconciliation" in the appendix.

Summary Financial Results

\$ in millions, unless otherwise indicated

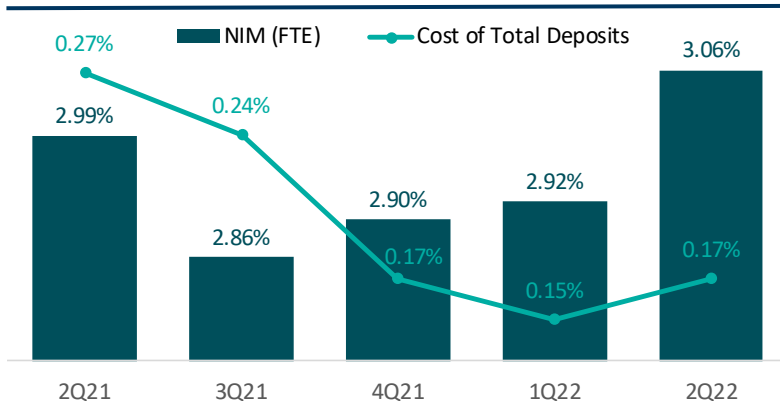
| | Three Months/Period Ended | | | % Change | |
|---|---------------------------|----------|----------|----------|----------|
| | 6/30/22 | 3/31/22 | 6/30/21 | QoQ | YoY |
| Net interest revenue | \$ 324.8 | \$ 311.8 | \$ 180.2 | 4.2 % | 80.2 % |
| Provision for credit losses | 1.0 | 0.0 | 11.5 | NM | (91.3) |
| Noninterest revenue | 125.2 | 128.4 | 101.9 | (2.5) | 22.8 |
| Noninterest expense | 285.9 | 291.7 | 174.0 | (2.0) | 64.3 |
| Income before income taxes | 163.1 | 148.6 | 96.6 | 9.8 | 68.8 |
| Income tax expense | 36.2 | 33.6 | 21.1 | 7.5 | 71.3 |
| Net income | \$ 127.0 | \$ 114.9 | \$ 75.5 | 10.4 % | 68.1 % |
| Less: Preferred dividends | 2.4 | 2.4 | 2.4 | - | - |
| Net income available to common shareholders | \$ 124.6 | \$ 112.6 | \$ 73.2 | 10.7 % | 70.3 % |
| Plus: Non-routine items, net of tax | 9.6 | 8.9 | 16.0 | 8.0 | (40.1) |
| Adj. net income available to common shareholders ⁽¹⁾ | \$ 134.2 | \$ 121.6 | \$ 89.2 | 10.4 % | 50.4 % |
| Diluted earnings per share | \$ 0.68 | \$ 0.60 | \$ 0.69 | 13.3 % | (1.4) % |
| Adj. earnings per share ⁽¹⁾ | \$ 0.73 | \$ 0.65 | \$ 0.84 | 12.3 | (13.1) |
| Return on average assets | 1.08% | 0.98% | 1.14% | 10.2 % | (5.3) % |
| Return on average common shareholders' equity | 11.47% | 9.33% | 10.53% | 22.9 | 8.9 |
| Adj. return on average assets ⁽¹⁾ | 1.16% | 1.05% | 1.38% | 10.5 % | (15.9) % |
| Adj. return on average tangible common equity ⁽¹⁾ | 19.50% | 14.98% | 19.61% | 30.2 | (0.6) |
| Adj. pre-tax pre-provision net revenue (PPNR) ⁽¹⁾ | \$ 176.7 | \$ 160.4 | \$ 118.0 | 10.2 % | 49.7 % |
| Adj. PPNR to total average assets ⁽¹⁾ | 1.51% | 1.36% | 1.77% | 11.0 | (14.7) |
| Tangible book value per share, including AOCI ⁽¹⁾ | \$ 14.73 | \$ 15.67 | \$ 17.41 | (6.0) % | (15.4) % |
| Tangible book value per share, excluding AOCI ⁽¹⁾ | \$ 19.87 | \$ 19.29 | \$ 17.72 | 3.0 % | 12.1 % |

⁽¹⁾ Considered a non-GAAP financial measure. See "Non-GAAP Reconciliation" in the appendix.

Net Interest Revenue / Net Interest Margin

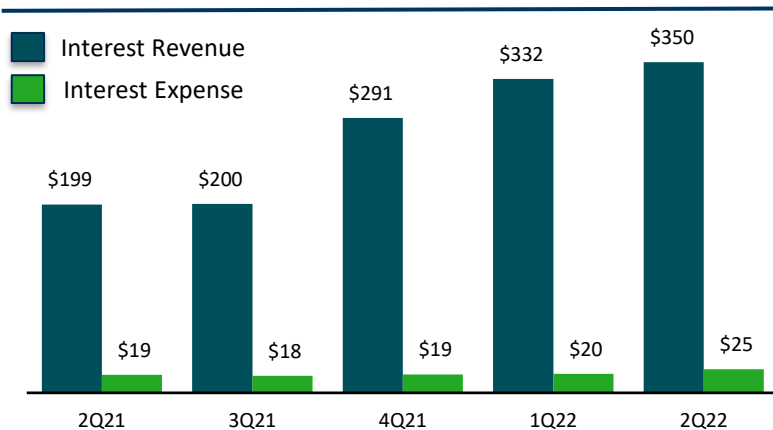
\$ in millions, unless otherwise indicated

NIM, Yields & Rates



| Yield/Rate: | 2Q21 | 3Q21 | 4Q21 | 1Q22 | 2Q22 |
|------------------------------|-------|-------|-------|-------|-------|
| Loans | 4.43% | 4.46% | 4.34% | 4.23% | 4.29% |
| Securities (FTE) | 1.23% | 1.22% | 1.20% | 1.30% | 1.42% |
| Interest earning assets | 3.31% | 3.15% | 3.11% | 3.10% | 3.29% |
| Interest bearing liabilities | 0.47% | 0.43% | 0.32% | 0.29% | 0.36% |

Interest Revenue & Interest Expense



HIGHLIGHTS

- Net interest margin increased 14 basis points in the second quarter of 2022 to 3.06% due to rising rates positively impacting asset yields and managed deposit costs. Excluding the impact of accretion, the linked quarter net interest margin increased by 20 bp.
- Yields on net loans, loans held for sale, and leases excluding accretion, were up 16 bp to 4.12% for the second quarter of 2022 compared with 3.96% for the first quarter of 2022.
- The average cost of deposits remained well managed at 0.17% for the second quarter of 2022, compared with 0.15% for the first quarter of 2022.
- In 2Q22, yields on total interest earning assets were up 19 bp to 3.29% and total costs of interest-bearing liabilities were up 7 bp to 0.36%.
- Net interest revenue excluding accretion income related to acquired loans for 2Q22 increased \$19.0 million or 6.5% from the prior quarter. Net interest revenue included \$11.7 million in accretion income, adding approximately 11 bp to the net interest margin. This compares to net accretion income of \$17.7 million in the prior quarter, which added approximately 17 bp to 1Q22 net interest margin.
- The balance sheet is asset sensitive, with ~24% of loans floating (repricing within 30 days) and another ~44% of loans variable as of June 30, 2022. Net interest income in a +100 bp rate shock scenario modeled over a 12-month period increases 4.5%; and increases 8.6% in +200 bp.

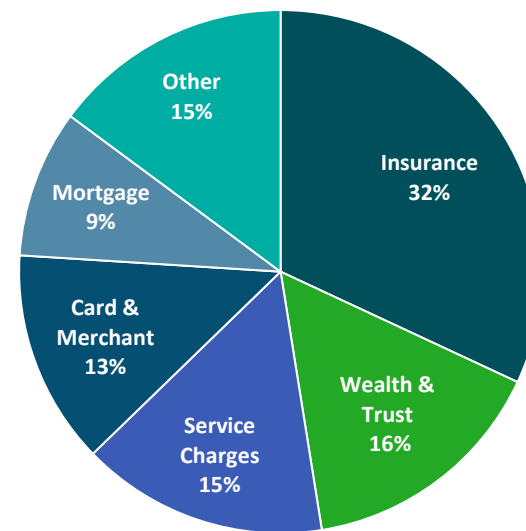
Noninterest Revenue

\$ in millions, unless otherwise indicated

| | Three Months Ended | | | % Change | |
|--------------------------------|--------------------|-----------------|-----------------|----------------|---------------|
| | 6/30/22 | 3/31/22 | 6/30/21 | QoQ | YoY |
| Insurance commissions | \$ 40.0 | \$ 35.7 | \$ 36.1 | 11.9 % | 10.8 % |
| Service charges | 19.1 | 19.9 | 10.1 | (3.9) | 89.9 |
| Card and merchant | 16.6 | 11.3 | 10.9 | 46.6 | 52.6 |
| Brokerage | 10.3 | 11.1 | 3.1 | (6.7) | NM |
| Trust | 9.1 | 10.1 | 4.4 | (9.3) | NM |
| Mortgage banking | 6.8 | 7.7 | 11.0 | (12.7) | (38.7) |
| MSR/MSR market adjustment | 4.7 | 14.0 | (1.9) | (66.6) | NM |
| BOLI | 3.3 | 3.3 | 1.8 | (1.5) | 78.0 |
| Securities (losses) gains, net | 1.4 | (1.1) | 0.1 | NM | NM |
| Other | 13.9 | 16.4 | 26.4 | (15.1) | (47.3) |
| Total | \$ 125.2 | \$ 128.4 | \$ 101.9 | (2.5) % | 22.8 % |

% of Total Revenue 27.8% 29.2% 36.1%

2Q22 Noninterest Revenue Composition



HIGHLIGHTS

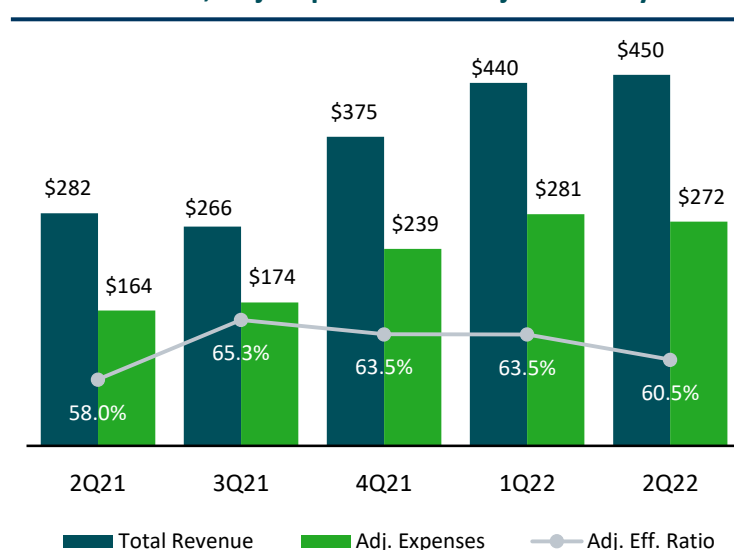
- Noninterest revenue was \$125.2 million compared with \$128.4 million in the linked quarter. The decrease was driven primarily by a lower positive mortgage servicing rights valuation than prior quarter, partially offset by strong insurance commission revenue and card and merchant fees. The increase in card and merchant fees included annual card vendor incentives and the impact of improved revenue share resulting from contract renegotiations.
- Insurance commission revenue growth of 12% in the quarter reflected continued strong performance with pricing remaining firm and high customer retention rates. In 2Q22, the Company completed the acquisition of Wall 2 Wall Benefit Services, a Houston, TX-based firm specializing in insurance and employee benefit services.
- Total assets under management was \$21 billion as of June 30, 2022, down from \$22 billion as of March 31, 2022 reflecting market volatility partially offset by organic growth.

Noninterest Expense

\$ in millions, unless otherwise indicated

| | Three Months Ended | | | % Change | |
|---|--------------------|-----------------|-----------------|----------------|---------------|
| | 6/30/22 | 3/31/22 | 6/30/21 | QoQ | YoY |
| Salaries and employee benefits | \$ 182.1 | \$ 187.8 | \$ 108.2 | (3.0) % | 73.6 % |
| Occupancy, net of rental income | 21.1 | 20.3 | 13.2 | 3.8 | 54.3 |
| Data processing | 18.1 | 16.8 | 11.0 | 7.5 | 52.6 |
| Computer software | 11.0 | 10.7 | 4.9 | 3.1 | NM |
| Equipment | 9.0 | 7.9 | 5.0 | 13.8 | 59.5 |
| Merger expense | 7.3 | 4.0 | 10.0 | 83.0 | NM |
| Deposit insurance assessments | 4.9 | 3.3 | 1.6 | 48.2 | NM |
| Amortization of intangibles | 3.0 | 6.8 | 2.4 | (55.1) | NM |
| Other | 29.3 | 34.0 | 17.7 | (13.8) | 91.8 |
| Total | \$ 285.9 | \$ 291.7 | \$ 174.0 | (2.0) % | 67.6 % |
| Merger expense ⁽²⁾ | 7.3 | 4.0 | 10.0 | 83.0 | NM |
| Incremental merger related expense ⁽²⁾ | 6.1 | 6.6 | - | (7.8) | NM |
| Branch closing expense | 0.7 | 0.1 | - | NM | NM |
| Total adjusted expense | \$ 271.8 | \$ 281.0 | \$ 164.0 | (3.3) % | 71.3 % |

Total Revenue, Adj. Expenses⁽¹⁾ & Adj. Efficiency Ratio⁽¹⁾



HIGHLIGHTS

- Adjusted noninterest expense of \$271.8 million, down from \$281.0 million for the first quarter of 2022. The decline included reductions in payroll taxes and 401k match from seasonally high 1Q22 levels, lower health insurance accruals based on lesser claims experience, and a year-to-date adjustment of amortization of intangibles as we finalized acquired intangible asset valuations.
- Merger and incremental merger expense was \$13.3 million for the second quarter of 2022, up \$2.8 million, comprised primarily of conversion, employee retention, compensation related items and marketing.
- The adjusted efficiency ratio was 60.5% for the second quarter of 2022, compared to 63.5% in the prior quarter.

⁽¹⁾ Considered a non-GAAP financial measure. See "Non-GAAP Reconciliation" in the appendix.

⁽²⁾ Merger expenses represent costs to complete the merger with no future benefit, while incremental merger related expenses represent costs to complete the merger for which the entity receives a future benefit.

Diversified Loan Portfolio

\$ in millions, unless otherwise indicated

HIGHLIGHTS

- Loans and leases, net of unearned income, continued to reflect solid growth, increasing \$1.2 billion in the second quarter of 2022 and \$1.5 billion year-to-date or 17.3% and 11.0% on an annualized basis, respectively. Loan growth for the quarter was strong and spread across multiple geographies in our diverse footprint, and across portfolios including commercial and industrial, commercial real estate, community banking and residential mortgage. The growth reflected an increase in new originations coupled with slower payoffs and paydowns in the quarter.
- Texas represents the largest geography with 40.7% of total loans as of June 30, 2022.
- Mortgage production (including both those retained on the balance sheet and those sold) increased during the quarter to \$913 million, up from both \$804 million in 1Q22 and \$906 million from the prior year 2Q.

Period Ending Loans

| | As of 6/30/22 | | As of 12/31/21 | | As of 6/30/21 | |
|--|-----------------|---------------|-----------------|---------------|-----------------|---------------|
| | Balance | % of Total | Balance | % of Total | Balance | % of Total |
| Commercial and Industrial ("C&I") | | | | | | |
| Non Real Estate | \$8,526 | 30.1% | \$7,847 | 29.2% | \$2,271 | 15.1% |
| Owner Occupied | 3,851 | 13.6% | 3,568 | 13.3% | 2,624 | 17.5% |
| Total C&I | 12,378 | 43.6% | 11,415 | 42.5% | 4,895 | 32.6% |
| Commercial Real Estate ("CRE") | | | | | | |
| Construction, Acquisition and Development | 2,982 | 10.5% | 2,924 | 10.9% | 1,926 | 12.8% |
| Income Producing | 5,054 | 17.8% | 4,924 | 18.3% | 3,324 | 22.2% |
| Total CRE | 8,036 | 28.3% | 7,849 | 29.2% | 5,250 | 35.0% |
| Consumer | | | | | | |
| Residential Mortgages | 7,663 | 27.0% | 7,311 | 27.2% | 4,617 | 30.8% |
| Other consumer | 284 | 1.0% | 308 | 1.1% | 242 | 1.6% |
| Total Consumer | 7,946 | 28.0% | 7,619 | 28.3% | 4,859 | 32.4% |
| Total Loans and Leases | \$28,360 | 100.0% | \$26,883 | 100.0% | \$15,004 | 100.0% |

Strong Deposit Base

\$ in millions, unless otherwise indicated

HIGHLIGHTS

- Deposits and customer repos declined \$433.4 million or 1.1% during the second quarter to \$40.8 billion, but increased \$333.4 million or 1.6% annualized since December 31, 2021. The quarterly decline was due largely to Community Banking public fund and other balances that increased during the first quarter and declined in the second quarter, with the segment flat on total deposits since year-end.
- The average cost of deposits remained well managed, increasing only 2 basis points to 0.17% for the second quarter of 2022, compared with 0.15% for the first quarter of 2021, and down 10 basis points from the prior year's second quarter.
- Noninterest bearing deposits represented 34.9% of total deposits at the end of the second quarter, representing an increase from 34.2% as of December 31, 2021.

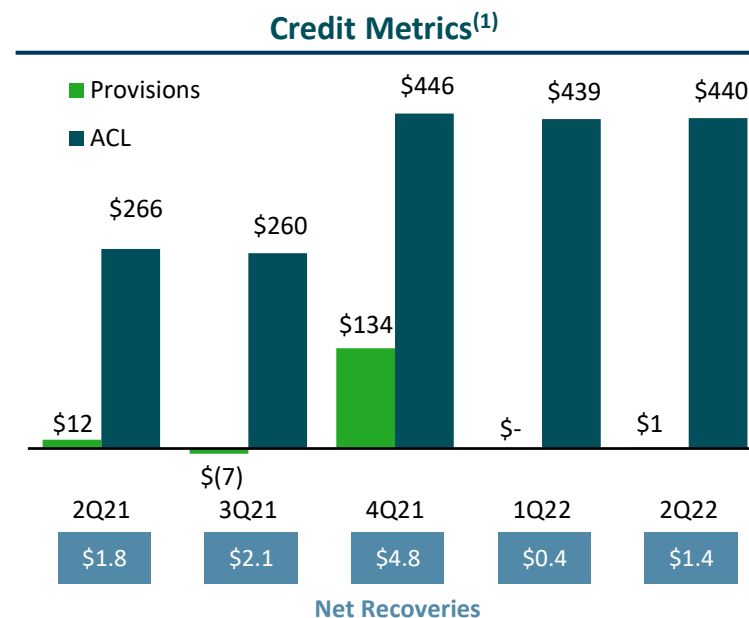
Period Ending Deposits

| | As of 6/30/22 | | As of 12/31/21 | | As of 6/30/21 | |
|-------------------------------|-----------------|---------------|-----------------|---------------|-----------------|---------------|
| | Balance | % of Total | Balance | % of Total | Balance | % of Total |
| Noninterest Bearing Demand | \$14,013 | 34.9% | \$13,635 | 34.2% | \$7,619 | 33.4% |
| Interest Bearing Demand | 19,033 | 47.4% | 18,728 | 47.0% | 9,672 | 42.3% |
| Savings | 3,736 | 9.3% | 3,556 | 8.9% | 2,940 | 12.9% |
| Other Time | 3,408 | 8.5% | 3,900 | 9.8% | 2,608 | 11.4% |
| Total Deposits | \$40,189 | 100.0% | \$39,818 | 100.0% | \$22,838 | 100.0% |
| <i>Total Cost of Deposits</i> | | 0.17% | | 0.17% | | 0.27% |

Credit Quality

\$ in millions, unless otherwise indicated

| | Quarter Ending | | | | |
|---------------------------------------|----------------|----------------|----------------|----------------|----------------|
| | 6/30/21 | 9/30/21 | 12/31/21 | 3/31/22 | 6/30/22 |
| Non-accrual | \$61.7 | \$59.6 | \$122.1 | \$91.0 | \$89.4 |
| 90+ days Past Due (Accruing) | 15.4 | 17.0 | 24.8 | 21.0 | 19.7 |
| Restructured (Accruing) | 7.4 | 7.2 | 6.9 | 7.3 | 7.4 |
| Non-performing Loans ("NPLs") | \$84.4 | \$83.8 | \$153.8 | \$119.3 | \$116.4 |
| Non-performing Assets ("NPAs") | \$101.8 | \$100.3 | \$186.8 | \$147.7 | \$130.8 |
| NPLs / Net Loans and Leases | 0.56% | 0.56% | 0.57% | 0.44% | 0.41% |
| NPAs / Total Assets | 0.37% | 0.36% | 0.39% | 0.31% | 0.27% |
| Classified Assets | \$454.0 | \$419.1 | \$631.9 | \$504.1 | \$442.2 |



HIGHLIGHTS

- Credit quality metrics for the second quarter of 2022 continued to improve as reflected by the fifth consecutive quarter of net recoveries as well as continued declines in total non-performing assets.
- Net recoveries for the second quarter of 2022 were \$1.4 million, or 0.02% of net loans and leases on an annualized basis. Total non-performing assets declined \$16.8 million, or 11.4%, in the second quarter from \$147.7 million at March 31, 2022 to \$130.8 million at June 30, 2022.
- The allowance for credit losses was \$440.1 million, or 1.55% of net loans and leases at June 30, 2022, compared with \$438.7 million, or 1.61% of net loans and leases at March 31, 2022.

⁽¹⁾ Allowance for credit losses on funded loans. Allowance for credit losses do not include reserve for unfunded commitments (classified in "Other liabilities" on the balance sheet). Provision expense of \$1.0 million in 2Q22 was to increase the reserve for unfunded commitments.

Capital Strength

Cadence Bank

| | 6/30/22 | 3/31/22 | 12/31/21 | 9/30/21 | 6/30/21 |
|---|----------------|---------|----------|---------|---------|
| Total Regulatory Capital (\$ million) ⁽¹⁾ | 4,684 | 4,596 | 4,683 | 2,659 | 2,660 |
| Total Risk-Weighted Assets (\$ million) ⁽¹⁾ | 35,896 | 34,624 | 33,786 | 18,631 | 18,353 |
| Leverage Ratio (%) ⁽¹⁾ | 8.4 | 8.2 | 9.9 | 8.1 | 8.3 |
| Common Equity Tier 1 Capital Ratio (%) ⁽¹⁾ | 10.4 | 10.6 | 11.1 | 10.7 | 10.9 |
| Tier 1 Ratio (%) ⁽¹⁾ | 10.9 | 11.1 | 11.6 | 11.6 | 11.8 |
| Total Capital Ratio (%) ⁽¹⁾ | 13.1 | 13.3 | 13.9 | 14.3 | 14.5 |
| Total Shareholders' Equity (\$B) | 4.4 | 4.6 | 5.2 | 3.0 | 3.1 |
| Preferred Equity (\$B) | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 |
| Tangible Common Shareholders' Equity (\$B) ⁽²⁾ | 2.7 | 2.9 | 3.5 | 1.8 | 1.9 |
| Total Shares Outstanding (millions) | 182.5 | 183.5 | 188.3 | 106.9 | 108.6 |
| Book Value Per Share | \$23.41 | \$24.40 | \$26.98 | \$26.73 | \$26.72 |
| Tangible Book Value Per Share ⁽²⁾ | \$14.73 | \$15.67 | \$18.45 | \$17.27 | \$17.41 |
| Tangible Book Value Per Share, ex. AOCI ⁽²⁾ | \$19.87 | \$19.29 | \$19.19 | \$18.05 | \$17.72 |
| Cash Dividends Per Share | \$0.22 | \$0.22 | \$0.20 | \$0.20 | \$0.19 |

HIGHLIGHTS

- Regulatory capital ratios remain strong including a Total Capital Ratio of 13.1% and Tier 1 Ratio of 10.9% as of 6/30/22.
- Repurchased 1.0 million shares of company common stock in 2Q22. The company has 3.9 million shares remaining in the 2022 authorization.
- Quarterly cash dividend of \$0.22 per common share of stock, up \$0.02 or 10% per share compared to 4Q21.
- Decrease in tangible book value per share driven by unrealized mark-to-market changes in CADE's available-for-sale securities portfolio.

⁽¹⁾ Preliminary estimates.

⁽²⁾ Considered a non-GAAP financial measure. See "Non-GAAP Reconciliation" in the appendix.



Appendix

Net Interest Income Dynamics

\$ in millions, unless otherwise indicated

| | Second Quarter 2022 | | | | First Quarter 2022 | | | | QoQ Compare | |
|---|---------------------|--------------|------------------------|--------------|--------------------|--------------|------------------------|--------------|---------------|---------------|
| | Average Balance | Yield / Cost | Contribution to NIM \$ | % | Average Balance | Yield / Cost | Contribution to NIM \$ | % | Yield / Cost | Margin Impact |
| Loans & Leases, ex accretion (TE) | \$ 27,848 | 4.11% | \$ 285.3 | 2.68% | \$ 27,107 | 3.96% | \$ 264.9 | 2.47% | 0.15% | 0.21% |
| Accretion Income on Acquired Loans | | 0.17% | 11.7 | 0.11% | | 0.27% | 17.8 | 0.17% | -0.10% | -0.06% |
| Loans Held For Sale | 147 | 5.76% | 2.1 | 0.02% | 177 | 3.23% | 1.4 | 0.01% | 2.53% | 0.01% |
| Total Loans | \$ 27,995 | 4.29% | \$ 299.2 | 2.81% | \$ 27,283 | 4.22% | \$ 284.1 | 2.65% | 0.06% | 0.16% |
| <i>Total Loans Ex Accretion</i> | <i>\$ 27,995</i> | <i>4.12%</i> | <i>\$ 287.5</i> | <i>2.70%</i> | <i>\$ 27,361</i> | <i>3.95%</i> | <i>\$ 266.3</i> | <i>2.48%</i> | <i>0.16%</i> | <i>0.22%</i> |
| Total Investment Securities (TE) | 13,941 | 1.42% | 49.5 | 0.47% | 15,071 | 1.30% | 48.2 | 0.45% | 0.13% | 0.02% |
| Other Investments | 752 | 1.03% | 1.9 | 0.02% | 1,161 | 0.24% | 0.7 | 0.01% | 0.79% | 0.01% |
| Total Interest-Earning Assets (TE) | \$ 42,688 | 3.29% | \$ 350.6 | 3.29% | \$ 43,515 | 3.10% | \$ 333.0 | 3.10% | 0.19% | 0.19% |
| Demand Deposits | \$ 18,239 | 0.26% | \$ 11.7 | 0.11% | \$ 19,401 | 0.20% | \$ 9.7 | 0.09% | -0.05% | -0.02% |
| Savings Deposits | 3,723 | 0.06% | 0.6 | 0.01% | 3,632 | 0.06% | 0.6 | 0.01% | 0.00% | 0.00% |
| Time Deposits | 3,464 | 0.55% | 4.8 | 0.04% | 3,726 | 0.60% | 5.5 | 0.05% | 0.05% | 0.01% |
| CD Mark Accretion | | -0.08% | (0.7) | -0.01% | | -0.08% | (0.7) | -0.01% | 0.01% | 0.00% |
| Total Time Deposits | 3,464 | 0.47% | 4.0 | 0.04% | 3,726 | 0.52% | 4.8 | 0.04% | 0.05% | 0.01% |
| Total Interest-Bearing Deposits | 25,426 | 0.26% | 16.3 | 0.15% | 26,759 | 0.23% | 15.1 | 0.14% | -0.03% | -0.01% |
| Non Interest Demand Deposits | 13,970 | | | | 13,807 | | | | | |
| Total Deposits | \$ 39,396 | 0.17% | \$ 16.3 | 0.15% | \$ 40,565 | 0.15% | \$ 15.1 | 0.14% | -0.02% | -0.01% |
| <i>Total Deposits Ex Accretion</i> | <i>\$ 39,396</i> | <i>0.17%</i> | <i>\$ 17.1</i> | <i>0.16%</i> | <i>\$ 40,565</i> | <i>0.16%</i> | <i>\$ 15.8</i> | <i>0.15%</i> | <i>-0.02%</i> | <i>-0.01%</i> |
| Short-Term Borrowings | 1,961 | 0.74% | 3.6 | 0.03% | 826 | 0.11% | 0.2 | 0.00% | -0.64% | -0.03% |
| Long-Term Borrowings | 467 | 4.12% | 4.8 | 0.05% | 467 | 4.17% | 4.8 | 0.04% | 0.05% | 0.00% |
| Total Interest-Bearing Liabilities | \$ 27,854 | 0.36% | \$ 24.8 | 0.23% | \$ 28,051 | 0.29% | \$ 20.1 | 0.19% | -0.07% | -0.05% |
| Non Interest Demand Deposits | 13,970 | | | | 13,807 | | | | | |
| Total Cost of Funds | 41,824 | 0.24% | 24.8 | 0.23% | 41,859 | 0.19% | 20.1 | 0.19% | -0.04% | -0.05% |
| Net Interest Margin (TE) | | | \$ 325.8 | 3.06% | | | \$ 312.8 | 2.92% | | 0.15% |

Note: Figures may not total due to rounding.

Summary Income Statement

\$ in millions, unless otherwise indicated

| | Quarter Ended | | | | |
|---|----------------|----------------|-----------------|----------------|----------------|
| | 6/30/22 | 3/31/22 | 12/31/21 | 9/30/21 | 6/30/21 |
| Interest Revenue | \$349.6 | \$331.9 | \$290.6 | \$199.5 | \$199.1 |
| Interest Expense | 24.8 | 20.1 | 19.4 | 18.0 | 18.9 |
| Net Interest Revenue | 324.8 | 311.8 | 271.2 | 181.5 | 180.2 |
| Noninterest Income | 125.2 | 128.4 | 103.9 | 84.4 | 101.9 |
| Total Revenue | \$450.0 | \$440.3 | \$375.1 | \$266.0 | \$282.1 |
| Noninterest Expense | 285.9 | 291.7 | 289.2 | 179.9 | 174.0 |
| Pre-Tax Pre-Provision Net Revenue⁽¹⁾ | \$164.1 | \$148.6 | \$85.9 | \$86.1 | \$108.1 |
| Provision (release) for Credit Losses | 1.0 | - | 133.6 | (7.0) | 11.5 |
| Pre-Tax Income (Loss) | \$163.1 | \$148.6 | (\$47.7) | \$93.1 | \$96.6 |
| Income Tax Expense (benefit) | 36.2 | 33.6 | (13.0) | 20.4 | 21.1 |
| Net Income (Loss) | \$127.0 | \$114.9 | (\$34.7) | \$72.7 | \$75.5 |
| Less: Preferred dividends | 2.4 | 2.4 | 2.4 | 2.4 | 2.4 |
| Net Income (Loss) Available to Common | \$124.6 | \$112.6 | (\$37.0) | \$70.4 | \$73.2 |
| Adj. Pre-Tax Pre-Provision Net Revenue⁽¹⁾ | \$176.7 | \$160.4 | \$136.4 | \$92.1 | \$118.0 |

⁽¹⁾ Considered a non-GAAP financial measure. See "Non-GAAP Measures and Ratio Reconciliation" in the appendix.
 Note: Figures may not total due to rounding.

Summary Balance Sheet – Period End

\$ in millions, unless otherwise indicated

| | 6/30/22 | 3/31/22 | 12/31/21 | 9/30/21 | 6/30/21 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| Assets | | | | | |
| Cash and Due from Banks | \$770.3 | \$781.3 | \$656.1 | \$301.2 | \$331.9 |
| Deposits with Other Banks & Fed Funds | 1,069.4 | 880.7 | 638.5 | 150.8 | 629.4 |
| Available-for-sale securities, at fair value | 13,450.6 | 14,371.6 | 15,606.5 | 10,053.4 | 9,084.1 |
| Loans | 28,360.5 | 27,189.7 | 26,883.0 | 14,991.2 | 15,004.0 |
| Loans Held for Sale | 213.5 | 302.2 | 340.2 | 342.9 | 403.0 |
| Allowance for Credit Losses | (440.1) | (438.7) | (446.4) | (260.3) | (265.7) |
| Goodwill & Other Intangibles | 1,582.6 | 1,600.7 | 1,606.2 | 1,010.5 | 1,012.1 |
| Other Assets | 2,741.0 | 2,516.6 | 2,385.6 | 1,470.7 | 1,413.5 |
| Total Assets | \$47,747.7 | \$47,204.1 | \$47,669.8 | \$28,060.5 | \$27,612.4 |
| Liabilities | | | | | |
| Total Deposits | \$40,189.1 | \$40,568.1 | \$39,817.7 | \$23,538.7 | \$22,838.5 |
| Fed Funds and short-term borrowings | 1,200.0 | - | 595.0 | - | - |
| Subordinated & Long-term debt | 465.1 | 465.7 | 482.4 | 311.9 | 311.8 |
| Other Liabilities | 1,455.6 | 1,526.6 | 1,526.7 | 1,186.7 | 1,392.5 |
| Total Liabilities | \$43,309.8 | \$42,560.3 | \$42,421.8 | \$25,037.2 | \$24,542.8 |
| Total Shareholders' Equity | \$4,437.9 | \$4,643.8 | \$5,248.0 | \$3,023.3 | \$3,069.6 |
| Liabilities and Shareholders' Equity | \$47,747.7 | \$47,204.1 | \$47,669.8 | \$28,060.5 | \$27,612.4 |

Note: Figures may not total due to rounding.

Mortgage and Insurance Revenue

\$ in millions, unless otherwise indicated

Mortgage Lending Revenue

| | Quarter Ended | | | | |
|--|---------------|---------|----------|---------|---------|
| | 6/30/22 | 3/31/22 | 12/31/21 | 9/30/21 | 6/30/21 |
| Origination Revenue | \$ 4 | \$ 5 | \$ 6 | \$ 9 | \$ 9 |
| Servicing Revenue | 6 | 6 | 6 | 6 | 5 |
| MSR Payoffs/Paydowns | (3) | (3) | (4) | (4) | (3) |
| Mortgage Production and Servicing Revenue | 7 | 8 | 8 | 11 | 11 |
| Mortgage Servicing Rights Valuation Adjustment | 5 | 14 | 3 | 2 | (2) |
| Total Mortgage Banking Revenue | \$ 11 | \$ 22 | \$ 11 | \$ 13 | \$ 9 |
| Production Volume | \$ 913 | \$ 804 | \$ 818 | \$ 789 | \$ 906 |
| Purchase Money Production | 776 | 575 | 548 | 511 | 620 |
| Mortgage Loans Sold | 361 | 413 | 534 | 573 | 643 |
| Margin on Loans Sold | 1.12% | 1.24% | 1.12% | 1.62% | 1.35% |
| Current Pipeline | \$ 253 | \$ 333 | \$ 323 | \$ 467 | \$ 534 |
| Mortgage Originators | 206 | 202 | 203 | 165 | 164 |
| Insurance Commission Revenue | | | | | |
| Property and Casualty Commissions | \$ 29 | \$ 26 | \$ 24 | \$ 26 | \$ 26 |
| Life and Health Commissions | 8 | 7 | 6 | 7 | 7 |
| Risk Management Income | 1 | 1 | 1 | 1 | 1 |
| Other | 2 | 2 | 2 | 2 | 2 |
| Total Insurance Commissions | \$ 40 | \$ 36 | \$ 33 | \$ 36 | \$ 36 |

Non-GAAP Reconciliation

\$ in millions, unless otherwise indicated

| | Quarter Ended | | | | |
|---|---------------|----------|----------|----------|----------|
| | 6/30/22 | 3/31/22 | 12/31/21 | 9/30/21 | 6/30/21 |
| Net Income (Loss) | \$ 127 | \$ 115 | \$ (35) | \$ 73 | \$ 76 |
| Plus: Merger Expense ⁽¹⁾ | 7 | 4 | 45 | 3 | 10 |
| Incremental Merger Related Expense ⁽¹⁾ | 6 | 7 | 5 | - | - |
| Initial Provision for Acquired Loans | - | - | 132 | - | 12 |
| Branch Closing Expense | 1 | 0 | - | - | - |
| Pension Settlement Expense | - | - | 1 | 2 | - |
| Less: Security Gains (Losses) | 1 | (1) | (0) | (0) | 0 |
| Tax Adjustment | 3 | 3 | 41 | 2 | 5 |
| Adjusted Net Income | \$ 137 | \$ 124 | \$ 106 | \$ 77 | \$ 92 |
| Less: Preferred Dividends | 2 | 2 | 2 | 2 | 2 |
| Adjusted Net Income Available to Common Shareholders | \$ 134 | \$ 122 | \$ 104 | \$ 75 | \$ 89 |
| Total Shareholders' Equity | \$ 4,438 | \$ 4,644 | \$ 5,248 | \$ 3,023 | \$ 3,070 |
| Less: Preferred stock | 167 | 167 | 167 | 167 | 167 |
| Goodwill | 1,444 | 1,409 | 1,408 | 958 | 957 |
| Other identifiable intangibles | 138 | 192 | 198 | 52 | 55 |
| Tangible common equity, including AOCI | \$ 2,688 | \$ 2,876 | \$ 3,475 | \$ 1,846 | \$ 1,890 |
| Less: Accumulated other comprehensive loss | \$ (936) | \$ (664) | \$ (139) | \$ (83) | \$ (35) |
| Tangible common equity, excluding AOCI | \$ 3,625 | \$ 3,540 | \$ 3,614 | \$ 1,928 | \$ 1,925 |
| Common shares outstanding (millions) | 182 | 183 | 188 | 107 | 109 |
| Tangible book value per share, including AOCI | \$ 14.73 | \$ 15.67 | \$ 18.45 | \$ 17.27 | \$ 17.41 |
| Tangible book value per share, excluding AOCI | \$ 19.87 | \$ 19.29 | \$ 19.19 | \$ 18.05 | \$ 17.72 |

⁽¹⁾ Merger expenses represent costs to complete the merger with no future benefit, while incremental merger related expenses represent costs to complete the merger for which the entity receives a future benefit. Merger expense was \$7.3 million for the second quarter of 2022, compared with \$10.0 million for the second quarter of 2021 and \$4.0 million for the first quarter of 2022. Merger expense for the second quarter of 2022 was comprised primarily of conversion related expenses as well as compensation related items. Incremental merger related expenses for the second quarter of 2022 totaled \$6.1 million compared to \$6.6 million in the prior quarter and included primarily employee retention and marketing related expenses.

Non-GAAP Reconciliation, continued

\$ in millions, unless otherwise indicated

| | Quarter Ended | | | | |
|---|---------------|---------|----------|---------|---------|
| | 6/30/22 | 3/31/22 | 12/31/21 | 9/30/21 | 6/30/21 |
| Net Income (Loss) | \$ 127 | \$ 115 | \$ (35) | \$ 73 | \$ 76 |
| Plus: Provision (Release) for Credit Losses | 1 | - | 134 | (7) | 12 |
| Income Tax Expense (Benefit) | 36 | 34 | (13) | 20 | 21 |
| Pre-tax Pre-provision Net Revenue | \$ 164 | \$ 149 | \$ 86 | \$ 86 | \$ 108 |
| Net (Loss) Income | 127 | \$ 115 | \$ (35) | \$ 73 | \$ 76 |
| Plus: Provision (Release) for Credit Losses | 1 | - | 134 | (7) | 12 |
| Merger Expense ⁽¹⁾ | 7 | 4 | 45 | 3 | 10 |
| Incremental Merger Related Expense ⁽¹⁾ | 6 | 7 | 5 | - | - |
| Branch Closing Expense | 1 | 0 | - | - | - |
| Pension Settlement Expense | - | - | 1 | 2 | - |
| Income Tax Expense (Benefit) | 36 | 34 | (13) | 20 | 21 |
| Less: Security Gains (Losses) | 1 | (1) | (0) | (0) | 0 |
| Adjusted Pre-tax Pre-provision Net Revenue | \$ 177 | \$ 160 | \$ 136 | \$ 92 | \$ 118 |
| Total Noninterest Expense | \$ 286 | \$ 292 | \$ 289 | \$ 180 | \$ 174 |
| Less: Merger Expense ⁽¹⁾ | 7 | 4 | 45 | 3 | 10 |
| Incremental Merger Related Expense ⁽¹⁾ | 6 | 7 | 5 | - | - |
| Branch Closing Expense | 1 | 0 | - | - | - |
| Pension Settlement Expense | - | - | 1 | 2 | - |
| Total Adjusted Expense | \$ 272 | \$ 281 | \$ 239 | \$ 174 | \$ 164 |

⁽¹⁾ Merger expenses represent costs to complete the merger with no future benefit, while incremental merger related expenses represent costs to complete the merger for which the entity receives a future benefit. Merger expense was \$7.3 million for the second quarter of 2022, compared with \$10.0 million for the second quarter of 2021 and \$4.0 million for the first quarter of 2022. Merger expense for the second quarter of 2022 was comprised primarily of conversion related expenses as well as compensation related items. Incremental merger related expenses for the second quarter of 2022 totaled \$6.1 million compared to \$6.6 million in the prior quarter and included primarily employee retention and marketing related expenses.

Non-GAAP Reconciliation, continued

\$ in millions, unless otherwise indicated

| | Quarter Ended | | | | |
|--|---------------|-------------|-------------|-------------|-------------|
| | 6/30/22 | 3/31/22 | 12/31/21 | 9/30/21 | 6/30/21 |
| Total Assets | \$ 47,748 | \$ 47,204 | \$ 47,670 | \$ 28,060 | \$ 27,612 |
| Less: Goodwill | 1,444 | 1,409 | 1,408 | 958 | 957 |
| Other Identifiable Intangible Assets | 138 | 192 | 198 | 52 | 55 |
| Total tangible assets | \$ 46,165 | \$ 45,603 | \$ 46,064 | \$ 27,050 | \$ 26,600 |
| Less: Accumulated other comprehensive loss | \$ (936) | \$ (664) | \$ (139) | \$ (83) | \$ (35) |
| Total tangible assets, excluding AOCI | \$ 47,101 | \$ 46,267 | \$ 46,203 | \$ 27,133 | \$ 26,635 |
| <u>Period End Balances:</u> | | | | | |
| Total Shareholders' Equity | \$ 4,438 | \$ 4,644 | \$ 5,248 | \$ 3,023 | \$ 3,070 |
| Less: Goodwill | 1,444 | 1,409 | 1,408 | 958 | 957 |
| Other identifiable Intangible Assets | 138 | 192 | 198 | 52 | 55 |
| Preferred Stock | 167 | 167 | 167 | 167 | 167 |
| Total Tangible Common Shareholders' Equity | \$ 2,688 | \$ 2,876 | \$ 3,475 | \$ 1,846 | \$ 1,890 |
| Less: Accumulated other comprehensive loss | \$ (936) | \$ (664) | \$ (139) | \$ (83) | \$ (35) |
| Total tangible common shareholders' equity, excluding AOCI | \$ 3,625 | \$ 3,540 | \$ 3,614 | \$ 1,928 | \$ 1,925 |
| <u>Average Balances:</u> | | | | | |
| Total Shareholders' Equity | \$ 4,523 | \$ 5,062 | \$ 4,509 | \$ 3,058 | \$ 2,955 |
| Less: Goodwill | 1,407 | 1,408 | 1,116 | 958 | 910 |
| Other Identifiable Intangible Assets | 189 | 196 | 107 | 54 | 53 |
| Preferred Stock | 167 | 167 | 167 | 167 | 167 |
| Total Tangible Common Shareholders' Equity | \$ 2,760 | \$ 3,292 | \$ 3,120 | \$ 1,880 | \$ 1,825 |
| Total Average Assets | \$ 47,065 | \$ 47,680 | \$ 40,990 | \$ 27,617 | \$ 26,666 |
| Total Shares of Common Stock Outstanding | 182,461,786 | 183,488,844 | 188,337,658 | 106,853,316 | 108,614,595 |
| Average Diluted Shares Outstanding | 183,711,402 | 187,264,335 | 164,720,656 | 108,250,102 | 105,838,056 |

Non-GAAP Reconciliation, continued

| | Quarter Ended | | | | |
|--|-----------------|----------|----------|----------|----------|
| | 6/30/22 | 3/31/22 | 12/31/21 | 9/30/21 | 6/30/21 |
| Tangible Common Shareholders' Equity to Tangible Assets ⁽¹⁾ | 5.82% | 6.31% | 7.54% | 6.82% | 7.11% |
| Tangible Common Shareholders' Equity to Tangible Assets, excluding AOCI ⁽²⁾ | 7.70% | 7.65% | 7.82% | 7.11% | 7.23% |
| Return on Average Tangible Common Equity ⁽³⁾ | 18.11 | 13.87 | (4.71) | 14.85 | 16.08 |
| Adjusted Return on Average Tangible Common Equity ⁽⁴⁾ | 19.50 | 14.98 | 13.24 | 15.80 | 19.61 |
| Adjusted Return on Average Assets ⁽⁵⁾ | 1.16 | 1.05 | 1.01 | 1.09 | 1.40 |
| Adjusted Return on Average Common Shareholders' Equity ⁽⁶⁾ | 12.36 | 10.07 | 9.51 | 10.28 | 12.83 |
| Pre-tax Pre-provision Net Revenue to Total Average Assets ⁽⁷⁾ | 1.40 | 1.26 | 0.83 | 1.24 | 1.63 |
| Adjusted Pre-tax Pre-provision Net Revenue to Total Average Assets ⁽⁸⁾ | 1.51 | 1.36 | 1.32 | 1.32 | 1.77 |
| Tangible Book Value per Common Share ⁽⁹⁾ | \$ 14.73 | \$ 15.67 | \$ 18.45 | \$ 17.27 | \$ 17.41 |
| Tangible Book Value per Common Share, excluding AOCI ⁽¹⁰⁾ | \$ 19.87 | \$ 19.29 | \$ 19.19 | \$ 18.05 | \$ 17.72 |
| Adjusted Earnings per Common Share ⁽¹¹⁾ | \$ 0.73 | \$ 0.65 | \$ 0.63 | \$ 0.69 | \$ 0.84 |
| Adjusted Dividend Payout Ratio ⁽¹²⁾ | 30.14% | 33.85% | 32.26% | 29.41% | 22.09% |

* See slide 20 for a more detailed explanation of these calculations

Non-GAAP Reconciliation, continued

- (1) Tangible common shareholders' equity to tangible assets is defined by the Company as total shareholders' equity less preferred stock, goodwill and other identifiable intangible assets, divided by the difference of total assets less goodwill and other identifiable intangible assets.
- (2) Tangible common shareholders' equity to tangible assets, excluding AOCI is defined by the Company as total shareholders' equity less preferred stock, goodwill, other identifiable intangible assets and accumulated other comprehensive loss, divided by the difference of total assets less goodwill and other identifiable
- (3) Return on average tangible common equity is defined by the Company as annualized net income available to common shareholders divided by average tangible common shareholders' equity.
- (4) Adjusted return on average tangible common equity is defined by the Company as annualized net adjusted income available to common shareholders divided by average tangible common shareholders' equity.
- (5) Adjusted return on average assets is defined by the Company as annualized net adjusted income divided by total average assets.
- (6) Adjusted return on average common shareholders' equity is defined by the Company as annualized net adjusted income available to common shareholders divided by average common shareholders' equity.
- (7) Pre-tax pre-provision net revenue to total average assets is defined by the Company as annualized pre-tax pre-provision net revenue divided by total average assets.
- (8) Adjusted pre-tax pre-provision net revenue to total average assets is defined by the Company as annualized adjusted pre-tax pre-provision net revenue divided by total average assets adjusted for items included in the definition and calculation of net adjusted income.
- (9) Tangible book value per common share is defined by the Company as tangible common shareholders' equity divided by total shares of common stock outstanding.
- (10) Tangible book value per common share, excluding AOCI is defined by the Company as tangible common shareholders' equity less accumulated other comprehensive loss divided by total shares of common stock outstanding.
- (11) Adjusted earnings per common share is defined by the Company as net adjusted income available to common shareholders divided by average common shares outstanding-diluted.
- (12) Adjusted dividend payout ratio is defined by the Company as common share dividends divided by net adjusted income available to common shareholders.

Efficiency Ratio-Fully Taxable Equivalent and Adjusted Efficiency Ratio-Fully Taxable Equivalent Definitions

The efficiency ratio and the adjusted efficiency ratio are supplemental financial measures utilized in management's internal evaluation of the Company's use of resources and are not defined under GAAP. The efficiency ratio is calculated by dividing total noninterest expense by total revenue, which includes net interest income plus noninterest income plus the tax equivalent adjustment. The adjusted efficiency ratio excludes expense items otherwise disclosed as non-operating from total noninterest expense.

Forward-Looking Statements

Certain statements made in this presentation constitute “forward-looking statements” within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), and are subject to safe harbor under the Private Securities Litigation Reform Act of 1995 as well as the “bespeaks caution” doctrine. The Company believes that the expectations reflected in these forward-looking statements are reasonable as of the date of this news release, but if one or more events related to these or other risks or uncertainties materialize, or if the Company’s underlying assumptions prove to be incorrect, actual results may prove to be materially different. The forward-looking statements in this presentation should be read in conjunction with risk disclosures in the Company’s periodic and current reports filed with the FDIC, including explicitly, the risk factors in the Company’s Annual Report on Form 10-K for the year ended December 31, 2021, in the Company’s Quarterly Reports on Form 10-Q, and in the Company’s Current Reports on Form 8-K, which may be found at <https://ir.cadencebank.com/home>. The forward-looking statements speak only as of the date of this news release, and the Company expressly disclaims any obligation to publicly update or review any forward-looking statement, except as required by applicable law.



Cadence Bank's common stock is listed on the New York Stock Exchange under the symbol CADE and its Series A Preferred Stock is listed under the symbol CADE-PrA. Additional information can be found at <https://ir.cadencebank.com>.*

As a reminder, all of the Company's Securities Exchange Act filings are made with the Federal Deposit Insurance Corporation and can be found at <https://efr.fdic.gov/fcxweb/efr/index.html>.

INVESTOR INQUIRIES:

Will Fisackerly

Investor Relations

Cadence Bank

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*References to Cadence Bank's website does not constitute incorporation by reference of the information contained on the website and is not, and should not be, deemed part of this presentation.

