
**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): January 30, 2023 (January 30, 2023)

CADENCE BANK

(Exact Name of Registrant as Specified in Charter)

Mississippi	11813	64-0117230
(State or Other Jurisdiction of Incorporation)	(FDIC Certificate No.)	(IRS Employer Identification No.)
One Mississippi Plaza 201 South Spring Street Tupelo, Mississippi		38804
(Address of Principal Executive Offices)		(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:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common Stock, \$2.50 par value	CADE	New York Stock Exchange per share
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 January 30, 2023, Cadence Bank (the “Bank”) issued a press release announcing its financial results for the fourth quarter and year-end of December 31, 2022 (the “Earnings Release”). In addition, the Bank will conduct a conference call and webcast at 10:00 am (Central Time) on January 31, 2023, to discuss its financial results for the fourth quarter and year-end of December 31, 2022. The Bank prepared a presentation for use 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 No.</u>	<u>Description of Exhibit</u>
99.1	Earnings Release dated January 30, 2023
99.2	Investor Presentation dated January 31, 2023.

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

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

Date: January 30, 2023

**Contact:**

Valerie C. Toalson
Senior Executive Vice President and
Chief Financial Officer
713/871-3903

Will Fisackerly
Executive Vice President and
Director of Corporate Finance
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Cadence Bank Announces Fourth Quarter 2022 and Annual Financial Results

HOUSTON and TUPELO, Miss. - January 30, 2023/PRNewswire – Cadence Bank (NYSE: CADE) (the Company), today announced financial results for the quarter and year ended December 31, 2022.

Annual highlights for 2022 included:

- Achieved net income available to common shareholders of \$453.7 million, or \$2.46 per diluted common share, and adjusted net income available to common shareholders of \$542.3 million, or \$2.94 per diluted common share.
- Reported annual adjusted pre-tax pre-provision net revenue (PPNR) of \$722.3 million, or 1.52% of average assets.
- Generated net organic loan growth of \$3.5 billion, or 12.9%.
- Net interest margin improved to 3.15%, compared to 2.96% for 2021, as a result of increasing interest rates and a shift in the earning asset mix.
- Continued stable credit quality metrics; net recoveries for the year, and total non-performing loans and leases declined to 0.36% of net loans and leases.
- The adjusted efficiency ratio improved from 61.6% in 2021 to 60.7% in 2022.
- Repurchased 6.1 million shares of outstanding Company common stock.
- Completed the core system conversion and operational integration of the legacy Cadence merger (as defined below), including the re-branding of the franchise across the Company footprint.

Highlights for the fourth quarter of 2022 included:

- Achieved quarterly net income available to common shareholders of \$95.6 million, or \$0.52 per diluted common share, and adjusted net income available to common shareholders of \$142.9 million, or \$0.78 per diluted common share.
- Reported \$195.5 million in adjusted PPNR, or 1.62% of average assets, an increase of 3.0% compared to the third quarter of 2022.
- Generated net organic loan growth of \$1.1 billion for the fourth quarter of 2022, or 14.3% on an annualized basis, while total deposits were flat quarter over quarter.
- Net interest margin improved to 3.33%, an increase of 5 basis points from the linked quarter, driven by continued improvement in earning asset yields partially offset by increasing deposit rates and borrowing costs.

- Stable credit quality reflected in quarterly annualized net recoveries of 0.07% of average loans and leases; results for the quarter included a provision for credit losses of \$6.0 million due to loan growth.
- Continued improvement in operating efficiency reflected in an improvement in the adjusted efficiency ratio to 58.7% from 60.3% for the third quarter of 2022.

"Our financial results for both the fourth quarter and full year of 2022 reflect a number of key accomplishments," remarked Dan Rollins, Chairman and Chief Executive Officer of the Company. "Our bankers have continued to generate meaningful business, including net loan growth of \$1.1 billion, or 14% annualized for the fourth quarter, which resulted in total net loan growth of \$3.5 billion, or 13% for the year. We were also pleased with our ability to hold our deposits flat for the quarter despite continued pressure on liquidity across the industry. Also, our net interest margin improved for the fifth consecutive quarter."

Rollins continued, "Credit quality has continued to be a positive story for our Company. While we recorded a provision for credit losses of \$6.0 million for the quarter, we reported net recoveries of 0.07% annualized for the quarter and total non-performing assets declined both for the quarter and the full year. Additionally, our focus on improving operating efficiency is evident in the continued improvement in our adjusted efficiency ratio throughout the course of 2022."

Earnings Summary

The fourth quarter 2021 merger with Cadence Bancorporation impacts year-over-year comparisons. See "Recent Merger Transaction" in this release for more information.

For the year ended December 31, 2022, the Company reported net income available to common shareholders of \$453.7 million, or \$2.46 per diluted common share, compared with \$185.7 million, or \$1.54 per diluted common share, for the year ended December 31, 2021. The Company reported adjusted net income available to common shareholders of \$542.3 million, or \$2.94 per diluted common share, for the year ended December 31, 2022 compared with \$348.5 million, or \$2.89 per diluted common share, for the year ended December 31, 2021. Additionally, the Company reported adjusted PPNR of \$722.3 million, or 1.52% of average assets, for the year ended December 31, 2022 compared with \$453.0 million, or 1.51% of average assets, for the year ended December 31, 2021.

For the fourth quarter of 2022, the Company reported net income available to common shareholders of \$95.6 million, or \$0.52 per diluted common share, compared with a net loss available to common shareholders of \$37.0 million, or \$0.22 per diluted common share, for the fourth quarter of 2021 and net income available to common shareholders of \$121.0 million, or \$0.66 per diluted common share, for the third quarter of 2022. Adjusted net income available to common shareholders was \$142.9 million, or \$0.78 per diluted common share, for the fourth quarter of 2022, compared with \$104.1 million, or \$0.63 per diluted common share, for the fourth quarter of 2021 and \$143.7 million, or \$0.78 per diluted common share, for the third quarter of 2022. Additionally, the Company reported adjusted PPNR of \$195.5 million, or 1.62% of average assets on an annualized basis, for the fourth quarter of 2022 compared to \$136.4 million, or 1.32% of average assets on an annualized basis, for the fourth quarter of 2021 and \$189.8 million, or 1.58% of average assets on an annualized basis, for the third quarter of 2022.

The improvement in adjusted PPNR for the quarter was attributable to an increase in net interest revenue, reflecting continued net interest margin improvement and loan growth, and a decline in adjusted non-interest expense, partially offset by lower noninterest revenue driven by lower mortgage banking and

insurance commissions. The provision for credit losses offset this net improvement, essentially resulting in flat adjusted net income for the linked quarter.

Net Interest Revenue

Net interest revenue was \$359.4 million for the fourth quarter of 2022, compared to \$271.2 million for the fourth quarter of 2021 and \$355.4 million for the third quarter of 2022, an increase of \$4.0 million or 1.13% from linked quarter. The fully taxable equivalent (FTE) net interest margin was 3.33% for the fourth quarter of 2022, compared with 2.90% for the fourth quarter of 2021 and 3.28% for the third quarter of 2022.

Net interest revenue for the fourth quarter of 2022 included \$9.2 million in accretion revenue related to acquired loans and leases, adding approximately 9 basis points to the net interest margin. Accretion increased \$1.1 million from \$8.1 million for the third quarter of 2022, which added approximately 7 basis points to the third quarter 2022 net interest margin. Excluding the impact of accretion, the linked quarter net interest margin increased by 3 basis points.

The increase in net interest revenue in the fourth quarter of 2022 compared to the linked quarter reflected continued improvement in earning asset yields which outpaced acceleration in rates on deposits and other funding.

Yields on net loans, loans held for sale, and leases excluding accretion, were 5.41% for the fourth quarter of 2022, up 71 basis points from 4.70% for the third quarter of 2022, while yields on total interest earning assets were 4.38% for the fourth quarter of 2022, up 64 basis points from 3.74% for the third quarter of 2022. The increase in earning asset yields was driven by both the impact of rising interest rates on loan portfolio repricing and new loan production, as well as a mix shift as we deployed cash flow from lower yielding securities into higher yielding loans. Approximately 21% of our total loans are floating (reprice within 30 days), and another 28% reprice within 12 months.

The average cost of total deposits increased to 0.76% for the fourth quarter of 2022, compared with 0.35% for the third quarter of 2022, reflecting both the impact of increasing rates and continued competition for core deposits. Our total deposit beta was 28% for the fourth quarter of 2022 and 17% for the full year 2022 (cycle-to-date).

Balance Sheet Activity

Loans and leases, net of unearned income, increased \$1.1 billion during the fourth quarter, or 14.3% annualized, and \$3.5 billion for the full year, or 12.9%, to \$30.3 billion. Loan growth for the quarter was spread across the Corporate, Community and Mortgage teams, as well as across our footprint.

Total investment securities of \$11.9 billion decreased \$497.8 million during the fourth quarter and \$3.7 billion for the full year, reflecting both fair valuation declines in the rising rate environment as well as portfolio cash flows. We have continued to use cash flows from the securities portfolio to support loan growth.

Total deposits were essentially flat for the fourth quarter at \$39.0 billion, while full year total deposits declined \$861.1 million, reflecting the impact of inflation on our consumer accounts and the decline of industry-wide deposits. The fourth quarter of 2022 ended with a loan to deposit ratio of 77.9% and securities to total assets of 24.5%, reflecting continued improvement in earning asset mix while maintaining strong balance sheet liquidity. Noninterest bearing deposits represented 32.7% of total

deposits at the end of the fourth quarter of 2022, declining from 35.5% at September 30, 2022 as approximately \$1.1 billion in non-interest bearing balances shifted into interest bearing deposits.

Provision for Credit Losses and Allowance for Credit Losses

Credit quality metrics for the fourth quarter of 2022 reflect stability in overall credit quality, highlighted by net recoveries for the quarter (the sixth quarter of net recoveries in the prior seven quarters), a decline in total non-performing assets, and a modest provision for credit losses necessary to support continued growth in loans and unfunded commitments.

Total non-performing assets declined \$10.4 million, or 8.2%, in the fourth quarter from \$126.5 million at September 30, 2022 to \$116.1 million at December 31, 2022. Total non-performing loans and leases were \$109.4 million at December 31, 2022, or 0.36% of total net loans and leases, compared to the September 30, 2022 balance of \$118.1 million, or 0.40% of total net loans and leases. Other real estate owned and other repossessed assets also declined to \$6.7 million at December 31, 2022, a decrease of \$1.7 million or 19.7% from the September 30, 2022 balance of \$8.4 million.

Net recoveries for the fourth quarter of 2022 were \$5.0 million, or 0.07% of net loans and leases on an annualized basis, compared with net recoveries of \$4.8 million for the fourth quarter of 2021 and net charge-offs of \$6.7 million for the third quarter of 2022. The provision for credit losses for the fourth quarter of 2022 was \$6.0 million, compared with a provision for credit losses of \$133.6 million for fourth quarter of 2021 (which included a day one accounting provision of \$132.1 million related to the legacy Cadence merger) and no recorded provision for credit losses for the third quarter of 2022. The fourth quarter 2022 provision included \$4 million for unfunded commitments and \$2 million related to loans. The allowance for credit losses was \$440.3 million, or 1.45% of net loans and leases at December 31, 2022, compared with \$433.4 million, or 1.48% of net loans and leases at September 30, 2022.

Noninterest Revenue

Noninterest revenue was \$114.9 million for the fourth quarter of 2022, compared with \$103.9 million for the fourth quarter of 2021 and \$124.5 million for the third quarter of 2022. The linked quarter decline was driven primarily by policy renewal seasonality in insurance commission revenue as well as a negative mortgage servicing rights market value adjustment.

Insurance commission revenue totaled \$34.7 million for the fourth quarter of 2022, compared with \$32.6 million for the fourth quarter of 2021 and \$39.9 million for the third quarter of 2022. The linked quarter decline was driven by routine annual seasonality related to policy renewal cycles within the book of business. Compared to the fourth quarter of 2021, insurance commission revenue increased 6.3%.

Credit card, debit card and merchant fee revenue was \$15.8 million for the fourth quarter of 2022, compared with \$12.0 million for the fourth quarter of 2021 and \$14.5 million for the third quarter of 2022. Deposit service charge revenue was \$16.9 million for the fourth quarter of 2022 compared with \$17.0 million for the fourth quarter of 2021 and \$19.1 million for the third quarter of 2022. The linked quarter decline was driven by an increase in the earnings credit rate on corporate analysis accounts as well as NSF representment refunds due to policy changes. Other noninterest revenue was \$26.4 million for the fourth quarter of 2022, compared with \$15.7 million for the fourth quarter of 2021 and \$22.7 million for the third quarter of 2022 with the increase primarily attributable to increased bank-owned life insurance proceeds and equity investment valuation adjustments.

Mortgage origination volume for the fourth quarter of 2022 was \$554.5 million, compared with \$817.7 million for the fourth quarter of 2021 and \$769.9 million for the third quarter of 2022. Mortgage

production and servicing revenue totaled \$5.4 million for the fourth quarter of 2022, compared with \$8.0 million for the fourth quarter of 2021 and \$4.7 million for the third quarter of 2022. The mortgage servicing rights valuation adjustment was negative \$2.8 million for the fourth quarter of 2022, compared with a positive \$2.6 million for the fourth quarter of 2021 and a positive \$4.3 million for the third quarter of 2022 with the variances due to continued volatility in the interest rate environment.

Noninterest Expense

Noninterest expense for the fourth quarter of 2022 was \$340.7 million, compared with \$289.2 million for the fourth quarter of 2021 and \$319.7 million for the third quarter of 2022. Adjusted noninterest expense for the fourth quarter of 2022 was \$279.3 million, compared with \$239.1 million for the fourth quarter of 2021 and \$290.2 million for the third quarter of 2022. The adjusted efficiency ratio was 58.7% for the fourth quarter of 2022, representing improvement from 60.3% for the third quarter of 2022. The decline in adjusted noninterest expense compared to the linked quarter was driven primarily by a decline in salaries and employee benefits expense. Salaries and benefits expense declined \$7.3 million compared to the third quarter of 2022 due primarily to revised estimates of various insurance accruals and employee benefit obligations impacted by higher discount rates given the increase in interest rates.

Adjusted noninterest expense for the fourth quarter of 2022 excludes \$53.0 million in total merger related expenses, which includes one-time merger expense shown as a separate line item on the income statement as well as incremental merger related expenses (expenses for which the entity receives future benefit) that are included in the respective expense categories. Merger expense was \$20.3 million for the fourth quarter of 2022, compared with \$44.8 million for the fourth quarter of 2021 and \$19.7 million for the third quarter of 2022. Merger expense for the fourth quarter of 2022 was comprised primarily of system and technology related expenses as a result of the core system conversion that took place in the quarter, as well as compensation related items. Incremental merger related expenses for the fourth quarter of 2022 totaled \$32.7 million compared to \$6.9 million in the prior quarter and primarily included costs related to the franchise-wide rebranding in October 2022, as well as employee retention and technology related expenses. Adjusted noninterest expense for the fourth quarter of 2022 also excludes a charge of \$6.1 million in accordance with ASC 715 "Compensation - Retirement Benefits" to reflect the settlement accounting impact of elevated lump sum retirement pension payouts during 2022 as well as \$2.3 million in branch closing expense.

Capital Management

Total shareholders' equity was \$4.31 billion at December 31, 2022 compared with \$5.25 billion at December 31, 2021 and \$4.17 billion at September 30, 2022. While the securities portfolio valuation stabilized during the fourth quarter, the year-over-year decline 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.

Estimated regulatory capital ratios at December 31, 2022 included Common Equity Tier 1 capital of 10.2%, Tier 1 capital of 10.7%, Total risk-based capital of 12.8%, and Tier 1 leverage capital of 8.4%.

During the fourth quarter of 2022, the Company did not repurchase shares of its common stock pursuant to its share repurchase program, which expired on December 30, 2022. Outstanding company shares were 182.4 million shares as of December 31, 2022, a reduction of 5.9 million shares since December 31, 2021. During December 2022, the board approved a share repurchase authorization for 10 million shares of Company common stock for the 2023 year.

Summary

Rollins concluded, "Reflecting back on 2022, it was a year of tremendous progress. We reported continued growth in our businesses and improvement in our financial performance while also completing the final steps of our merger integration. Our rebranding has sparked an energy across our franchise, and we are excited to build on this spirit in 2023 and continue to bring value to our teammates, customers and shareholders."

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.

The Company completed the planned conversion and consolidation of the core operating systems in the fourth quarter of 2022 and is working to complete related post-conversion reconciliations. These efforts are not complete as of the date of this earnings announcement; however, Cadence presently anticipates they will be complete prior to the scheduled filing of the Form 10-K for 2022. While the Company does not currently expect adjustments to the financial information as of December 31, 2022 as presented herein, certain reported amounts reflected in this announcement could be subject to change.

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.

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 fourth quarter 2022 financial results on January 31, 2023, 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 approximately 400 branch locations across the South 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 or results of operations. 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: general economic, unemployment, credit market and real estate market conditions, including inflation, and the effect of such conditions on customers, potential customers, assets, investments and liquidity; the risks of changes in interest rates and their effects on the level, cost, and composition of, and competition for, deposits, loan demand and timing of payments, 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; a deterioration of the credit rating for U.S. long-term sovereign debt, actions that the U.S. government may take to avoid exceeding the debt ceiling, or uncertainties surrounding the debt ceiling and the federal budget; 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; 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 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; increased competition in the financial services industry, particularly from regional and national institutions; 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 may be unable to achieve expected synergies and operating efficiencies within the expected timeframes, or at all, and to successfully integrate legacy 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 legacy 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 legacy 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

CADE Announces Fourth Quarter and Annual 2022 Financial Results
January 30, 2023

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.

Table 1
Selected Financial Data
(Unaudited)

(In thousands)	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
Earnings Summary:							
Interest revenue	\$ 473,548	\$ 405,559	\$ 349,555	\$ 331,930	\$ 290,626	\$ 1,560,593	\$ 882,049
Interest expense	114,188	50,205	24,789	20,108	19,414	209,290	76,322
Net interest revenue	359,360	355,354	324,766	311,822	271,212	1,351,303	805,727
Provision for credit losses	6,000	—	1,000	—	133,562	7,000	138,062
Net interest revenue, after provision for credit losses	353,360	355,354	323,766	311,822	137,650	1,344,303	667,665
Noninterest revenue	114,873	124,491	125,234	128,435	103,854	493,032	378,153
Noninterest expense	340,671	319,734	285,888	291,667	289,194	1,237,960	798,890
Income (loss) before income taxes	127,562	160,111	163,112	148,590	(47,690)	599,375	246,928
Income tax expense (benefit)	29,628	36,713	36,154	33,643	(13,033)	136,138	51,766
Net income (loss)	97,934	123,398	126,958	114,947	(34,657)	463,237	195,162
Less: Preferred dividends	2,372	2,372	2,372	2,372	2,372	9,488	9,488
Net income (loss) available to common shareholders	\$ 95,562	\$ 121,026	\$ 124,586	\$ 112,575	\$ (37,029)	\$ 453,749	\$ 185,674
Balance Sheet - Period End Balances							
Total assets	\$48,653,414	\$47,699,660	\$47,747,708	\$47,204,061	\$47,669,751	\$48,653,414	\$47,669,751
Total earning assets	43,722,544	42,832,355	43,093,974	42,744,225	43,503,089	43,722,544	43,503,089
Available-for-sale securities	11,944,096	12,441,894	13,450,621	14,371,606	15,606,470	11,944,096	15,606,470
Loans and leases, net of unearned income	30,349,277	29,296,450	28,360,485	27,189,666	26,882,988	30,349,277	26,882,988
Allowance for credit losses (ACL)	440,347	433,363	440,112	438,738	446,415	440,347	446,415
Net book value of acquired loans	8,754,526	8,841,588	9,721,672	11,020,251	11,968,278	8,754,526	11,968,278
Unamortized net discount on acquired loans	58,162	58,887	65,350	72,620	77,711	58,162	77,711
Total deposits	38,956,614	39,003,946	40,189,083	40,568,055	39,817,673	38,956,614	39,817,673
Total deposits and repurchase agreements	39,665,350	39,682,280	40,838,260	41,271,615	40,504,861	39,665,350	40,504,861
Federal funds purchased and short-term FHLB advances	3,300,231	2,495,000	1,200,000	—	595,000	3,300,231	595,000
Subordinated and long-term debt	462,554	463,291	465,073	465,695	482,411	462,554	482,411
Total shareholders' equity	4,311,374	4,166,925	4,437,925	4,643,757	5,247,987	4,311,374	5,247,987
Total shareholders' equity, excluding AOCI ⁽¹⁾	5,533,912	5,464,737	5,374,270	5,307,757	5,387,356	5,533,912	5,387,356
Common shareholders' equity	4,144,381	3,999,932	4,270,932	4,476,764	5,080,994	4,144,381	5,080,994
Common shareholders' equity, excluding AOCI ⁽¹⁾	\$ 5,366,919	\$ 5,297,744	\$ 5,207,277	\$ 5,140,764	\$ 5,220,363	\$ 5,366,919	\$ 5,220,363
Balance Sheet - Average Balances							
Total assets	\$47,790,494	\$47,595,557	\$47,064,829	\$47,679,850	\$40,995,513	\$47,533,157	\$29,994,648
Total earning assets	42,976,050	43,079,481	42,688,497	43,515,166	37,210,403	43,063,362	27,282,382
Available-for-sale securities	12,156,803	13,252,828	13,941,127	15,070,524	12,954,547	13,596,372	9,309,947
Loans and leases, net of unearned income	29,812,924	28,872,156	27,848,097	27,106,733	22,745,093	28,418,658	17,055,429
Total deposits	38,372,354	39,600,886	39,396,028	40,565,103	34,759,687	39,477,906	25,228,601
Total deposits and repurchase agreements	39,033,328	40,256,109	40,062,095	41,259,136	35,479,807	40,146,852	25,936,769
Subordinated and long-term debt	462,927	464,843	465,447	466,842	441,165	465,004	341,170
Total shareholders' equity	4,215,585	4,506,655	4,523,189	5,062,231	4,508,594	4,574,403	3,337,575
Common shareholders' equity	\$ 4,048,592	\$ 4,339,662	\$ 4,356,196	\$ 4,895,238	\$ 4,341,601	\$ 4,407,410	\$ 3,170,582
Nonperforming Assets:							
Nonaccrual loans and leases	\$ 98,745	\$ 89,931	\$ 89,368	\$ 91,031	\$ 122,104	\$ 98,745	\$ 122,104
Loans and leases 90+ days past due, still accruing	2,068	11,984	19,682	20,957	24,784	2,068	24,784
Restructured loans and leases, still accruing	8,598	16,200	7,385	7,292	6,903	8,598	6,903
Non-performing loans and leases (NPL)	109,411	118,115	116,435	119,280	153,791	109,411	153,791
Other real estate owned and other assets	6,725	8,376	14,399	28,401	33,021	6,725	33,021
Non-performing assets (NPA)	\$ 116,136	\$ 126,491	\$ 130,834	\$ 147,681	\$ 186,812	\$ 116,136	\$ 186,812

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

Table 2
Selected Financial Ratios

	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
Financial Ratios and Other Data:							
Return on average assets ⁽²⁾	0.81 %	1.03 %	1.08 %	0.98 %	(0.34)%	0.97 %	0.65 %
Adjusted return on average assets ⁽¹⁾⁽²⁾	1.21	1.22	1.16	1.05	1.03	1.16	1.19
Return on average common shareholders' equity ⁽²⁾	9.36	11.06	11.47	9.33	(3.38)	10.30	5.86
Adjusted return on average common shareholders' equity ⁽¹⁾⁽²⁾	14.00	13.13	12.36	10.07	9.51	12.30	10.99
Return on average tangible common equity ⁽¹⁾⁽²⁾	15.42	17.40	18.11	13.87	(4.71)	16.12	8.66
Adjusted return on average tangible common equity ⁽¹⁾⁽²⁾	23.04	20.66	19.50	14.98	13.24	19.26	16.26
Pre-tax pre-provision net revenue to total average assets ⁽¹⁾⁽²⁾	1.11	1.33	1.40	1.26	0.83	1.28	1.28
Adjusted pre-tax pre-provision net revenue to total average assets ⁽¹⁾⁽²⁾	1.62	1.58	1.51	1.36	1.32	1.52	1.51
Net interest margin-fully taxable equivalent	3.33	3.28	3.06	2.92	2.90	3.15	2.96
Net interest rate spread-fully taxable equivalent	2.84	3.05	2.94	2.81	2.78	2.90	2.82
Efficiency ratio fully tax equivalent ⁽¹⁾	71.67	66.49	63.38	66.10	76.94	66.97	67.34
Adjusted efficiency ratio fully tax equivalent ⁽¹⁾	58.69	60.33	60.46	63.52	63.54	60.70	61.63
Loan/deposit ratio	77.91 %	75.11 %	70.57 %	67.02 %	67.52 %	77.91 %	67.52 %
Full time equivalent employees	6,572	6,629	6,659	6,568	6,595	6,572	6,595
Credit Quality Ratios:							
Net charge-offs (recoveries) to average loans and leases ⁽²⁾	(0.07)%	0.09 %	(0.02)%	(0.01)%	(0.08)%	— %	(0.03)%
Provision for credit losses to average loans and leases ⁽²⁾	0.08	—	0.01	—	2.33	0.02	0.81
ACL to loans and leases, net	1.45	1.48	1.55	1.61	1.66	1.45	1.66
ACL to NPL	402.47	366.90	377.99	367.82	290.27	402.47	290.27
NPL to loans and leases, net	0.36	0.40	0.41	0.44	0.57	0.36	0.57
NPA to total assets	0.24	0.27	0.27	0.31	0.39	0.24	0.39
Equity Ratios:							
Total shareholders' equity to total assets	8.86 %	8.74 %	9.29 %	9.84 %	11.01 %	8.86 %	11.01 %
Total common shareholders' equity to total assets	8.52	8.39	8.94	9.48	10.66	8.52	10.66
Tangible common shareholders' equity to tangible assets ⁽¹⁾	5.42	5.24	5.82	6.31	7.54	5.42	7.54
Tangible common shareholders' equity to tangible assets, excluding AOCI ⁽¹⁾	7.82	7.84	7.70	7.65	7.82	7.82	7.82
Capital Adequacy ⁽³⁾:							
Common Equity Tier 1 capital	10.2 %	10.3 %	10.3 %	10.6 %	11.1 %	10.2 %	11.1 %
Tier 1 capital	10.7	10.7	10.8	11.1	11.6	10.7	11.6
Total capital	12.8	12.8	13.0	13.3	13.9	12.8	13.9
Tier 1 leverage capital	8.4	8.4	8.4	8.2	9.9	8.4	9.9

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

(2) Quarterly ratios are annualized.

(3) Current quarter regulatory capital ratios are estimated.

Table 3
Selected Financial Information

	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
Common Share Data:							
Diluted earnings (loss) per share	\$ 0.52	\$ 0.66	\$ 0.68	\$ 0.60	\$ (0.22)	\$ 2.46	\$ 1.54
Adjusted earnings per share ⁽¹⁾	0.78	0.78	0.73	0.65	0.63	2.94	2.89
Cash dividends per share	0.22	0.22	0.22	0.22	0.20	0.88	0.78
Book value per share	22.72	21.92	23.41	24.40	26.98	22.72	26.98
Tangible book value per share ⁽¹⁾	13.99	13.25	14.73	15.67	18.45	13.99	18.45
Market value per share (last)	24.66	25.41	23.48	29.26	29.79	24.66	29.79
Market value per share (high)	29.41	28.54	29.75	34.24	32.12	34.24	35.59
Market value per share (low)	22.43	22.04	22.82	27.95	27.25	22.04	24.87
Market value per share (avg)	26.84	25.68	25.74	31.20	30.20	27.35	29.80
Dividend payout ratio	42.31 %	33.33 %	32.44 %	36.60%	NM	35.77 %	50.65 %
Adjusted dividend payout ratio ⁽¹⁾	28.21 %	28.21 %	30.14 %	33.85 %	31.75 %	29.93 %	26.99 %
Total shares outstanding	182,437,265	182,438,780	182,461,786	183,488,844	188,337,658	182,437,265	188,337,658
Average shares outstanding - diluted	183,762,008	183,313,831	183,711,402	187,264,335	164,720,656	184,498,472	120,668,695
Yield/Rate:							
(Taxable equivalent basis)							
Loans, loans held for sale, and leases	5.54 %	4.82 %	4.29 %	4.23 %	4.34 %	4.74 %	4.43 %
Loans, loans held for sale, and leases excluding net accretion on acquired loans and leases	5.41	4.70	4.12	3.96	4.06	4.57	4.28
Available-for-sale securities:							
Taxable	1.54	1.44	1.37	1.26	1.17	1.40	1.21
Tax-exempt	3.28	3.05	2.95	2.57	2.54	2.95	2.78
Other investments	3.69	2.32	1.03	0.24	0.25	1.77	0.21
Total interest earning assets and revenue	4.38	3.74	3.29	3.10	3.11	3.63	3.24
Deposits	0.76	0.35	0.17	0.15	0.17	0.35	0.24
Interest bearing demand and money market	1.34	0.60	0.26	0.20	0.21	0.59	0.30
Savings	0.31	0.17	0.06	0.06	0.14	0.15	0.09
Time	1.17	0.56	0.47	0.52	0.58	0.68	0.88
Total interest bearing deposits	1.17	0.53	0.26	0.23	0.26	0.54	0.36
Short-term borrowings	3.62	1.89	0.74	0.11	0.11	2.24	0.12
Total interest bearing deposits and short-term borrowings	1.50	0.64	0.29	0.22	0.25	0.68	0.35
Long-term debt	4.15	4.16	4.14	4.19	3.95	4.16	4.29
Total interest bearing liabilities	1.54	0.70	0.36	0.29	0.32	0.74	0.43
Interest bearing liabilities to interest earning assets	68.42 %	66.19 %	65.25 %	64.46 %	64.18 %	66.09 %	65.61 %
Net interest income tax equivalent adjustment	\$ 1,071	\$ 1,052	\$ 1,063	\$ 1,027	\$ 824	\$ 4,212	\$ 2,388

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

Table 4
Consolidated Balance Sheets
(Unaudited)

(In thousands)	As of				
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021
ASSETS					
Cash and due from banks	\$ 756,906	\$ 693,999	\$ 770,293	\$ 781,310	\$ 656,132
Interest bearing deposits with other banks and Federal funds sold	1,241,246	895,630	1,069,410	880,742	638,547
Available-for-sale securities, at fair value	11,944,096	12,441,894	13,450,621	14,371,606	15,606,470
Loans and leases, net of unearned income	30,349,277	29,296,450	28,360,485	27,189,666	26,882,988
Allowance for credit losses	440,347	433,363	440,112	438,738	446,415
Net loans and leases	29,908,930	28,863,087	27,920,373	26,750,928	26,436,573
Loans held for sale, at fair value	187,925	198,381	213,458	302,211	340,175
Premises and equipment, net	817,430	802,382	782,728	781,209	786,426
Goodwill	1,458,795	1,449,511	1,444,209	1,409,038	1,407,948
Other intangible assets, net	132,764	132,953	138,370	191,642	198,271
Bank-owned life insurance	630,046	624,696	601,601	599,346	597,953
Other assets	1,575,276	1,597,127	1,356,645	1,136,029	1,001,256
Total Assets	<u>\$ 48,653,414</u>	<u>\$ 47,699,660</u>	<u>\$ 47,747,708</u>	<u>\$ 47,204,061</u>	<u>\$ 47,669,751</u>
LIABILITIES					
Deposits:					
Demand: Noninterest bearing	\$ 12,731,065	\$ 13,839,649	\$ 14,012,529	\$ 14,458,563	\$ 13,634,505
Interest bearing	19,040,131	18,033,648	19,032,983	18,854,543	18,727,588
Savings	3,473,746	3,676,340	3,735,925	3,713,629	3,556,079
Time deposits	3,711,672	3,454,309	3,407,646	3,541,320	3,899,501
Total deposits	38,956,614	39,003,946	40,189,083	40,568,055	39,817,673
Securities sold under agreement to repurchase	708,736	678,334	649,177	703,560	687,188
Federal funds purchased and short-term FHLB borrowings	3,300,231	2,495,000	1,200,000	—	595,000
Subordinated and long-term debt	462,554	463,291	465,073	465,695	482,411
Other liabilities	913,905	892,164	806,450	822,994	839,492
Total Liabilities	44,342,040	43,532,735	43,309,783	42,560,304	42,421,764
SHAREHOLDERS' EQUITY					
Preferred stock	166,993	166,993	166,993	166,993	166,993
Common stock	456,093	456,097	456,154	458,722	470,844
Capital surplus	2,709,391	2,695,646	2,686,031	2,701,371	2,841,998
Accumulated other comprehensive loss	(1,222,538)	(1,297,812)	(936,345)	(664,000)	(139,369)
Retained earnings	2,201,435	2,146,001	2,065,092	1,980,671	1,907,521
Total Shareholders' Equity	4,311,374	4,166,925	4,437,925	4,643,757	5,247,987
Total Liabilities & Shareholders' Equity	<u>\$ 48,653,414</u>	<u>\$ 47,699,660</u>	<u>\$ 47,747,708</u>	<u>\$ 47,204,061</u>	<u>\$ 47,669,751</u>

Table 5
Consolidated Quarterly Average Balance Sheets
(Unaudited)

(In thousands)	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021
ASSETS					
Cash and due from banks	\$ 617,634	\$ 654,589	\$ 640,672	\$ 656,630	\$ 792,315
Interest bearing deposits with other banks and Federal funds sold	943,806	851,185	751,972	1,161,262	1,253,722
Available-for-sale securities, at fair value	12,156,803	13,252,828	13,941,127	15,070,524	12,954,547
Loans and leases, net of unearned income	29,812,924	28,872,156	27,848,097	27,106,733	22,745,093
Allowance for credit losses	434,785	441,042	438,752	444,294	404,578
Net loans and leases	29,378,139	28,431,114	27,409,345	26,662,439	22,340,515
Loans held for sale, at fair value	62,517	103,312	147,301	176,647	220,766
Premises and equipment, net	802,771	809,799	784,247	785,005	690,031
Goodwill	1,457,120	1,444,331	1,407,452	1,407,973	1,115,502
Other intangible assets, net	132,091	136,149	188,897	195,606	106,559
Bank-owned life insurance	625,938	613,973	599,912	598,822	517,511
Other assets	1,613,675	1,298,277	1,193,904	964,942	1,004,045
Total Assets	\$ 47,790,494	\$ 47,595,557	\$ 47,064,829	\$ 47,679,850	\$ 40,995,513
LIABILITIES					
Deposits:					
Demand: Noninterest bearing	\$ 13,344,152	\$ 13,816,796	\$ 13,970,163	\$ 13,806,591	\$ 12,047,637
Interest bearing	17,866,198	18,675,214	18,238,571	19,401,019	15,811,268
Savings	3,555,911	3,720,218	3,723,193	3,631,699	3,374,243
Time deposits	3,606,093	3,388,658	3,464,101	3,725,794	3,526,539
Total deposits	38,372,354	39,600,886	39,396,028	40,565,103	34,759,687
Securities sold under agreement to repurchase	660,974	655,223	666,067	694,033	720,120
Federal funds purchased and short-term FHLB borrowings	3,251,947	1,608,587	1,294,946	131,556	7,554
Subordinated and long-term debt	462,927	464,843	465,447	466,842	441,165
Other liabilities	826,707	759,363	719,152	760,085	558,393
Total Liabilities	43,574,909	43,088,902	42,541,640	42,617,619	36,486,919
SHAREHOLDERS' EQUITY					
Preferred stock	166,993	166,993	166,993	166,993	166,993
Common stock	456,095	456,130	457,713	465,458	404,522
Capital surplus	2,701,121	2,689,340	2,694,546	2,779,746	2,139,357
Accumulated other comprehensive loss	(1,302,388)	(922,673)	(821,034)	(283,417)	(103,554)
Retained earnings	2,193,764	2,116,865	2,024,971	1,933,451	1,901,276
Total Shareholders' Equity	4,215,585	4,506,655	4,523,189	5,062,231	4,508,594
Total Liabilities & Shareholders' Equity	\$ 47,790,494	\$ 47,595,557	\$ 47,064,829	\$ 47,679,850	\$ 40,995,513

Table 6
Consolidated Statements of Income (Loss)
(Unaudited)

(Dollars in thousands, except per share data)	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
INTEREST REVENUE:							
Loans and leases	\$ 414,623	\$ 349,093	\$ 296,680	\$ 282,266	\$ 249,614	\$ 1,342,662	\$ 758,180
Available-for-sale securities:							
Taxable	45,807	46,701	46,254	45,155	37,258	183,918	111,050
Tax-exempt	2,547	2,548	2,571	2,414	1,608	10,079	3,461
Loans held for sale	1,788	2,241	2,118	1,407	1,324	7,554	8,035
Other interest revenue	8,783	4,976	1,932	688	822	16,380	1,323
Total interest revenue	473,548	405,559	349,555	331,930	290,626	1,560,593	882,049
INTEREST EXPENSE:							
Interest bearing demand deposits and money market accounts	60,253	28,175	11,717	9,742	8,922	109,893	33,688
Savings	2,769	1,597	590	568	766	5,519	2,764
Time deposits	10,651	4,797	4,041	4,764	5,139	24,253	24,394
Federal funds purchased and securities sold under agreement to repurchase	8,365	3,944	906	216	200	13,432	813
Short-term debt	27,302	6,821	2,734	5	—	36,863	25
Subordinated and long-term debt	4,848	4,871	4,801	4,813	4,387	19,330	14,638
Total interest expense	114,188	50,205	24,789	20,108	19,414	209,290	76,322
Net interest revenue	359,360	355,354	324,766	311,822	271,212	1,351,303	805,727
Provision (release) for credit losses	6,000	—	1,000	—	133,562	7,000	138,062
Net interest revenue, after provision for credit losses	353,360	355,354	323,766	311,822	137,650	1,344,303	667,665
NONINTEREST REVENUE:							
Mortgage banking	2,571	9,080	11,446	21,763	10,580	44,860	58,053
Credit card, debit card and merchant fees	15,750	14,497	16,593	11,321	12,016	58,160	42,636
Deposit service charges	16,863	19,134	18,291	19,189	16,958	73,478	46,418
Security (losses) gains, net	(595)	(139)	1,446	(1,097)	(378)	(384)	(395)
Insurance commissions	34,679	39,876	39,994	35,727	32,637	150,275	135,183
Wealth management	19,199	19,335	20,213	21,737	16,352	80,486	39,507
Gain on sale of PPP loans	—	—	—	—	—	—	21,572
Other noninterest income	26,406	22,708	17,251	19,795	15,689	86,157	35,179
Total noninterest revenue	114,873	124,491	125,234	128,435	103,854	493,032	378,153
NONINTEREST EXPENSE:							
Salaries and employee benefits	183,918	191,193	182,094	187,819	149,599	745,023	471,815
Occupancy and equipment	30,539	30,610	30,129	28,270	26,885	119,548	81,394
Data processing and software	29,289	28,079	29,081	27,483	24,838	113,932	73,085
Merger expense	20,276	19,690	7,274	3,974	44,843	51,214	59,896
Amortization of intangibles	5,251	5,417	3,042	6,780	5,473	20,490	12,616
Deposit insurance assessments	5,931	4,499	4,945	3,336	3,278	18,712	8,701
Pension settlement expense	6,127	2,896	—	—	651	9,023	3,051
Other noninterest expense	59,340	37,350	29,323	34,005	33,627	160,018	88,332
Total noninterest expense	340,671	319,734	285,888	291,667	289,194	1,237,960	798,890
Income (loss) before income taxes	127,562	160,111	163,112	148,590	(47,690)	599,375	246,928
Income tax expense (benefit)	29,628	36,713	36,154	33,643	(13,033)	136,138	51,766
Net income (loss)	97,934	123,398	126,958	114,947	(34,657)	463,237	195,162
Less: Preferred dividends	2,372	2,372	2,372	2,372	2,372	9,488	9,488
Net income (loss) available to common shareholders	\$ 95,562	\$ 121,026	\$ 124,586	\$ 112,575	\$ (37,029)	\$ 453,749	\$ 185,674
Net income (loss) per common share: Diluted	\$ 0.52	\$ 0.66	\$ 0.68	\$ 0.60	\$ (0.22)	\$ 2.46	\$ 1.54

Table 7
Selected Loan Portfolio Data
(Unaudited)

(In thousands)	Quarter Ended				
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021
LOAN AND LEASE PORTFOLIO:					
Commercial and industrial					
Non-real estate	\$ 8,985,547	\$ 8,803,381	\$ 8,526,481	\$ 8,017,958	\$ 7,847,473
Owner occupied	4,068,659	3,943,442	3,851,336	3,703,914	3,567,746
Total commercial and industrial	13,054,206	12,746,823	12,377,817	11,721,872	11,415,219
Commercial real estate					
Construction, acquisition and development	3,547,986	3,244,425	2,982,119	3,028,514	2,924,343
Income producing	5,150,680	5,098,470	5,054,232	4,795,486	4,924,369
Total commercial real estate	8,698,666	8,342,895	8,036,351	7,824,000	7,848,712
Consumer					
Residential mortgages	8,319,242	7,924,378	7,662,621	7,355,995	7,311,306
Other consumer	277,163	282,354	283,696	287,799	307,751
Total consumer	8,596,405	8,206,732	7,946,317	7,643,794	7,619,057
Total loans and leases, net of unearned	\$ 30,349,277	\$ 29,296,450	\$ 28,360,485	\$ 27,189,666	\$ 26,882,988
NON-PERFORMING ASSETS					
Non-performing Loans and Leases					
Nonaccrual Loans and Leases					
Commercial and industrial					
Non-real estate	\$ 23,907	\$ 23,916	\$ 34,233	\$ 33,086	\$ 33,690
Owner occupied	7,944	8,327	9,567	11,787	22,058
Total commercial and industrial	31,851	32,243	43,800	44,873	55,748
Commercial real estate					
Construction, acquisition and development	2,974	1,823	2,125	1,618	5,568
Income producing	7,331	8,580	8,750	9,688	16,086
Total commercial real estate	10,305	10,403	10,875	11,306	21,654
Consumer					
Residential mortgages	55,892	46,671	34,172	34,278	44,180
Other consumer	697	614	521	574	522
Total consumer	56,589	47,285	34,693	34,852	44,702
Total nonaccrual loans and leases	\$ 98,745	\$ 89,931	\$ 89,368	\$ 91,031	\$ 122,104
Loans and Leases 90+ Days Past Due, Still Accruing					
Loans and Leases 90+ Days Past Due, Still Accruing	2,068	11,984	19,682	20,957	24,784
Restructured Loans and Leases, Still Accruing	8,598	16,200	7,385	7,292	6,903
Total non-performing loans and leases	\$ 109,411	\$ 118,115	\$ 116,435	\$ 119,280	\$ 153,791
Other Real Estate Owned and Other Repossessed Assets					
Other Real Estate Owned and Other Repossessed Assets	6,725	8,376	14,399	28,401	33,021
Total Non-performing Assets	\$ 116,136	\$ 126,491	\$ 130,834	\$ 147,681	\$ 186,812
Additions to nonaccrual loans and leases during the quarter (excluding acquisitions)					
Additions to nonaccrual loans and leases during the quarter (excluding acquisitions)	\$ 38,945	\$ 34,432	\$ 21,312	\$ 16,374	\$ 22,158

Table 8
Allowance for Credit Losses
(Unaudited)

(Dollars in thousands)	Quarter Ended				
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021
ALLOWANCE FOR CREDIT LOSSES:					
Balance, beginning of period	\$ 433,363	\$ 440,112	\$ 438,738	\$ 446,415	\$ 260,276
Charge-offs:					
Commercial and industrial	(2,295)	(11,551)	(2,170)	(2,682)	(2,712)
Commercial real estate	(426)	(1,116)	(275)	(313)	(586)
Consumer	(2,650)	(2,653)	(1,941)	(1,792)	(2,342)
Total loans charged-off	(5,371)	(15,320)	(4,386)	(4,787)	(5,640)
Recoveries:					
Commercial and industrial	6,405	3,657	3,217	3,178	7,835
Commercial real estate	2,851	3,509	1,076	437	1,047
Consumer	1,099	1,405	1,467	1,612	1,521
Total recoveries	10,355	8,571	5,760	5,227	10,403
Net recoveries (charge-offs)	4,984	(6,749)	1,374	440	4,763
Initial allowance on loans purchased with credit deterioration	—	—	—	(8,117)	62,321
Provision:					
Loans and leases acquired during the quarter	—	—	—	—	119,055
Provision for credit losses related to loans and leases	2,000	—	—	—	—
Total provision for loans and leases	2,000	—	—	—	119,055
Balance, end of period	\$ 440,347	\$ 433,363	\$ 440,112	\$ 438,738	\$ 446,415
Average loans and leases, net of unearned, for period	\$29,812,924	\$28,872,156	\$27,848,097	\$27,106,733	\$22,745,093
Ratio: Net (recoveries) charge-offs to average loans and leases ⁽²⁾	(0.07)%	0.09 %	(0.02)%	(0.01)%	(0.08)%
RESERVE FOR UNFUNDED COMMITMENTS ⁽¹⁾					
Balance, beginning of period	\$ 24,551	\$ 24,551	\$ 23,551	\$ 23,551	\$ 9,044
Provision for unfunded commitments for loans acquired during the quarter	—	—	—	—	13,007
Provision for credit losses for unfunded commitments	4,000	—	1,000	—	1,500
Balance, end of period	\$ 28,551	\$ 24,551	\$ 24,551	\$ 23,551	\$ 23,551

(1) The Reserve for Unfunded Commitments is classified in other liabilities on the consolidated balance sheets.

(2) Annualized.

Table 9
Loan Portfolio by Grades
(Unaudited)

	December 31, 2022					
(In thousands)	Pass	Special Mention	Substandard	Impaired	Purchased Credit Deteriorated (Loss)	Total
LOAN AND LEASE PORTFOLIO:						
Commercial and industrial						
Non-real estate	\$ 8,735,337	\$ 37,389	\$ 205,246	\$ 3,375	\$ 4,200	\$ 8,985,547
Owner occupied	4,024,179	6,062	32,912	3,824	1,682	4,068,659
Total commercial and industrial	12,759,516	43,451	238,158	7,199	5,882	13,054,206
Commercial real estate						
Construction, acquisition and development	3,498,990	18,667	23,073	—	7,256	3,547,986
Income producing	5,035,880	27,330	68,948	—	18,522	5,150,680
Total commercial real estate	8,534,870	45,997	92,021	—	25,778	8,698,666
Consumer						
Residential mortgages	8,159,904	232	157,532	—	1,574	8,319,242
Other consumer	272,182	—	4,981	—	—	277,163
Total consumer	8,432,086	232	162,513	—	1,574	8,596,405
Total loans and leases, net of unearned	\$ 29,726,472	\$ 89,680	\$ 492,692	\$ 7,199	\$ 33,234	\$ 30,349,277
	September 30, 2022					
(In thousands)	Pass	Special Mention	Substandard	Impaired	Purchased Credit Deteriorated (Loss)	Total
LOAN AND LEASE PORTFOLIO:						
Commercial and industrial						
Non-real estate	\$ 8,564,230	\$ 60,616	\$ 168,174	\$ 5,947	\$ 4,414	\$ 8,803,381
Owner occupied	3,899,192	1,758	37,019	3,576	1,897	3,943,442
Total commercial and industrial	12,463,422	62,374	205,193	9,523	6,311	12,746,823
Commercial real estate						
Construction, acquisition and development	3,216,949	17,597	3,725	—	6,154	3,244,425
Income producing	4,973,000	14,363	89,573	705	20,829	5,098,470
Total commercial real estate	8,189,949	31,960	93,298	705	26,983	8,342,895
Consumer						
Residential mortgages	7,789,212	1,156	132,510	—	1,500	7,924,378
Other consumer	278,815	—	3,539	—	—	282,354
Total consumer	8,068,027	1,156	136,049	—	1,500	8,206,732
Total loans and leases, net of unearned	\$ 28,721,398	\$ 95,490	\$ 434,540	\$ 10,228	\$ 34,794	\$ 29,296,450

Table 10
Geographical Loan Information
(Unaudited)

	December 31, 2022										
(Dollars in thousands)	Alabama	Arkansas	Florida	Georgia	Louisiana	Mississippi	Missouri	Tennessee	Texas	Other	Total
LOAN AND LEASE PORTFOLIO:											
Commercial and industrial											
Non-real estate	\$ 367,656	\$ 156,600	\$ 446,454	\$ 543,854	\$ 317,127	\$ 515,897	\$ 67,208	\$ 315,410	\$ 3,948,846	\$ 2,306,495	\$ 8,985,547
Owner occupied	370,125	248,015	296,159	304,096	287,915	553,376	96,500	177,315	1,481,888	253,270	4,068,659
Total commercial and industrial	737,781	404,615	742,613	847,950	605,042	1,069,273	163,708	492,725	5,430,734	2,559,765	13,054,206
Commercial real estate											
Construction, acquisition and development	226,990	82,356	180,017	396,250	54,945	246,402	35,861	162,977	1,738,098	424,090	3,547,986
Income producing	425,617	260,602	369,848	580,819	216,519	403,491	188,775	302,252	1,900,831	501,926	5,150,680
Total commercial real estate	652,607	342,958	549,865	977,069	271,464	649,893	224,636	465,229	3,638,929	926,016	8,698,666
Consumer											
Residential mortgages	1,155,001	374,544	574,308	373,371	442,087	1,044,746	150,952	647,556	3,301,528	255,149	8,319,242
Other consumer	31,270	17,816	5,294	12,827	12,487	86,499	1,439	17,115	63,029	29,387	277,163
Total consumer	1,186,271	392,360	579,602	386,198	454,574	1,131,245	152,391	664,671	3,364,557	284,536	8,596,405
Total loans and leases, net of unearned income	\$2,576,659	\$ 1,139,933	\$ 1,872,080	\$ 2,211,217	\$ 1,331,080	\$ 2,850,411	\$ 540,735	\$ 1,622,625	\$ 12,434,220	\$ 3,770,317	\$ 30,349,277
Loan growth, excluding loans acquired during the quarter (\$)	\$ 110,090	\$ 26,719	\$ 72,185	\$ 61,537	\$ (22,564)	\$ 113,387	\$ 6,371	\$ 74,638	\$ 484,022	\$ 126,442	\$ 1,052,827
Loan growth, excluding loans acquired during the quarter (%) (annualized)	17.71 %	9.52 %	15.91 %	11.36 %	(6.61)%	16.44 %	4.73 %	19.13 %	16.07 %	13.77 %	14.26 %
	September 30, 2022										
(Dollars in thousands)	Alabama	Arkansas	Florida	Georgia	Louisiana	Mississippi	Missouri	Tennessee	Texas	Other	Total
LOAN AND LEASE PORTFOLIO:											
Commercial and industrial											
Non-real estate	\$ 349,832	\$ 162,760	\$ 393,595	\$ 519,730	\$ 345,539	\$ 475,031	\$ 65,512	\$ 321,528	\$ 3,812,763	\$ 2,357,091	\$ 8,803,381
Owner occupied	349,354	244,482	323,891	279,264	290,926	554,072	91,611	172,550	1,456,766	180,526	3,943,442
Total commercial and industrial	699,186	407,242	717,486	798,994	636,465	1,029,103	157,123	494,078	5,269,529	2,537,617	12,746,823
Commercial real estate											
Construction, acquisition and development	191,703	81,362	210,076	328,010	58,871	204,065	33,441	148,321	1,620,083	368,493	3,244,425
Income producing	428,514	250,807	329,519	654,233	212,723	439,077	193,106	289,768	1,875,365	425,358	5,098,470
Total commercial real estate	620,217	332,169	539,595	982,243	271,594	643,142	226,547	438,089	3,495,448	793,851	8,342,895
Consumer											
Residential mortgages	1,120,555	363,247	537,874	354,043	435,941	1,009,632	149,603	605,962	3,126,062	221,459	7,924,378
Other consumer	26,611	10,556	4,940	14,400	9,644	55,147	1,091	9,858	59,159	90,948	282,354
Total consumer	1,147,166	373,803	542,814	368,443	445,585	1,064,779	150,694	615,820	3,185,221	312,407	8,206,732
Total loans and leases, net of unearned	\$ 2,466,569	\$ 1,113,214	\$ 1,799,895	\$ 2,149,680	\$ 1,353,644	\$ 2,737,024	\$ 534,364	\$ 1,547,987	\$ 11,950,198	\$ 3,643,875	\$ 29,296,450

Table 11
Noninterest Revenue and Expense
(Unaudited)

(In thousands)	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
NONINTEREST REVENUE:							
Mortgage banking excl. MSR and MSR hedge market value adjustment	\$ 5,408	\$ 4,746	\$ 6,754	\$ 7,733	\$ 7,963	\$ 24,642	\$ 47,914
MSR and MSR hedge market value adjustment	(2,837)	4,334	4,692	14,030	2,617	20,218	10,139
Credit card, debit card and merchant fees	15,750	14,497	16,593	11,321	12,016	58,160	42,636
Deposit service charges	16,863	19,134	18,291	19,189	16,958	73,478	46,418
Security (losses) gains, net	(595)	(139)	1,446	(1,097)	(378)	(384)	(395)
Insurance commissions	34,679	39,876	39,994	35,727	32,637	150,275	135,183
Trust income	9,113	9,011	9,129	10,061	7,892	37,314	22,190
Annuity fees	951	600	753	604	435	2,908	586
Brokerage commissions and fees	9,135	9,724	10,331	11,072	8,025	40,264	16,731
Gain on sale of PPP loans	—	—	—	—	—	—	21,572
Bank-owned life insurance	5,436	3,537	3,285	3,336	3,098	15,594	11,180
Other miscellaneous income	20,970	19,171	13,966	16,459	12,591	70,563	23,999
Total noninterest revenue	<u>\$ 114,873</u>	<u>\$ 124,491</u>	<u>\$ 125,234</u>	<u>\$ 128,435</u>	<u>\$ 103,854</u>	<u>\$ 493,032</u>	<u>\$ 378,153</u>
NONINTEREST EXPENSE:							
Salaries and employee benefits	\$ 183,918	\$ 191,193	\$ 182,094	\$ 187,819	\$ 149,599	\$ 745,023	\$ 471,815
Occupancy and equipment	30,539	30,610	30,129	28,270	26,885	119,548	81,394
Deposit insurance assessments	5,931	4,499	4,945	3,336	3,278	18,712	8,701
Pension settlement expense	6,127	2,896	—	—	651	9,023	3,051
Advertising and public relations	28,659	4,085	4,417	4,593	5,086	41,754	10,780
Foreclosed property expense	400	1,093	(1,104)	440	689	832	4,548
Telecommunications	1,714	1,882	1,984	1,833	1,725	7,413	6,240
Travel and entertainment	5,310	4,149	3,412	2,811	2,805	15,682	6,319
Data processing and software	29,289	28,079	29,081	27,483	24,838	113,932	73,085
Professional, consulting and outsourcing	3,598	2,724	3,769	3,737	3,127	13,828	7,465
Amortization of intangibles	5,251	5,417	3,042	6,780	5,473	20,490	12,616
Legal	758	2,054	1,463	1,793	1,282	6,068	4,036
Merger expense	20,276	19,690	7,274	3,974	44,843	51,214	59,896
Postage and shipping	1,925	2,098	2,022	2,034	1,772	8,079	6,050
Other miscellaneous expense	16,976	19,265	13,360	16,764	17,141	66,362	42,894
Total noninterest expense	<u>\$ 340,671</u>	<u>\$ 319,734</u>	<u>\$ 285,888</u>	<u>\$ 291,667</u>	<u>\$ 289,194</u>	<u>\$ 1,237,960</u>	<u>\$ 798,890</u>
INSURANCE COMMISSIONS:							
Property and casualty commissions	\$ 24,682	\$ 30,021	\$ 29,220	\$ 25,852	\$ 23,640	\$ 109,774	\$ 98,042
Life and health commissions	7,151	7,254	7,935	7,143	6,459	29,483	26,626
Risk management income	887	654	674	757	699	2,972	2,599
Other	1,959	1,947	2,165	1,975	1,839	8,046	7,916
Total insurance commissions	<u>\$ 34,679</u>	<u>\$ 39,876</u>	<u>\$ 39,994</u>	<u>\$ 35,727</u>	<u>\$ 32,637</u>	<u>\$ 150,275</u>	<u>\$ 135,183</u>

Table 12
Average Balance and Yields
(Unaudited)

(Dollars in thousands)	Quarter Ended								
	December 31, 2022			September 30, 2022			December 31, 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	\$ 29,812,924	\$ 405,827	5.40 %	\$28,872,156	\$ 341,334	4.69 %	\$ 22,745,093	\$ 233,585	4.07 %
Accretion income on acquired loans		9,190	0.12		8,134	0.11		16,426	0.29
Loans held for sale	62,517	1,788	11.35	103,312	2,241	8.61	220,766	1,324	2.38
Investment securities									
Taxable	11,767,062	45,807	1.54	12,833,857	46,701	1.44	12,636,302	37,258	1.17
Tax-exempt	389,741	3,224	3.28	418,971	3,225	3.05	318,245	2,035	2.54
Total investment securities	12,156,803	49,031	1.60	13,252,828	49,926	1.49	12,954,547	39,293	1.20
Other investments	943,806	8,783	3.69	851,185	4,976	2.32	1,289,997	822	0.25
Total interest-earning assets	42,976,050	474,619	4.38 %	43,079,481	406,611	3.74 %	37,210,403	291,450	3.11 %
Other assets	5,249,229			4,957,118			4,189,688		
Allowance for credit losses	434,785			441,042			404,578		
Total assets	<u>\$ 47,790,494</u>			<u>\$47,595,557</u>			<u>\$ 40,995,513</u>		
LIABILITIES AND SHAREHOLDERS' EQUITY									
Interest-bearing liabilities:									
Interest bearing demand and money market	\$ 17,866,198	\$ 60,253	1.34 %	\$18,675,214	\$ 28,175	0.60 %	\$ 15,811,268	8,922	0.22 %
Savings deposits	3,555,911	2,769	0.31	3,720,218	1,597	0.17	3,374,243	766	0.09
Time deposits	3,606,093	10,651	1.17	3,388,658	4,797	0.56	3,526,539	5,139	0.58
Total interest-bearing deposits	25,028,202	73,673	1.17	25,784,090	34,569	0.53	22,712,050	14,827	0.26
Short-term borrowings	3,912,921	35,667	3.62	2,263,810	10,765	1.89	727,674	200	0.11
Long-term borrowings	462,927	4,848	4.15	464,843	4,871	4.16	441,165	4,387	3.95
Total interest-bearing liabilities	29,404,050	114,188	1.54 %	28,512,743	50,205	0.70 %	23,880,889	19,414	0.32 %
Noninterest-bearing liabilities:									
Demand deposits	13,344,152			13,816,796			12,047,637		
Other liabilities	826,707			759,363			558,393		
Total liabilities	43,574,909			43,088,902			36,486,919		
Shareholders' equity	<u>4,215,585</u>			<u>4,506,655</u>			<u>4,508,594</u>		
Total liabilities and shareholders' equity	<u>\$ 47,790,494</u>			<u>\$47,595,557</u>			<u>\$ 40,995,513</u>		
Net interest income/net interest spread		360,431	2.84 %		356,406	3.05 %		272,036	2.78 %
Net yield on earning assets/net interest margin			3.33 %			3.28 %			2.90 %
Taxable equivalent adjustment:									
Loans and investment securities		(1,071)			(1,052)			(824)	
Net interest revenue		<u>\$ 359,360</u>			<u>\$ 355,354</u>			<u>\$ 271,212</u>	

Table 12
Average Balance and Yields Cont.

(Dollars in thousands)	Year-To-Date					
	December 31, 2022			December 31, 2021		
	Average Balance	Income/Expense	Yield/Rate	Average Balance	Income/Expense	Yield/Rate
ASSETS						
Interest-earning assets:						
Loans and leases, excluding accretion	\$ 28,418,658	\$ 1,297,384	4.57 %	\$ 17,055,429	\$ 733,448	4.30 %
Accretion income on acquired loans		46,811	0.16		26,200	0.15
Loans held for sale	122,079	7,554	6.19 %	278,447	8,035	2.89 %
Investment securities						
Taxable	13,163,403	183,918	1.40 %	9,152,620	111,050	1.21 %
Tax-exempt	432,969	12,758	2.95	157,327	4,381	2.78
Total investment securities	13,596,372	196,676	1.45	9,309,947	115,431	1.24
Other investments	926,253	16,380	1.77	638,559	1,323	0.21
Total interest-earning assets	43,063,362	1,564,805	3.63 %	27,282,382	884,437	3.24
Other assets	4,909,491			3,001,809		
Allowance for credit losses	439,696			289,543		
Total assets	<u>\$ 47,533,157</u>			<u>\$ 29,994,648</u>		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Interest-bearing liabilities:						
Interest bearing demand and money market	\$ 18,541,402	109,893	0.59 %	\$ 11,114,242	\$ 33,688	0.30 %
Savings deposits	3,657,718	5,519	0.15	2,946,629	2,764	0.09
Time deposits	3,545,402	24,253	0.68	2,784,733	24,394	0.88
Total interest-bearing deposits	25,744,522	139,665	0.54	16,845,604	60,846	0.36
Short-term borrowings	2,249,354	50,295	2.24	713,788	838	0.12
Long-term borrowings	465,004	19,330	4.16	341,170	14,638	4.29
Total interest-bearing liabilities	28,458,880	209,290	0.74 %	17,900,562	76,322	0.43 %
Noninterest-bearing liabilities:						
Demand deposits	13,733,384			8,382,997		
Other liabilities	766,490			373,514		
Total liabilities	42,958,754			26,657,073		
Shareholders' equity						
Total liabilities and shareholders' equity	<u>\$ 47,533,157</u>			<u>\$ 29,994,648</u>		
Net interest income/net interest spread		1,355,515	2.90 %		808,115	2.82 %
Net yield on earning assets/net interest margin			3.15 %			2.96 %
Taxable equivalent adjustment:						
Loans and investment securities		(4,212)			(2,388)	
Net interest revenue		<u>\$ 1,351,303</u>			<u>\$ 805,727</u>	

Table 13
Selected Additional Data
(Unaudited)

(Dollars in thousands)	Quarter Ended				
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021
MORTGAGE SERVICING RIGHTS ("MSR"):					
Fair value, beginning of period	\$ 112,767	\$ 102,021	\$ 92,859	\$ 69,552	\$ 64,684
Originations of servicing assets	2,282	3,890	4,962	5,155	5,709
Changes in fair value:					
Due to payoffs/paydowns	(2,308)	(3,085)	(3,253)	(3,147)	(3,823)
Due to update in valuation assumptions	(2,998)	9,941	7,453	21,299	2,982
Fair value, end of period	\$ 109,743	\$ 112,767	\$ 102,021	\$ 92,859	\$ 69,552
MORTGAGE BANKING REVENUE:					
Origination	\$ 1,793	\$ 1,916	\$ 4,042	\$ 5,118	\$ 5,970
Servicing	5,923	5,915	5,965	5,762	5,816
Payoffs/Paydowns	(2,308)	(3,085)	(3,253)	(3,147)	(3,823)
Total mortgage banking revenue excluding MSR	5,408	4,746	6,754	7,733	7,963
Market value adjustment on MSR	(2,998)	9,941	7,453	21,299	2,982
Market value adjustment on MSR Hedge	161	(5,607)	(2,761)	(7,269)	(365)
Total mortgage banking revenue	\$ 2,571	\$ 9,080	\$ 11,446	\$ 21,763	\$ 10,580
Mortgage loans serviced	\$ 7,692,744	\$ 7,723,605	\$ 7,685,994	\$ 7,629,119	\$ 7,553,917
MSR/mortgage loans serviced	1.43 %	1.46 %	1.33 %	1.22 %	0.92 %

(In thousands)	Quarter Ended				
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021
AVAILABLE-FOR-SALE SECURITIES, at fair value					
U.S. Treasury securities	\$ 1,458,513	\$ 1,451,461	\$ 1,466,313	\$ 1,459,845	\$ 1,496,465
Obligations of U.S. government agencies	1,477,127	1,820,913	2,133,561	2,350,810	2,638,442
Mortgage-backed securities issued or guaranteed by U.S. agencies ("MBS"):					
Residential pass-through:					
Guaranteed by GNMA	84,368	87,063	95,955	105,900	113,427
Issued by FNMA and FHLMC	6,274,970	6,427,152	7,014,715	7,604,829	8,129,191
Other residential mortgage-back securities	168,452	181,317	201,440	212,216	243,357
Commercial mortgage-backed securities	1,881,853	1,880,949	1,899,785	1,951,367	2,061,133
Total MBS	8,409,643	8,576,481	9,211,895	9,874,312	10,547,108
Obligations of states and political subdivisions	466,002	444,953	485,400	530,241	565,520
Other domestic debt securities	82,718	98,615	101,313	103,117	63,645
Foreign debt securities	50,093	49,471	52,139	53,281	295,290
Total available-for-sale securities	\$ 11,944,096	\$ 12,441,894	\$ 13,450,621	\$ 14,371,606	\$ 15,606,470

Table 14
Reconciliation of Non-GAAP Measures and Other Non-GAAP Ratio Definitions
(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 noninterest expense, tangible common shareholders' equity to tangible assets, total shareholders' equity (excluding AOCI), common shareholders' equity (excluding AOCI), 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, pre-tax pre-provision net revenue to total average assets, adjusted pre-tax pre-provision net revenue to total average assets, adjusted earnings per common share, tangible book value per common share, tangible book value per common share, excluding AOCI, 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.

(In thousands)	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
Adjusted net income available to common shareholders							
Net income (loss)	\$ 97,934	\$ 123,398	\$ 126,958	\$ 114,947	\$ (34,657)	\$ 463,237	\$ 195,162
Plus: Merger expense	20,276	19,690	7,274	3,974	44,843	51,214	59,896
Incremental merger related expense	32,704	6,912	6,060	6,571	4,633	52,247	4,633
Initial provision for acquired loans	—	—	—	—	132,062	—	143,562
Branch closing expense	2,254	6	705	128	—	3,094	—
Pension settlement expense	6,127	2,896	—	—	651	9,023	3,051
Less: Security (losses) gains, net	(595)	(139)	1,446	(1,097)	(378)	(384)	(395)
Tax adjustment	14,665	7,016	2,981	2,786	41,453	27,448	48,681
Adjusted net income	145,225	146,025	136,570	123,931	106,457	551,751	358,018
Less: Preferred dividends	2,372	2,372	2,372	2,372	2,372	9,488	9,488
Adjusted net income available to common shareholders	<u>\$ 142,853</u>	<u>\$ 143,653</u>	<u>\$ 134,198</u>	<u>\$ 121,559</u>	<u>\$ 104,085</u>	<u>\$ 542,263</u>	<u>\$ 348,530</u>

CADE Announces Fourth Quarter and Annual 2022 Financial Results
January 30, 2023

(In thousands)	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
Pre-tax pre-provision net revenue							
Net income (loss)	\$ 97,934	\$ 123,398	\$ 126,958	\$ 114,947	\$ (34,657)	\$ 463,237	\$ 195,162
Plus: Provision for credit losses	6,000	—	1,000	—	133,562	7,000	138,062
Income tax expense (benefit)	29,628	36,713	36,154	33,643	(13,033)	136,138	51,766
Pre-tax pre-provision net revenue	<u>\$ 133,562</u>	<u>\$ 160,111</u>	<u>\$ 164,112</u>	<u>\$ 148,590</u>	<u>\$ 85,872</u>	<u>\$ 606,375</u>	<u>\$ 384,990</u>

(In thousands)	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
Adjusted pre-tax pre-provision net revenue							
Net income (loss)	\$ 97,934	\$ 123,398	\$ 126,958	\$ 114,947	\$ (34,657)	\$ 463,237	\$ 195,162
Plus: Provision for credit losses	6,000	—	1,000	—	133,562	7,000	138,062
Merger expense	20,276	19,690	7,274	3,974	44,843	51,214	59,896
Incremental merger related expense	32,704	6,912	6,060	6,571	4,633	52,247	4,633
Branch closing expense	2,254	6	705	128	—	3,094	—
Pension settlement expense	6,127	2,896	—	—	651	9,023	3,051
Income tax expense (benefit)	29,628	36,713	36,154	33,643	(13,033)	136,138	51,766
Less: Security (losses) gains, net	(595)	(139)	1,446	(1,097)	(378)	(384)	(395)
Adjusted pre-tax pre-provision net revenue	<u>\$ 195,518</u>	<u>\$ 189,754</u>	<u>\$ 176,705</u>	<u>\$ 160,360</u>	<u>\$ 136,377</u>	<u>\$ 722,337</u>	<u>\$ 452,965</u>

(In thousands)	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
Total adjusted noninterest expense							
Total noninterest expense	\$ 340,671	\$ 319,734	\$ 285,888	\$ 291,667	\$ 289,194	\$ 1,237,960	\$ 798,890
Less: Merger expense	20,276	19,690	7,274	3,974	44,843	51,214	59,896
Incremental merger related expense	32,704	6,912	6,060	6,571	4,633	52,247	4,633
Branch closing expense	2,254	6	705	128	—	3,094	—
Pension settlement expense	6,127	2,896	—	—	651	9,023	3,051
Total adjusted noninterest expense	<u>\$ 279,310</u>	<u>\$ 290,230</u>	<u>\$ 271,849</u>	<u>\$ 280,994</u>	<u>\$ 239,067</u>	<u>\$ 1,122,382</u>	<u>\$ 731,310</u>

(In thousands)	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
Total tangible assets, excluding AOCI							
Total assets	\$48,653,414	\$47,699,660	\$47,747,708	\$47,204,061	\$47,669,751	\$48,653,414	\$47,669,751
Less: Goodwill	1,458,795	1,449,511	1,444,209	1,409,038	1,407,948	1,458,795	1,407,948
Other identifiable intangible assets	132,764	132,953	138,370	191,642	198,271	132,764	198,271
Total tangible assets	<u>47,061,855</u>	<u>46,117,196</u>	<u>46,165,129</u>	<u>45,603,381</u>	<u>46,063,532</u>	<u>47,061,855</u>	<u>46,063,532</u>
Less: AOCI	(1,222,538)	(1,297,812)	(936,345)	(664,000)	(139,369)	(1,222,538)	(139,369)
Total tangible assets, excluding AOCI	<u>\$48,284,393</u>	<u>\$47,415,008</u>	<u>\$47,101,474</u>	<u>\$46,267,381</u>	<u>\$46,202,901</u>	<u>\$48,284,393</u>	<u>\$46,202,901</u>

CADE Announces Fourth Quarter and Annual 2022 Financial Results
January 30, 2023

(In thousands)	Quarter Ended					Year-to-date	
	Dec 2022	Sep 2022	Jun 2022	Mar 2022	Dec 2021	Dec 2022	Dec 2021
PERIOD END BALANCES:							
Total shareholders' equity, excluding AOCI							
Total shareholders' equity	\$ 4,311,374	\$ 4,166,925	\$ 4,437,925	\$ 4,643,757	\$ 5,247,987	\$ 4,311,374	\$ 5,247,987
Less: AOCI	(1,222,538)	(1,297,812)	(936,345)	(664,000)	(139,369)	(1,222,538)	(139,369)
Total shareholders' equity, excluding AOCI	\$ 5,533,912	\$ 5,464,737	\$ 5,374,270	\$ 5,307,757	\$ 5,387,356	\$ 5,533,912	\$ 5,387,356
Common shareholders' equity, excluding AOCI							
Total shareholders' equity	\$ 4,311,374	\$ 4,166,925	\$ 4,437,925	\$ 4,643,757	\$ 5,247,987	\$ 4,311,374	\$ 5,247,987
Less: preferred stock	166,993	166,993	166,993	166,993	166,993	166,993	166,993
Common shareholders' equity	4,144,381	3,999,932	4,270,932	4,476,764	5,080,994	4,144,381	5,080,994
Less: AOCI	(1,222,538)	(1,297,812)	(936,345)	(664,000)	(139,369)	(1,222,538)	(139,369)
Common shareholders' equity, excluding AOCI	\$ 5,366,919	\$ 5,297,744	\$ 5,207,277	\$ 5,140,764	\$ 5,220,363	\$ 5,366,919	\$ 5,220,363
Total tangible common shareholders' equity, excluding AOCI							
Total shareholders' equity	\$ 4,311,374	\$ 4,166,925	\$ 4,437,925	\$ 4,643,757	\$ 5,247,987	\$ 4,311,374	\$ 5,247,987
Less: Goodwill	1,458,795	1,449,511	1,444,209	1,409,038	1,407,948	1,458,795	1,407,948
Other identifiable intangible assets	132,764	132,953	138,370	191,642	198,271	132,764	198,271
Preferred stock	166,993	166,993	166,993	166,993	166,993	166,993	166,993
Total tangible common shareholders' equity	2,552,822	2,417,468	2,688,353	2,876,084	3,474,775	2,552,822	3,474,775
Less: AOCI	(1,222,538)	(1,297,812)	(936,345)	(664,000)	(139,369)	(1,222,538)	(139,369)
Total tangible common shareholders' equity, excluding AOCI	\$ 3,775,360	\$ 3,715,280	\$ 3,624,698	\$ 3,540,084	\$ 3,614,144	\$ 3,775,360	\$ 3,614,144
AVERAGE BALANCES:							
Total tangible common shareholders' equity							
Total shareholders' equity	\$ 4,215,585	\$ 4,506,655	\$ 4,523,189	\$ 5,062,231	\$ 4,508,594	\$ 4,574,403	\$ 3,337,575
Less: Goodwill	1,457,120	1,444,331	1,407,452	1,407,973	1,115,502	1,429,395	959,586
Other identifiable intangible assets	132,091	136,149	188,897	195,606	106,559	162,938	66,996
Preferred stock	166,993	166,993	166,993	166,993	166,993	166,993	166,993
Total tangible common shareholders' equity	\$ 2,459,381	\$ 2,759,182	\$ 2,759,847	\$ 3,291,659	\$ 3,119,540	\$ 2,815,077	\$ 2,144,000
Total average assets	\$47,790,494	\$47,595,557	\$47,064,829	\$47,679,850	\$40,995,513	\$47,533,157	\$29,994,648
Total shares of common stock outstanding	182,437,265	182,438,780	182,461,786	183,488,844	188,337,658	182,437,265	188,337,658
Average shares outstanding-diluted	183,762,008	183,313,831	183,711,402	187,264,335	164,720,656	184,498,472	120,668,695
Tangible common shareholders' equity to tangible assets ⁽¹⁾	5.42 %	5.24 %	5.82 %	6.31 %	7.54 %	5.42 %	7.54 %
Tangible common shareholders' equity to tangible assets, excluding AOCI ⁽²⁾	7.82	7.84	7.70	7.65	7.82	7.82	7.82
Return on average tangible common equity ⁽³⁾	15.42	17.40	18.11	13.87	(4.71)	16.12	8.66
Adjusted return on average tangible common equity ⁽⁴⁾	23.04	20.66	19.50	14.98	13.24	19.26	16.26
Adjusted return on average assets ⁽⁵⁾	1.21	1.22	1.16	1.05	1.03	1.16	1.19
Adjusted return on average common shareholders' equity ⁽⁶⁾	14.00	13.13	12.36	10.07	9.51	12.30	10.99
Pre-tax pre-provision net revenue to total average assets ⁽⁷⁾	1.11	1.33	1.40	1.26	0.83	1.28	1.28
Adjusted pre-tax pre-provision net revenue to total average assets ⁽⁸⁾	1.62	1.58	1.51	1.36	1.32	1.52	1.51
Tangible book value per common share ⁽⁹⁾	\$ 13.99	\$ 13.25	\$ 14.73	\$ 15.67	\$ 18.45	\$ 13.99	\$ 18.45
Tangible book value per common share, excluding AOCI ⁽¹⁰⁾	20.69	20.36	19.87	19.29	19.19	20.69	19.19
Adjusted earnings per common share ⁽¹¹⁾	\$ 0.78	\$ 0.78	\$ 0.73	\$ 0.65	\$ 0.63	\$ 2.94	\$ 2.89
Adjusted dividend payout ratio ⁽¹²⁾	28.21 %	28.21 %	30.14 %	33.85 %	31.75 %	29.93 %	26.99 %

Definitions of Non-GAAP Measures:

- (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 income and expense items otherwise disclosed as non-routine from total noninterest expense.



Full Year and Fourth Quarter 2022 Financial Results

Presented January 31, 2023

Full Year 2022 Financial Highlights

Earnings Highlights	<ul style="list-style-type: none"> ● Net income available to common shareholders of \$453.7 million, or \$2.46 per diluted common share, and adjusted net income available to common shareholders⁽¹⁾ of \$542.3 million, or \$2.94 adjusted earnings per common share,⁽¹⁾ reflecting strong business growth, stable credit, and continued operating leverage focus. ● Return on average common shareholders' equity was 10.3% and the adjusted return on average tangible common equity⁽¹⁾ was 19.3% for the year. ● Adjusted pre-tax pre-provision net revenue⁽¹⁾ of \$722.3 million in 2022, or 1.52% of average assets for the year.
Balance Sheet	<ul style="list-style-type: none"> ● Generated net organic loan growth of \$3.5 billion for the year, a 12.9% increase from the prior year. Total deposits declined \$861.1 million, a 2.2% decline versus a year ago, reflecting the impact of inflation on our consumer accounts and the decline of industry-wide deposits. ● Loan to deposit ratio of 77.9% and securities to assets of 24.5% at December 31, 2022.
Credit	<ul style="list-style-type: none"> ● The stable credit environment combined with a continued disciplined credit risk management approach contributed to strong asset quality metrics for the year. ● Total non-performing assets ("NPAs") decreased \$70.7 million, a 37.8% decline from a year ago, as the NPAs to total assets ratio was 0.24% in 2022 compared to 0.39% in 2021. ● Total recoveries offset total loans charged-off, resulting in net recoveries of \$49 thousand in 2022. Allowance for credit losses to total loans was 1.45% at December 31, 2022.
Revenue and Expenses	<ul style="list-style-type: none"> ● Total revenue of \$1.8 billion in 2022 up \$660.5 million or 55.8% from 2021, reflecting the full year impact of the legacy Cadence merger, increased loan production and higher interest rates. ● Non-interest revenue made up 26.7% of total revenue in 2022. A strong annual increase in insurance revenue and solid contribution from card revenues and wealth management offset a decline in mortgage revenue. ● The adjusted efficiency ratio⁽¹⁾ declined to 60.7% in 2022, from 61.6% in 2021.
Capital	<ul style="list-style-type: none"> ● Total shareholders' equity was \$4.3 billion at year-end and \$5.5 billion excluding AOCI.⁽¹⁾ ● Tier 1 capital ratio of 10.7% and Total risk-based capital ratio of 12.8%, currently estimated as of December 31, 2022. ● Repurchased 6.1 million shares of common stock in 2022.

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

Fourth Quarter 2022 Financial Highlights

Earnings Highlights	<ul style="list-style-type: none"> Net income available to common shareholders of \$95.6 million, or \$0.52 per diluted common share, and adjusted net income available to common shareholders⁽¹⁾ of \$142.9 million, or \$0.78 adjusted earnings per common share,⁽¹⁾ reflecting strong business growth, stable credit, and continued operating leverage focus. Return on average tangible common equity⁽¹⁾ was 15.4% and the adjusted return on average tangible common equity⁽¹⁾ was 23.0% for the quarter. Adjusted pre-tax pre-provision net revenue⁽¹⁾ of \$195.5 million in 4Q22, or 1.62% of average assets.
Balance Sheet	<ul style="list-style-type: none"> Generated net organic loan growth of \$1.1 billion for the fourth quarter, or 14.3% on an annualized basis, while total deposits were flat quarter over quarter. Loan to deposit ratio of 77.9% and securities to assets of 24.5% at December 31, 2022.
Credit	<ul style="list-style-type: none"> Credit quality metrics for the fourth quarter of 2022 reflect stability in overall credit quality, highlighted by net recoveries for the quarter (sixth quarter of net recoveries in the prior seven quarters), a decline in total non-performing assets, and a modest provision for credit losses necessary to support continued growth in loans and unfunded commitments. Total non-performing assets declined \$10.4 million, or 8.2%, in the fourth quarter from \$126.5 million at September 30, 2022 to \$116.1 million at December 31, 2022. Net recoveries in 4Q22 were \$5.0 million, or 0.07% of net loans and leases on an annualized basis.
Revenue and Expenses	<ul style="list-style-type: none"> Total revenue of \$474.2 million for the fourth quarter of 2022, compared with \$375.1 million for the fourth quarter of 2021 and \$479.8 million for the third quarter of 2022. Noninterest revenue was \$114.9 million for the fourth quarter of 2022, compared with \$103.9 million for the fourth quarter of 2021 and \$124.5 million for the third quarter of 2022. The adjusted efficiency ratio⁽¹⁾ declined to 58.7% in 4Q22, from 60.3% in 3Q22 and 63.5% in 4Q21.
Capital	<ul style="list-style-type: none"> Total shareholders' equity was \$4.3 billion, and \$5.5 billion excluding AOCI⁽¹⁾ as of December 31, 2022. Tier 1 capital ratio of 10.7% and total risk-based capital ratio of 12.8%, currently estimated as of December 31, 2022. Announced 10 million share repurchase authorization of common stock for the 2023 stock buyback program.

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

Summary Financial Results

\$ in millions, unless otherwise indicated

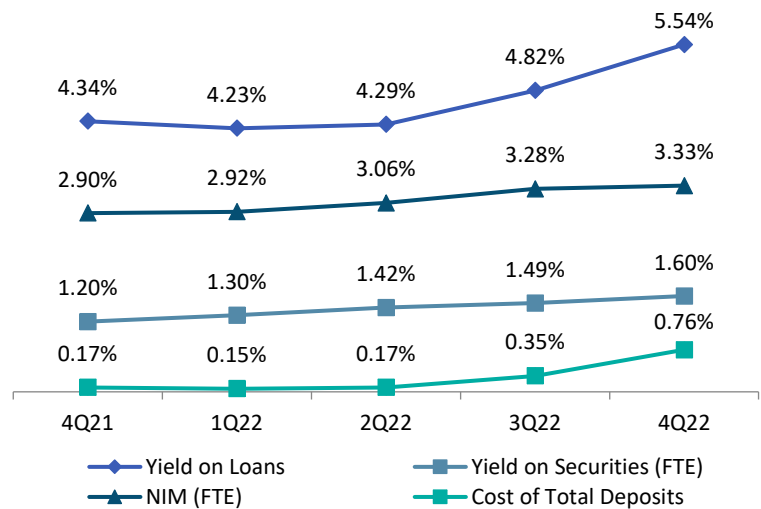
	Three Months/Period Ended			Year Ended	
	12/31/22	9/30/22	% Change (QoQ)	12/31/22	12/31/21
Net interest revenue	\$ 359.4	\$ 355.4	1.1 %	\$ 1,351.3	\$ 805.7
Provision for credit losses	6.0	0.0	NM	7.0	138.1
Noninterest revenue	114.9	124.5	(7.7)	493.0	378.2
Noninterest expense	340.7	319.7	6.5	1,238.0	798.9
Income before income taxes	127.6	160.1	(20.3)	599.4	246.9
Income tax expense	29.6	36.7	(19.3)	136.1	51.8
Net income	\$ 97.9	\$ 123.4	(20.6) %	\$ 463.2	\$ 195.2
Less: Preferred dividends	2.4	2.4	-	9.5	9.5
Net income available to common shareholders	\$ 95.6	\$ 121.0	(21.0) %	\$ 453.7	\$ 185.7
Plus: Non-routine items, net of tax	47.3	22.6	109.0	88.5	162.9
Adjusted net income available to common shareholders ⁽¹⁾	\$ 142.9	\$ 143.7	(0.6) %	\$ 542.3	\$ 348.5
Diluted earnings per share	\$ 0.52	\$ 0.66	(21.2) %	\$ 2.46	\$ 1.54
Adjusted earnings per share ⁽¹⁾	\$ 0.78	\$ 0.78	-	\$ 2.94	\$ 2.89
Return on average assets	0.81%	1.03%	(21.4) %	0.97%	0.65%
Return on average common shareholders' equity	9.36%	11.06%	(15.4)	10.30%	5.86%
Adjusted return on average assets ⁽¹⁾	1.21%	1.22%	(0.8) %	1.16%	1.19%
Adjusted return on average tangible common equity ⁽¹⁾	23.04%	20.66%	11.5	19.27%	16.26%
Adjusted pre-tax pre-provision net revenue (PPNR) ⁽¹⁾	\$ 195.5	\$ 189.8	3.0 %	\$ 722.3	\$ 453.0
Adjusted PPNR to total average assets ⁽¹⁾	1.62%	1.58%	2.5	1.52%	1.51%
Tangible book value per share, including AOCI ⁽¹⁾	\$ 13.99	\$ 13.25	5.6 %	\$ 13.99	\$ 18.45
Tangible book value per share, excluding AOCI ⁽¹⁾	\$ 20.69	\$ 20.36	1.6 %	\$ 20.69	\$ 19.19

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

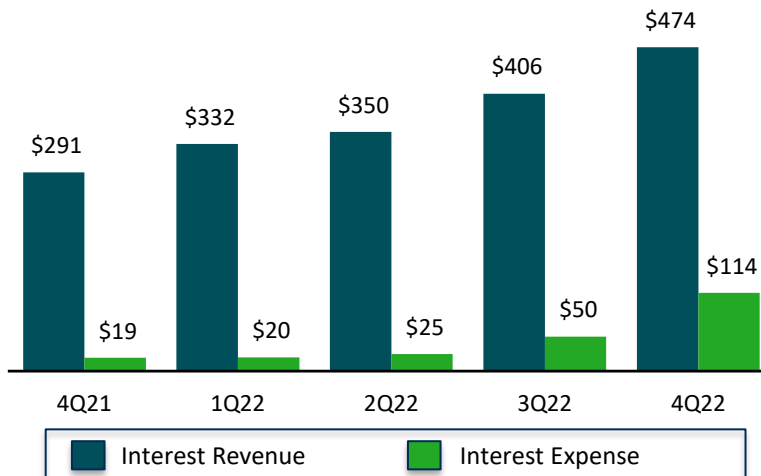
Net Interest Revenue / Net Interest Margin

\$ in millions, unless otherwise indicated

NIM, Yields & Costs



Interest Revenue & Interest Expense



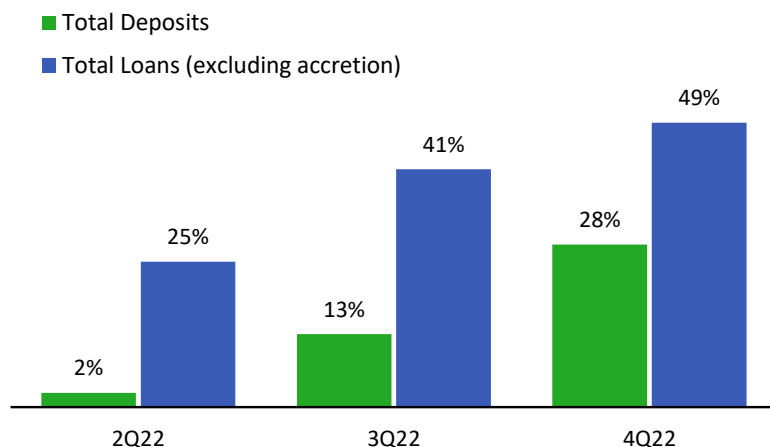
HIGHLIGHTS

- Net interest margin increased 5 bp in the fourth quarter of 2022 to 3.33% reflecting continued improvement in earning asset yields which outpaced acceleration in rates on deposits and other funding. Rising rates and asset mix shifts (as runoff in the securities book is reinvested in loans) positively impacting asset yields.
- Yields on net loans, loans held for sale, and leases excluding accretion, were up 71 bp to 5.41% for the fourth quarter of 2022 compared with 4.70% for the third quarter of 2022.
- The average cost of deposits increased to 0.76% for the fourth quarter of 2022 compared to 0.35% in the prior quarter, and 0.17% in the year ago quarter, reflecting rate increases and continued competition.
- For the fourth quarter of 2022, the yield on total interest earning assets was 4.38% and total cost of interest bearing liabilities was 1.54%. Interest bearing liabilities to interest earning assets was 68.4% at December 31, 2022.
- Total interest revenue of \$474 million in 4Q22 included \$9.2 million in accretion income on acquired loans compared to \$8.1 million in the third quarter of 2022. Excluding the impact of accretion, the linked quarter net interest margin increased by 3 basis points.

Interest Rate Sensitivity

\$ in millions, unless otherwise indicated

Quarterly Loan & Deposit Betas



Loan & Deposit Betas (vs. Fed Effective)

	1Q22	2Q22	3Q22	4Q22
Fed Effective (average)	0.12%	0.76%	2.19%	3.65%

Deposit Costs				
Interest Bearing Deposits	0.23%	0.26%	0.53%	1.17%
Total Deposits	0.15%	0.17%	0.35%	0.76%
Quarterly Beta				
Total Interest Bearing Deposits	NM	5%	19%	44%
Total Deposits	NM	2%	13%	28%

Loan Yields				
Loans (excluding accretion)	3.96%	4.12%	4.70%	5.41%
Quarterly Beta				
Loans (excluding accretion)	NM	25%	41%	49%

HIGHLIGHTS

- The balance sheet is modestly asset sensitive, with approximately 21% of loan rate structures are floating (repricing within 30 days), 51% of loans variable and 28% fixed as of December 31, 2022.
- Inclusive of fixed rate loans, approximately 49% of total loans, or \$14.9 billion, are scheduled to reprice in the next twelve months, of which \$12.8 billion, or approximately 42% of the portfolio, are repricing within the next three months.
- Net interest income in a +100 bp rate shock scenario modeled over a 12-month period increases 4.6%, up 2.3% in +50 bp, and declines 4.6% in -100 bp.⁽¹⁾
- The beta on total loans excluding accretion (compared to the Fed Funds effective rate) was 39% cycle-to-date⁽²⁾, demonstrating the interest-sensitivity of the loan portfolio.
- The cycle-to-date⁽²⁾ total deposit beta is 17%, reflective of the slower repricing behavior within our community banking deposits.
- Total deposit beta was 28% during the fourth quarter of 2022, up from 13% in prior quarter. The quarterly deposit beta as a ratio of quarterly loan beta increased to 58% in 4Q22 from 32% in 3Q22 as deposit costs accelerated in the quarter.

Note: Loan and deposit betas are calculated by dividing the change in yields and costs by change in the average Fed Funds Effective Target rate.

⁽¹⁾ Based on December 31, 2022 interest rate sensitivity modeling of instantaneous rate shock over 1-12 months.

⁽²⁾ Cycle-to-date reflects changes since fourth quarter 2021 and incorporates the increases in the average Fed Funds effective rate.

Loans & Securities – Repricing and Maturity

\$ in millions, unless otherwise indicated

Total Loans and Leases (net of unearned income)⁽¹⁾

(At December 31, 2022)	Repricing Term							Total	Rate Structure		
	3 mos or less	3-12 mos	1-3 Years	3-5 Years	5-10 Years	10-15 Years	Over 15 Years		Floating Rate	Variable Rate	Fixed Rate
Non-real estate	\$ 6,760	\$ 293	\$ 700	\$ 811	\$ 367	\$ 23	\$ 31	\$ 8,986	\$ 2,517	\$ 5,187	\$ 1,282
Owner occupied	796	308	568	726	965	690	16	4,069	443	1,871	1,754
Commercial & industrial	7,556	601	1,268	1,537	1,332	713	47	13,054	2,960	7,058	3,036
Construction, A&D	2,087	461	358	412	95	31	103	3,548	1,347	1,470	731
Income producing	1,658	534	884	1,366	608	89	12	5,151	854	3,166	1,131
Commercial real estate	3,746	995	1,242	1,778	703	120	115	8,699	2,201	4,637	1,861
Residential mortgages	1,166	514	744	1,009	1,522	198	3,166	8,319	975	3,888	3,456
Other consumer	156	23	43	44	9	0	2	277	148	3	127
Total	\$ 12,623	\$ 2,133	\$ 3,297	\$ 4,367	\$ 3,567	\$ 1,032	\$ 3,331	\$ 30,349	\$ 6,284	\$ 15,586	\$ 8,479
% of Total	42%	7%	11%	14%	12%	3%	11%	100%	21%	51%	28%
Weighted Average Rate	7.11%	4.94%	4.71%	4.44%	3.96%	4.10%	4.15%	5.52%	7.53%	5.46%	4.15%

Available-for-Sale Securities⁽²⁾

(At December 31, 2022)	Maturity Distribution					Mortgage-backed ⁽³⁾	Total
	1 Year or less	1 to 5 Years	5 to 10 Years	Over 10 Years			
Amortized Cost	\$ 2,330	\$ 572	\$ 272	\$ 630	\$ 9,678	\$ 13,481	
% of Total	17%	4%	2%	5%	72%	100%	
Estimated Fair Value	\$ 2,261	\$ 517	\$ 249	\$ 507	\$ 8,410	\$ 11,944	
% of Total	19%	4%	2%	4%	70%	100%	
Weighted Average Yield	1.01%	1.04%	3.43%	2.45%	1.54%	1.50%	

⁽¹⁾ Based on maturity date for fixed rate loans.

⁽²⁾ The amortized cost and estimated fair value of available-for-sale securities at December 31, 2022 by contractual maturity are shown. Actual maturities may differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without call or prepayment penalties.

⁽³⁾ Excludes prepayments and other cash flow items in advance of maturity.

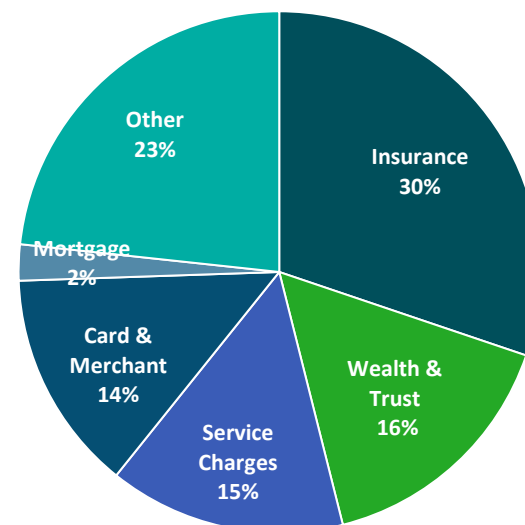
Noninterest Revenue

\$ in millions, unless otherwise indicated

	Three Months Ended			% Change	
	12/31/22	9/30/22	12/31/21 ⁽¹⁾	QoQ	YoY ⁽¹⁾
Insurance commissions	\$ 34.7	\$ 39.9	\$ 32.6	(13.0) %	6.3 %
Service charges	16.9	19.9	17.7	(15.4)	(4.6)
Card and merchant	15.8	14.5	12.0	8.6	31.1
Brokerage	9.1	9.7	8.0	(6.1)	13.8
Trust	9.1	9.0	7.9	1.1	15.5
Mortgage banking	5.4	4.7	8.0	13.9	(32.1)
MSR/MSR market adjustment	(2.8)	4.3	2.6	NM	NM
BOLI	5.4	3.5	3.1	53.7	75.5
Securities (losses) gains, net	(0.6)	(0.1)	(0.4)	NM	57.4
Other	21.9	19.0	12.3	15.6	78.2
Total	\$ 114.9	\$ 124.5	\$ 103.9	(7.7) %	10.6 %

% of Total Revenue 24.2% 25.9% 27.7%

4Q22 Noninterest Revenue Composition



HIGHLIGHTS

- Noninterest revenue was \$114.9 million for the fourth quarter of 2022, compared with \$103.9 million for the fourth quarter of 2021 and \$124.5 million for the third quarter of 2022. The linked quarter decline was driven primarily by insurance seasonality, a decline in analysis charges as a result of ECR increase, and a negative mortgage servicing rights market value adjustment.
- Insurance commission revenue totaled \$34.7 million for the fourth quarter of 2022, compared with \$32.6 million for the fourth quarter of 2021 and \$39.9 million for the third quarter of 2022, due to policy renewal seasonal slowdown in insurance commission revenue in the fourth quarter.
- Total assets under management were \$19.1 billion as of December 31, 2022, down from \$19.9 billion as of September 30, 2022 reflecting market volatility partially offset by organic growth.

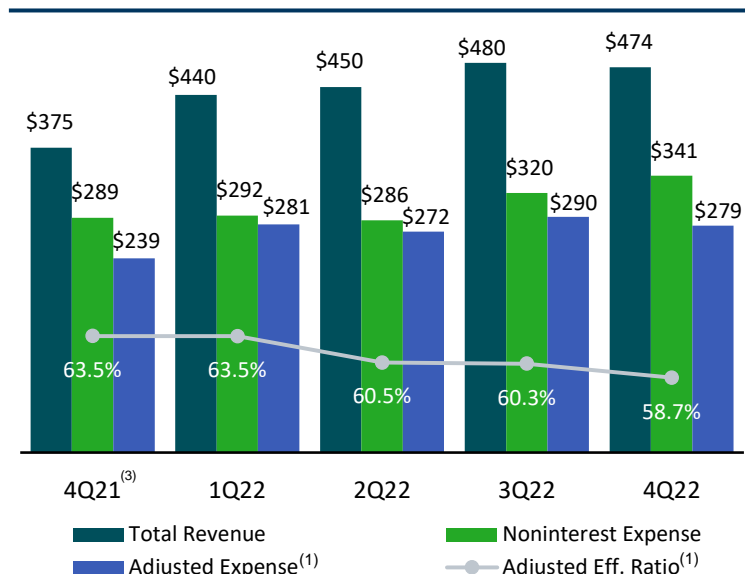
⁽¹⁾ 4Q21 financial results prior to 10/29/21 reflect Legacy BancorpSouth on a standalone basis. As a result, 4Q21 financial results are not directly comparable to other periods.

Noninterest Expense

\$ in millions, unless otherwise indicated

	Three Months Ended			% Change	
	12/31/22	9/30/22	12/31/21 ⁽³⁾	QoQ	YoY ⁽³⁾
Salaries and employee benefits	\$ 183.9	\$ 191.2	\$ 149.6	(3.8) %	27.8 %
Occupancy and equipment	30.5	30.6	26.9	(0.2)	13.9
Data processing and software	29.3	28.1	24.8	4.3	13.0
Advertising and public relations	28.7	4.1	5.1	NM	(19.7)
Merger expense	20.3	19.7	44.8	3.0	(56.1)
Pension settlement expense	6.1	2.9	0.7	111.6	NM
Deposit insurance assessments	5.9	4.5	3.3	31.8	37.2
Travel and entertainment	5.3	4.1	2.8	28.0	47.9
Amortization of intangibles	5.3	5.4	5.5	(3.1)	(1.0)
Other	25.4	29.1	25.7	(12.9)	13.1
Total	\$ 340.7	\$ 319.7	\$ 289.2	6.5 %	10.6 %
Merger expense ⁽²⁾	20.3	19.7	44.8	3.0	(56.1)
Incremental merger related expense ⁽²⁾	32.7	6.9	5	NM	49.2
Branch closing expense	2.3	0.0	-	NM	NM
Pension settlement expense	6.1	2.9	1	111.6	NM
Total adjusted expense	\$ 279.3	\$ 290.2	\$ 239.1	(3.8) %	21.4 %

Operating Leverage



HIGHLIGHTS

- Noninterest expense for the fourth quarter of 2022 was \$340.7 million compared with \$319.7 million for the third quarter of 2022 due to elevated merger and incremental merger expenses⁽²⁾ of \$53.0 million in 4Q22, largely representing system and technology conversion expenses, franchise-wide rebranding and other employee retention and compensation expenses.
- The fourth quarter of 2022 included a charge of \$6.1 million to reflect the settlement accounting impact of elevated lump sum retirement pension payouts during the quarter and \$2.3 million of branch closing expense.
- Adjusted noninterest expense⁽¹⁾ for 4Q22 was \$279.3 million, compared with \$239.1 million in 4Q21 and \$290.2 million for 3Q22. See slide 10 for a detailed comparison of Adjusted noninterest expense.⁽¹⁾

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

⁽²⁾ Merger expenses are costs to complete the merger with no future benefit. Incremental merger related expenses to complete the merger are expected to provide a future benefit.

⁽³⁾ 4Q21 financial results prior to 10/29/21 reflect Legacy BancorpSouth on a standalone basis. As a result, 4Q21 financial results are not directly comparable to other periods.

Adjusted Noninterest Expense

\$ in millions, unless otherwise indicated

	Fourth Quarter 2022			Third Quarter 2022			4Q22 vs. 3Q22	
	NIE	Adj.	Adj. NIE ⁽¹⁾	NIE	Adj.	Adj. NIE ⁽¹⁾	NIE	Adj. NIE ⁽¹⁾
Noninterest Expense (NIE):								
Salaries and employee benefits	\$ 183.9	\$ (9.4)	\$ 174.5	\$ 191.2	\$ (5.7)	\$ 185.5	\$ (7.3)	\$ (11.0)
Occupancy and equipment	30.5	(0.0)	30.5	30.6	(0.3)	30.3	(0.1)	0.2
Data processing and software	29.3	(0.6)	28.7	28.1	(0.5)	27.5	1.2	1.2
Advertising and public relations	28.7	(21.4)	7.3	4.1	(0.3)	3.8	24.6	3.5
Merger expense	20.3	(20.3)	-	19.7	(19.7)	-	0.6	-
Pension settlement expense	6.1	(6.1)	-	2.9	(2.9)	-	3.2	-
Deposit insurance assessments	5.9	-	5.9	4.5	-	4.5	1.4	1.4
Travel and entertainment	5.3	-	5.3	4.1	-	4.1	1.2	1.1
Amortization of intangibles	5.3	-	5.3	5.4	-	5.4	(0.2)	(0.2)
Other miscellaneous expense	25.4	(3.6)	21.8	29.1	(0.1)	29.0	(3.7)	(7.2)
TOTAL	\$ 340.7	\$ (61.4)	\$ 279.3	\$ 319.7	\$ (29.5)	\$ 290.2	\$ 20.9	\$ (10.9)

HIGHLIGHTS

- On an adjusted basis, salaries and benefits expense declined \$11.0 million versus the prior quarter due primarily to revised estimates of various insurance accruals and employee benefit obligations impacted by higher discount rates given the increase in interest rates.
- Advertising and public relations expense, excluding adjustments, increased \$3.5 million related to increased activity post rebranding.
- Other miscellaneous expense, excluding adjustments, declined \$7.2 million with approximately half of the decline representing lower franchise tax, legal and other accruals, with the remaining reflective of various lower expenses in 4Q22.

⁽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.

Diversified Loan Portfolio

\$ in millions, unless otherwise indicated

HIGHLIGHTS

- Loans and leases, net of unearned income, reflect healthy growth and steady pipelines, increasing \$1.1 billion during the fourth quarter, or 14.3% annualized. Loan growth for the quarter was spread across the Corporate, Community and Mortgage teams, as well as across our footprint. Our bankers have continued to produce meaningful business generation and are excited to continue helping our customers prosper in 2023.
- Total loans and leases finished at \$30.3 billion, up \$3.5 billion for the year. The portfolio mix remains well-balanced with commercial and industrial the largest segment at 43.0% of total loans, commercial real estate at 28.7% and consumer at 28.3% as of December 31, 2022.

Period Ending Loans

	As of 12/31/22		As of 9/30/22		As of 12/31/21	
	Balance	% of Total	Balance	% of Total	Balance	% of Total
Commercial and Industrial ("C&I")						
Non Real Estate	\$8,986	29.6%	\$8,803	30.0%	\$7,847	29.2%
Owner Occupied	4,069	13.4%	3,943	13.5%	3,568	13.3%
Total C&I	13,054	43.0%	12,747	43.5%	11,415	42.5%
Commercial Real Estate ("CRE")						
Construction, Acquisition and Development	3,548	11.7%	3,244	11.1%	2,924	10.9%
Income Producing	5,151	17.0%	5,098	17.4%	4,924	18.3%
Total CRE	8,699	28.7%	8,343	28.5%	7,849	29.2%
Consumer						
Residential Mortgages	8,319	27.4%	7,924	27.0%	7,311	27.2%
Other consumer	277	0.9%	282	1.0%	308	1.1%
Total Consumer	8,596	28.3%	8,207	28.0%	7,619	28.3%
Total Loans and Leases	\$30,349	100.0%	\$29,296	100.0%	\$26,883	100.0%

Strong Deposit Base

\$ in millions, unless otherwise indicated

HIGHLIGHTS

- Total deposits were flat for the fourth quarter at \$39.0 billion, while full year total deposits declined \$861.1 million, reflecting the impact of inflation on our consumer accounts and the decline of industry-wide deposits.
- Loan to deposits ratio of 77.9% at December 31, 2022, and securities to total assets of 24.5%, reflecting continued improvement in earning asset mix while maintaining strong balance sheet liquidity.
- Noninterest bearing deposits represented 32.7% of total deposits at the end of the fourth quarter of 2022, declining from 35.5% at September 30, 2022 as approximately \$1.1 billion in non-interest bearing balances shifted into interest bearing deposits.
- 75.7% of total deposits are housed in Community Banking throughout our nine-state footprint.

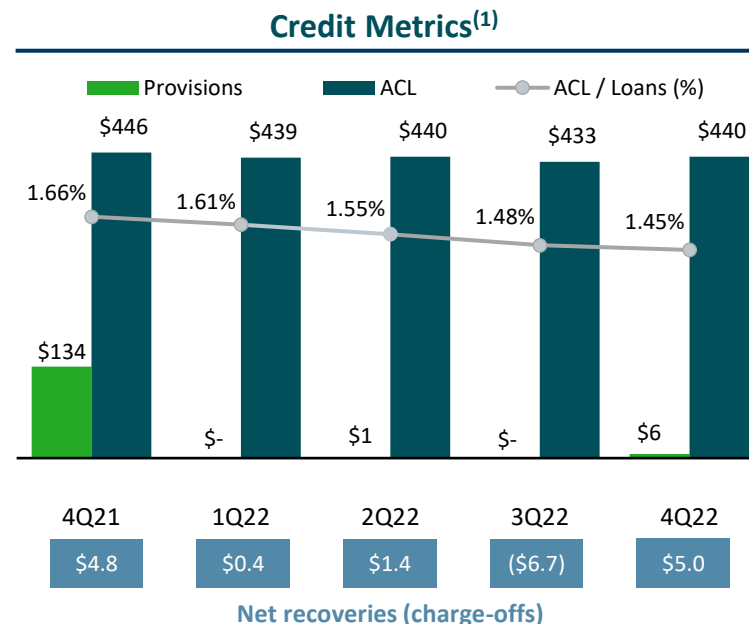
Period Ending Deposits

	As of 12/31/22		As of 9/30/22		As of 12/31/21	
	Balance	% of Total	Balance	% of Total	Balance	% of Total
Noninterest Bearing Demand	\$12,731	32.7%	\$13,840	35.5%	\$13,635	34.2%
Interest Bearing Demand	19,040	48.9%	18,034	46.2%	18,728	47.0%
Savings	3,474	8.9%	3,676	9.4%	3,556	8.9%
Other Time	3,712	9.5%	3,454	8.9%	3,900	9.8%
Total Deposits	\$38,957	100.0%	\$39,004	100.0%	\$39,818	100.0%
<i>Total Cost of Deposits</i>		0.76%		0.35%		0.17%

Credit Quality

\$ in millions, unless otherwise indicated

	Quarter Ending				
	12/31/21	3/31/22	6/30/22	9/30/22	12/31/22
Non-accrual	\$122	\$91	\$89	\$90	\$99
90+ days Past Due (Accruing)	\$25	\$21	\$20	\$12	\$2
Restructured (Accruing)	\$7	\$7	\$7	\$16	\$9
Non-performing Loans (NPLs)	\$154	\$119	\$116	\$118	\$109
Non-performing Assets (NPAs)	\$187	\$148	\$131	\$126	\$116
NPLs / Net Loans and Leases	0.57%	0.44%	0.41%	0.40%	0.36%
NPAs / Total Assets	0.39%	0.31%	0.27%	0.27%	0.24%
Classified Assets	\$632	\$504	\$442	\$488	\$540



HIGHLIGHTS

- Credit quality metrics for the fourth quarter of 2022 reflect stability in overall credit quality, highlighted by net recoveries for the quarter (sixth quarter of net recoveries in the prior seven quarters), a decline in total non-performing assets, and a modest provision for credit losses necessary to support continued growth in loans and unfunded commitments.
- Net recoveries for the fourth quarter of 2022 were \$5.0 million, or 0.07% of net loans and leases on an annualized basis, compared with net charge-offs of \$6.7 million for the third quarter of 2022.
- The provision for credit losses for the fourth quarter of 2022 was \$6.0 million, which included a \$4 million reserve for unfunded commitments for the quarter. The allowance for credit losses was \$440.3 million, or 1.45% of net loans and leases at December 31, 2022, compared with \$433.4 million, or 1.48% of net loans and leases at September 30, 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). The reserve for unfunded commitments balance as of December 31, 2022 was \$28.6 million.

Capital Strength

Cadence Bank

	12/31/22	9/30/22	6/30/22	3/31/22	12/31/21
Total Regulatory Capital (\$ million) ⁽¹⁾	4,862	4,786	4,684	4,596	4,683
Total Risk-Weighted Assets (\$ million) ⁽¹⁾	37,963	37,271	36,062	34,624	33,786
Leverage Ratio (%) ⁽¹⁾	8.4	8.4	8.4	8.2	9.9
Common Equity Tier 1 Capital Ratio (%) ⁽¹⁾	10.2	10.3	10.3	10.6	11.1
Tier 1 Ratio (%) ⁽¹⁾	10.7	10.7	10.8	11.1	11.6
Total Capital Ratio (%) ⁽¹⁾	12.8	12.8	13.0	13.3	13.9
Total Shareholders' Equity (\$B)	4.3	4.2	4.4	4.6	5.2
Tangible Common Shareholders' Equity (\$B) ⁽²⁾	2.6	2.4	2.7	2.9	3.5
Total shareholders' equity, ex. AOCI ⁽²⁾	5.5	5.5	5.4	5.3	5.4
Common shareholders' equity, ex. AOCI ⁽²⁾	5.4	5.3	5.2	5.1	5.2
Total Shares Outstanding (millions)	182.4	182.4	182.5	183.5	188.3
Book Value Per Share	\$22.72	\$21.92	\$23.41	\$24.40	\$26.98
Tangible Book Value Per Share ⁽²⁾	\$13.99	\$13.25	\$14.73	\$15.67	\$18.45
Tangible Book Value Per Share, ex. AOCI ⁽²⁾	\$20.69	\$20.36	\$19.87	\$19.29	\$19.19
Cash Dividends Per Share	\$0.22	\$0.22	\$0.22	\$0.22	\$0.20

HIGHLIGHTS

- Regulatory capital ratios remain solid including a Total Capital Ratio of 12.8% and Tier 1 Ratio of 10.7% as of 12/31/22.
- Quarterly cash dividend of \$0.22 per common share, up \$0.02, or 10% per share compared to 4Q21.
- Tangible book value per share increased 5.6% during the quarter. The impact of unrealized mark-to-market changes in the available-for-sale securities portfolio declined in 4Q22.
- No shares were repurchased in 4Q22. In 2022, the company repurchased 6.1 million shares of common stock. The 2023 share repurchase authorization is 10 million shares of common stock.

⁽¹⁾ Preliminary estimates for 12/31/22.

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



Appendix

Net Interest Income Dynamics

\$ in millions, unless otherwise indicated

	Fourth Quarter 2022				Third 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)	\$ 29,813	5.40%	\$ 405.8	3.75%	\$ 28,872	4.69%	\$ 341.3	3.14%	0.71%	0.60%
Accretion Income on Acquired Loans		0.12%	9.2	0.08%		0.11%	8.1	0.07%	0.01%	0.01%
Loans Held For Sale	63	11.35%	1.8	0.02%	103	8.61%	2.2	0.02%	2.74%	0.00%
Total Loans	\$ 29,875	5.54%	\$ 416.8	3.85%	\$ 28,975	4.82%	\$ 351.7	3.24%	0.72%	0.61%
<i>Total Loans, ex. accretion</i>	<i>\$ 29,875</i>	<i>5.41%</i>	<i>\$ 407.6</i>	<i>3.76%</i>	<i>\$ 28,975</i>	<i>4.70%</i>	<i>\$ 343.6</i>	<i>3.16%</i>	<i>0.71%</i>	<i>0.60%</i>
Total Investment Securities (TE)	12,157	1.60%	49.0	0.45%	13,253	1.49%	49.9	0.46%	0.11%	-0.01%
Other Investments	944	3.69%	8.8	0.08%	851	2.32%	5.0	0.05%	1.37%	0.04%
Total Interest-Earning Assets (TE)	\$ 42,976	4.38%	\$ 474.6	4.38%	\$ 43,079	3.74%	\$ 406.6	3.74%	0.64%	0.64%
Demand Deposits	\$ 17,866	1.34%	\$ 60.2	0.56%	\$ 18,675	0.60%	\$ 28.2	0.26%	-0.74%	-0.30%
Savings Deposits	3,556	0.31%	2.8	0.03%	3,720	0.17%	1.6	0.01%	-0.14%	-0.01%
Time Deposits	3,606	1.25%	11.4	0.11%	3,389	0.65%	5.5	0.05%	-0.61%	-0.05%
CD Mark Accretion		-0.08%	(0.7)	-0.01%		-0.09%	(0.7)	-0.01%	-0.01%	0.00%
Total Time Deposits	3,606	1.17%	10.7	0.10%	3,389	0.56%	4.8	0.04%	-0.61%	-0.05%
Total Interest-Bearing Deposits	25,028	1.17%	73.7	0.68%	25,784	0.53%	34.6	0.32%	-0.64%	-0.36%
Non Interest Demand Deposits	13,344				13,817					
Total Deposits	\$ 38,372	0.76%	\$ 73.7	0.68%	\$ 39,601	0.35%	\$ 34.6	0.32%	-0.42%	-0.36%
<i>Total Deposits, ex. accretion</i>	<i>\$ 38,372</i>	<i>0.77%</i>	<i>\$ 74.4</i>	<i>0.69%</i>	<i>\$ 39,601</i>	<i>0.35%</i>	<i>\$ 35.3</i>	<i>0.33%</i>	<i>-0.42%</i>	<i>-0.36%</i>
Short-Term Borrowings	3,913	3.62%	35.7	0.33%	2,264	1.89%	10.8	0.10%	-1.73%	-0.23%
Long-Term Borrowings	464	4.15%	4.8	0.04%	466	4.15%	4.9	0.04%	0.00%	0.00%
Total Interest-Bearing Liabilities	\$ 29,405	1.54%	\$ 114.2	1.05%	\$ 28,514	0.70%	\$ 50.2	0.46%	-0.84%	-0.59%
Non Interest Demand Deposits	13,344				13,817					
Total Cost of Funds	42,749	1.06%	114.2	1.05%	42,331	0.47%	50.2	0.46%	-0.59%	-0.59%
Net Interest Margin (TE)			\$ 360.4	3.33%			\$ 356.4	3.28%		0.05%

Note: Figures may not total due to rounding.

Mortgage and Insurance Revenue

\$ in millions, unless otherwise indicated

Mortgage Lending Revenue

	Quarter Ended				
	12/31/22	9/30/22	6/30/22	3/31/22	12/31/21
Origination Revenue	\$ 1.8	\$ 1.9	\$ 4.0	\$ 5.1	\$ 6.0
Servicing Revenue	5.9	5.9	6.0	5.8	5.8
MSR Payoffs/Paydowns	(2.3)	(3.1)	(3.3)	(3.1)	(3.8)
Mortgage Production and Servicing Revenue	5.4	4.7	6.8	7.8	8.0
Mortgage Servicing Rights Valuation Adjustment	(2.8)	4.3	4.7	14.0	2.6
Total Mortgage Banking Revenue	\$ 2.6	\$ 9.1	\$ 11.4	\$ 21.8	\$ 10.6
Production Volume	\$ 554.5	\$ 769.9	\$ 913.0	\$ 803.9	\$ 817.7
Purchase Money Production	475.0	661.0	776.0	574.8	548.0
Mortgage Loans Sold	163.9	285.6	361.1	413.0	533.7
Margin on Loans Sold	1.09%	0.67%	1.12%	1.24%	1.12%
Current Pipeline	\$ 85.4	\$ 166.0	\$ 253.0	\$ 332.7	\$ 322.6
Mortgage Originators	207.0	210.0	206.0	202.0	202.5
Insurance Commission Revenue					
Property and Casualty Commissions	\$ 24.7	\$ 30.0	\$ 29.2	\$ 25.9	\$ 23.6
Life and Health Commissions	7.2	7.3	7.9	7.1	6.5
Risk Management Income	0.9	0.7	0.7	0.8	0.7
Other	2.0	1.9	2.2	2.0	1.8
Total Insurance Commissions	\$ 34.7	\$ 39.9	\$ 40.0	\$ 35.7	\$ 32.6

Summary Balance Sheet – Period End

\$ in millions, unless otherwise indicated

	12/31/22	9/30/22	6/30/22	3/31/22	12/31/21
Assets					
Cash and Due from Banks	\$756.9	\$694.0	\$770.3	\$781.3	\$656.1
Deposits with Other Banks & Fed Funds	1,241.2	895.6	1,069.4	880.7	638.5
Available-for-sale securities, at fair value	11,944.1	12,441.9	13,450.6	14,371.6	15,606.5
Loans	30,349.3	29,296.5	28,360.5	27,189.7	26,883.0
Loans Held for Sale	187.9	198.4	213.5	302.2	340.2
Allowance for Credit Losses	(440.3)	(433.4)	(440.1)	(438.7)	(446.4)
Goodwill & Other Intangibles	1,591.6	1,582.5	1,582.6	1,600.7	1,606.2
Other Assets	3,022.8	3,024.2	2,741.0	2,516.6	2,385.6
Total Assets	\$48,653.4	\$47,699.7	\$47,747.7	\$47,204.1	\$47,669.8
Liabilities					
Total Deposits	\$38,956.6	\$39,003.9	\$40,189.1	\$40,568.1	\$39,817.7
Fed Funds and short-term borrowings	3,300.2	2,495.0	1,200.0	-	595.0
Subordinated & Long-term debt	462.6	463.3	465.1	465.7	482.4
Other Liabilities	1,622.6	1,570.5	1,455.6	1,526.6	1,526.7
Total Liabilities	\$44,342.0	\$43,532.7	\$43,309.8	\$42,560.3	\$42,421.8
Total Shareholders' Equity	\$4,311.4	\$4,166.9	\$4,437.9	\$4,643.8	\$5,248.0
Liabilities and Shareholders' Equity	\$48,653.4	\$47,699.7	\$47,747.7	\$47,204.1	\$47,669.8

Note: Figures may not total due to rounding.

Summary Income Statement

\$ in millions, unless otherwise indicated

	Quarter Ended					Year Ended	
	12/31/22	9/30/22	6/30/22	3/31/22	12/31/21	12/31/22	12/31/21
Interest Revenue	\$473.5	\$405.6	\$349.6	\$331.9	\$290.6	\$1,560.6	\$882.0
Interest Expense	114.2	50.2	24.8	20.1	19.4	209.3	76.3
Net Interest Revenue	359.4	355.4	324.8	311.8	271.2	1,351.3	805.7
Noninterest Income	114.9	124.5	125.2	128.4	103.9	493.0	378.2
Total Revenue	\$474.2	\$479.8	\$450.0	\$440.3	\$375.1	\$1,844.3	\$1,183.9
Noninterest Expense	340.7	319.7	285.9	291.7	289.2	1238.0	798.9
Provision (release) for Credit Losses	6.0	-	1.0	-	133.6	7.0	138.1
Pre-Tax Income (Loss)	\$127.6	\$160.1	\$163.1	\$148.6	(\$47.7)	\$599.4	\$246.9
Income Tax Expense (benefit)	29.6	36.7	36.2	33.6	(13.0)	136.1	51.8
Net Income (Loss)	\$97.9	\$123.4	\$127.0	\$114.9	(\$34.7)	\$463.2	\$195.2
Less: Preferred dividends	2.4	2.4	2.4	2.4	2.4	9.5	9.5
Net Income (Loss) Available to Common	\$95.6	\$121.0	\$124.6	\$112.6	(\$37.0)	\$453.7	\$185.7
Pre-Tax Pre-Provision Net Revenue ⁽¹⁾	\$133.6	\$160.1	\$164.1	\$148.6	\$85.9	\$606.4	\$385.0
Adjusted Pre-Tax Pre-Provision Net Revenue ⁽¹⁾	\$195.5	\$189.8	\$176.7	\$160.4	\$136.4	\$722.3	\$453.0

⁽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.

Non-GAAP Reconciliation

\$ in millions, unless otherwise indicated

	Quarter Ended					Year Ended	
	12/31/22	9/30/22	6/30/22	3/31/22	12/31/21	12/31/22	12/31/21
Net Income (Loss)	\$ 98	\$ 123	\$ 127	\$ 115	\$ (35)	\$ 463	\$ 195
Plus: Merger Expense ⁽¹⁾	20	20	7	4	45	51	60
Incremental Merger Related Expense ⁽¹⁾	33	7	6	7	5	52	5
Initial Provision for Acquired Loans	-	-	-	-	132	-	144
Branch Closing Expense	2	0	1	0	-	3	-
Pension Settlement Expense	6	3	-	-	1	9	3
Less: Security Gains (Losses)	(1)	(0)	1	(1)	(0)	(0)	(0)
Tax Adjustment	15	7	3	3	41	27	49
Adjusted Net Income	\$ 145	\$ 146	\$ 137	\$ 124	\$ 106	\$ 552	\$ 358
Less: Preferred Dividends	2	2	2	2	2	9	9
Adjusted net income avail. to common shareholders	\$ 143	\$ 144	\$ 134	\$ 122	\$ 104	\$ 542	\$ 349
Net Income (Loss)	\$ 98	\$ 123	\$ 127	\$ 115	\$ (35)	\$ 463	\$ 195
Plus: Provision (Release) for Credit Losses	6	-	1	-	134	7	138
Income Tax Expense (Benefit)	30	37	36	34	(13)	136	52
Pre-tax Pre-provision Net Revenue	\$ 134	\$ 160	\$ 164	\$ 149	\$ 86	\$ 606	\$ 385
Net (Loss) Income	98	\$ 123	\$ 127	\$ 115	\$ (35)	463	\$ 195
Plus: Provision (Release) for Credit Losses	6	-	1	-	134	7	138
Merger Expense ⁽¹⁾	20	20	7	4	45	51	60
Incremental Merger Related Expense ⁽¹⁾	33	7	6	7	5	52	5
Branch Closing Expense	2	0	1	0	-	3	-
Pension Settlement Expense	6	3	-	-	1	9	3
Income Tax Expense (Benefit)	30	37	36	34	(13)	136	52
Less: Security Gains (Losses)	(1)	(0)	1	(1)	(0)	(0)	(0)
Adjusted Pre-tax Pre-provision Net Revenue	\$ 196	\$ 190	\$ 177	\$ 160	\$ 136	\$ 722	\$ 453
Total Noninterest Expense	\$ 341	\$ 320	\$ 286	\$ 292	\$ 289	\$ 1,238	\$ 799
Less: Merger Expense ⁽¹⁾	20	20	7	4	45	51	60
Incremental Merger Related Expense ⁽¹⁾	33	7	6	7	5	52	5
Branch Closing Expense	2	0	1	0	-	3	-
Pension Settlement Expense	6	3	-	-	1	9	3
Total Adjusted Expense	\$ 279	\$ 290	\$ 272	\$ 281	\$ 239	\$ 1,122	\$ 731

⁽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.

Non-GAAP Reconciliation, continued

\$ in millions, unless otherwise indicated

	Quarter Ended					Year Ended	
	12/31/22	9/30/22	6/30/22	3/31/22	12/31/21	12/31/22	12/31/21
Total Assets	\$ 48,653	\$ 47,700	\$ 47,748	\$ 47,204	\$ 47,670	\$ 48,653	\$ 47,670
Less: Goodwill	1,459	1,450	1,444	1,409	1,408	1,459	1,408
Other Identifiable Intangible Assets	133	133	138	192	198	133	198
Total tangible assets	\$ 47,062	\$ 46,117	\$ 46,165	\$ 45,603	\$ 46,064	\$ 47,062	\$ 46,064
Less: Accumulated other comprehensive loss	(1,223)	(1,298)	(936)	(664)	(139)	(1,223)	(139)
Total tangible assets, excluding AOCI	\$ 48,284	\$ 47,415	\$ 47,101	\$ 46,267	\$ 46,203	\$ 48,284	\$ 46,203
Total Shareholders' Equity	\$ 4,311	\$ 4,167	\$ 4,438	\$ 4,644	\$ 5,248	\$ 4,311	\$ 5,248
Less: Accumulated other comprehensive loss	1,223	(1,298)	(936)	(664)	(139)	1,223	(139)
Total shareholders' equity, ex. AOCI	\$ 5,534	\$ 5,465	\$ 5,374	\$ 5,308	\$ 5,387	\$ 5,534	\$ 5,387
Total Shareholders' Equity	\$ 4,311	\$ 4,167	\$ 4,438	\$ 4,644	\$ 5,248	\$ 4,311	\$ 5,248
Less: Preferred Stock	167	167	167	167	167	167	167
Less: Accumulated other comprehensive loss	(1,223)	(1,298)	(936)	(664)	(139)	(1,223)	(139)
Total common shareholders' equity, ex. AOCI	\$ 5,367	\$ 5,298	\$ 5,207	\$ 5,141	\$ 5,220	\$ 5,367	\$ 5,220
Total Shareholders' Equity ⁽¹⁾	\$ 4,216	\$ 4,507	\$ 4,523	\$ 5,062	\$ 4,509	\$ 4,574	\$ 3,338
Less: Goodwill ⁽¹⁾	1,457	1,444	1,407	1,408	1,116	1,429	960
Other Identifiable Intangible Assets ⁽¹⁾	132	136	189	196	107	163	67
Preferred Stock ⁽¹⁾	167	167	167	167	167	167	167
Total Tangible Common Shareholders' Equity⁽¹⁾	\$ 2,459	\$ 2,759	\$ 2,760	\$ 3,292	\$ 3,120	\$ 2,815	\$ 2,144
Total Shareholders' Equity	\$ 4,311	\$ 4,167	\$ 4,438	\$ 4,644	\$ 5,248	\$ 4,311	\$ 5,248
Less: Goodwill	1,459	1,450	1,444	1,409	1,408	1,459	1,408
Other identifiable Intangible Assets	133	133	138	192	198	133	198
Preferred Stock	167	167	167	167	167	167	167
Total Tangible Common Shareholders' Equity	\$ 2,553	\$ 2,417	\$ 2,688	\$ 2,876	\$ 3,475	\$ 2,553	\$ 3,475
Less: Accumulated other comprehensive loss	(1,223)	(1,298)	(936)	(664)	(139)	(1,223)	(139)
Total tangible common shareholders' equity, ex. AOCI	\$ 3,775	\$ 3,715	\$ 3,625	\$ 3,540	\$ 3,614	\$ 3,775	\$ 3,614
Total Average Assets	\$ 47,790	\$ 47,596	\$ 47,065	\$ 47,680	\$ 40,990	\$ 47,533	\$ 29,995
Total Shares of Common Stock Outstanding (millions)	182.4	182.4	182.5	183.5	188.3	182.4	188.3
Average Diluted Shares Outstanding (millions)	183.7	183.3	183.7	187.3	164.7	184.5	120.7

⁽¹⁾ Average balances.

Non-GAAP Reconciliation, continued

	Quarter Ended					Year Ended	
	12/31/22	9/30/22	6/30/22	3/31/22	12/31/21	12/31/22	12/31/21
Tangible Common Shareholders' Equity to Tangible Assets ⁽¹⁾	5.42%	5.24%	5.82%	6.31%	7.54%	5.42%	7.54%
Tangible Common Shareholders' Equity to Tangible Assets, excluding AOCI ⁽²⁾	7.82%	7.84%	7.70%	7.65%	7.82%	7.82%	7.82%
Return on Average Tangible Common Equity ⁽³⁾	15.42%	17.40%	18.11%	13.87%	-4.71%	16.12%	8.66%
Adjusted Return on Average Tangible Common Equity ⁽⁴⁾	23.04%	20.66%	19.50%	14.98%	13.24%	19.26%	16.26%
Adjusted Return on Average Assets ⁽⁵⁾	1.21%	1.22%	1.16%	1.05%	1.01%	1.16%	1.19%
Adjusted Return on Average Common Shareholders' Equity ⁽⁶⁾	14.00%	13.13%	12.36%	10.07%	9.51%	12.30%	10.99%
Pre-tax Pre-provision Net Revenue to Total Average Assets ⁽⁷⁾	1.11%	1.33%	1.40%	1.26%	0.83%	1.28%	1.28%
Adjusted Pre-tax Pre-provision Net Revenue to Total Average Assets ⁽⁸⁾	1.62%	1.58%	1.51%	1.36%	1.32%	1.52%	1.51%
Tangible Book Value per Common Share ⁽⁹⁾	\$ 13.99	\$ 13.25	\$ 14.73	\$ 15.67	\$ 18.45	\$ 13.99	\$ 18.45
Tangible Book Value per Common Share, excluding AOCI ⁽¹⁰⁾	\$ 20.69	\$ 20.36	\$ 19.87	\$ 19.29	\$ 19.19	\$ 20.69	\$ 19.19
Adjusted Earnings per Common Share ⁽¹¹⁾	\$ 0.78	\$ 0.78	\$ 0.73	\$ 0.65	\$ 0.63	\$ 2.94	\$ 2.89
Adjusted Dividend Payout Ratio ⁽¹²⁾	28.21%	28.21%	30.14%	33.85%	31.75%	22.45%	20.07%

* See slide 23 for a more detailed explanation of these calculations.

Non-GAAP Reconciliation, continued

Definitions of Non-GAAP Measures:

- (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 income and expense items otherwise disclosed as non-routine 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:

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Investor Relations

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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.

