

**TRUIST**



**Net Stable Funding Ratio Disclosure**

Truist Financial Corporation

June 30, 2024

(Includes Q1 and Q2 results)

## Table of Contents

	<b>Page No.</b>
I. Introduction	<a href="#">1</a>
II. Net stable funding ratio	<a href="#">1</a>
III. US NSFR Quantitative Disclosure	<a href="#">2</a>
IV. Concentrations of funding sources and changes in funding structure	<a href="#">5</a>

## Net Stable Funding Ratio

Truist Financial Corporation

June 30, 2024

---

### I. Introduction

Truist Financial Corporation (Truist or Company) is a financial holding company (FHC) and conducts its business operations through its bank subsidiary, Truist Bank, and other non-bank subsidiaries. Truist is a purpose-driven financial services company committed to inspiring and building better lives and communities. As a leading U.S. commercial bank, Truist has leading market share in many of the high-growth markets across the country. Truist offers a wide range of products and services through our wholesale and consumer businesses, including consumer and small business banking, commercial banking, corporate and investment banking, wealth management, payments, and specialized lending businesses. Headquartered in Charlotte, North Carolina, Truist is a top-10 commercial bank.

Truist Bank is a state non-member bank and is supervised by the Federal Deposit Insurance Corporation (FDIC) and North Carolina Office of the Commissioner of Banks, while Truist Financial Corporation is supervised by the Federal Reserve Board (FRB). Truist's non-bank subsidiaries are regulated and supervised by various other regulatory bodies, including the Securities and Exchange Commission and the Financial Industry Regulatory Authority.

In October 2019, the federal banking agencies adopted final rules for Applicability Thresholds for Regulatory Capital and Liquidity Requirements (Tailoring Rule). Under the Tailoring Rule, Truist is a Category III U.S. banking organization with assets between \$250 billion and \$700 billion, and less than \$75 billion in certain other risk-related exposures. As a Category III institution, Truist and Truist Bank are subject to a Reduced daily Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR).

### II. Net Stable Funding Ratio (NSFR)

The U.S. Net Stable Funding Ratio: Liquidity Risk Measurement Standards and Disclosure Requirements (the "NSFR rule") implements a stable funding requirement, known as the net stable funding ratio (NSFR), for certain large banking organizations. The NSFR is a quantitative metric that measures the stability of Truist's funding profile and requires that Truist and Truist Bank maintain minimum amounts of stable liabilities and regulatory capital to support its assets, commitments, and derivative exposures over a one-year time horizon.

The NSFR is expressed as the ratio of available stable funding (ASF) relative to projected minimum funding needs or required stable funding (RSF). Covered companies are required to maintain a minimum NSFR of 1.0, summarized as follows:

$$\frac{\text{Total Available Stable Funding (ASF)}}{\text{Total Required Stable Funding (RSF)}} \geq 100\%$$

The NSFR rule considers the differing risk characteristics of a covered company's various assets, liabilities, and certain off-balance sheet commitments and applies different weightings (ASF and RSF factors) to reflect these risk characteristics. ASF and RSF factors are used to determine the numerator and denominator of the NSFR and reflect, respectively, the stability of funding, and the need for assets and commitments to be supported by such funding.

The NSFR serves as a complement to the Liquidity Coverage Ratio (LCR), which promotes shorter-term resilience that requires sufficient liquidity to withstand a 30 calendar-day period of significant stress. Please see Truist's Liquidity Coverage Ratio (LCR) Disclosures found on its website at <https://ir.truist.com/other-filings>.

Truist prepares its NSFR disclosure based on its consolidated balance sheet. The NSFR Rules for consolidation require Truist to exclude from consolidated ASF any ASF held at the subsidiary level that exceeds the subsidiary's RSF. The rules allow Truist to include any such excess ASF to the degree that the subsidiary can transfer assets to Truist Financial Corporation, considering statutory, regulatory, contractual, or supervisory restrictions. When determining Truist Bank's excess ASF amount under NSFR Rules of consolidation, Truist excludes amounts resulting from transactions between Truist and Truist Bank that are netted under GAAP when preparing the consolidated balance sheet. This results in the exclusion of Truist Bank capital from the calculation of

## Net Stable Funding Ratio

Truist Financial Corporation

June 30, 2024

excess ASF when calculating Truist's consolidated NSFR. As such the Total ASF does not equal the sum of its quantitative disclosure components (see section III).

The following table summarizes Truist's average NSFR for the three months ended March 31, 2024 and three months ended June 30, 2024, respectively.

Three months ended March 31, 2024 (dollars in millions)		Average weighted amount <sup>(1)</sup>
<b>Truist Financial Corporation:</b>		
Total ASF <sup>(2)</sup>	\$	344,466
Total adjusted RSF		271,518
<b>NSFR</b>		<b>127 %</b>

<sup>(1)</sup> Represent the average weighted amount after applying NSFR rule prescribed ASF and RSF rates, respectively.

<sup>(2)</sup> Excludes average excess ASF at Truist Bank that cannot be transferred.

Three months ended June 30, 2024 (dollars in millions)		Average weighted amount <sup>(1)</sup>
<b>Truist Financial Corporation:</b>		
Total ASF <sup>(2)</sup>	\$	333,248
Total adjusted RSF		264,323
<b>NSFR</b>		<b>126 %</b>

<sup>(1)</sup> Represent the average weighted amount after applying NSFR rule prescribed ASF and RSF rates, respectively.

<sup>(2)</sup> Excludes average excess ASF at Truist Bank that cannot be transferred.

Truist's average NSFR is driven by the stability of funding sources coupled with the liquidity characteristics and residual maturities of assets and the contingent liquidity risk from off-balance sheet exposures. For the quarterly periods ended December 31, 2023, March 31, 2024 and June 30, 2024, Truist's average reduced NSFR was 126%, 127% and 126% respectively, and in compliance with the regulatory minimum for such entities of 100%.

Truist's NSFR for the 1st quarter of 2024 was 1% higher than the 4th quarter of 2023, driven by lower total average weighted RSF, partially offset by lower total average weighted ASF. The decreases in ASF were broad based. The decreases in RSF were primary driven by lower loans and other assets.

Truist's NSFR for the 2nd quarter of 2024 was 1% lower than the 1st quarter of 2024, attributable to lower total average weighted ASF, partially offset by lower total average weighted RSF. The decreases in ASF were primarily driven by non-transferable excess subsidiary stable funding. The decreases in RSF were broad based.

### III. U.S. NSFR Quantitative Disclosure

The following disclosures present expanded detail on Truist's average NSFR, and average unweighted and weighted amount of ASF items, and RSF items for the three months ended March 31, 2024 and three months ended June 30, 2024, respectively.

## Net Stable Funding Ratio

Truist Financial Corporation

June 30, 2024

Quarter Ended 3/31/24 (dollars in millions)		Average Unweighted Amount					Average Weighted Amount	
		Open Maturity	< 6 Months	6 months to < 1 year	≥ 1 year	Perpetual		
ASF Item								
1	<i>Capital and Securities:</i>	\$ —	\$ 4,775	\$ 3,048	\$ 30,658	\$ 63,697	\$ 95,879	
2	NSFR regulatory capital elements	—	—	—	4,582	63,697	68,280	
3	Other capital elements and securities	—	4,775	3,048	26,075	—	27,599	
4	<i>Retail Funding:</i>	\$ 218,957	\$ 38,006	\$ 733	\$ 44	\$ —	\$ 226,699	
5	Stable Deposits	137,061	17,917	—	—	—	147,229	
6	Less Stable Deposits	64,293	13,355	—	—	—	69,883	
7	Sweep deposits, brokered reciprocal deposits, and brokered deposits	17,603	6,500	733	44	—	9,470	
8	Other retail funding	—	234	—	—	—	117	
9	<i>Wholesale Funding:</i>	\$ 127,378	\$ 22,965	\$ 5,768	\$ 1,633	\$ —	\$ 76,059	
10	Operational Deposits	45,595	211	—	—	—	22,903	
11	Other wholesale funding	81,783	22,754	5,768	1,633	—	53,156	
<i>Other liabilities:</i>								
12	NSFR derivatives liability amount	3,079						
13	Total derivatives liability amount	4,129						
14	All other liabilities not included in the above categories	5,731	2,006	18	1,456	—	—	
15	<b>Total ASF<sup>(1)</sup></b>						<b>\$ 344,466</b>	
RSF Item								
16	<i>Total high-quality liquid assets (HQLA)</i>	\$ 59,527	\$ 4,280	\$ 753	\$ 81,430	\$ —	\$ 10,824	
17	Level 1 Liquid Assets	33,719	4,202	753	35,153	—	—	
18	Level 2A Liquid Assets	25,807	78	—	46,277	—	10,824	
19	Level 2B Liquid Assets	—	—	—	—	—	—	
20	<i>Zero percent RSF assets that are not level 1 liquid assets or loans to financial sector entities or their consolidated subsidiaries</i>	\$ 604	\$ 135	\$ 17	\$ 1,558	\$ —	\$ —	
21	<i>Operational deposits placed at financial sector entities or their consolidated subsidiaries</i>	\$ 1,240	\$ —	\$ —	\$ —	\$ —	\$ 620	
22	<i>Loans and Securities:</i>	\$ 8,965	\$ 29,550	\$ 25,912	\$ 253,047	\$ —	\$ 236,763	
23	Loans to financial sector entities secured by level 1 liquid assets	7	1,050	—	—	—	—	
24	Loans to financial sector entities secured by assets other than level 1 liquid assets and unsecured loans to financial sector entities	1,174	1,581	1,371	7,312	—	8,410	
25	Loans to wholesale customers or counterparties that are not financial sector entities and loans to retail customers or counterparties	7,180	25,591	24,446	183,877	—	184,431	
26	Of which: With a risk weight no greater than 20 percent under regulation Q (12 CFR part 217)	—	—	—	2,366	—	1,538	
27	Retail mortgages	—	—	—	56,404	—	38,200	
28	Of which: With a risk weight of no greater than 50 percent under regulation Q (12 CFR part 217)	—	—	—	48,716	—	31,666	
29	Securities that do not qualify as HQLA	604	1,328	95	5,455	—	5,722	
<i>Other assets:</i>								
30	Commodities	—						—
31	Assets provided as initial margin for derivative transactions and contributions to CCPs' mutualized loss sharing arrangements	764						650
32	NSFR derivatives asset amount	627						627
33	Total derivatives asset amount	3,330						—
34	RSF for potential derivatives portfolio valuation changes	4,154						208
35	All other assets not included in the above categories, including nonperforming assets	54,950	3,652	624	1,430	—	61,734	
36	<i>Undrawn commitments</i>	\$160,137						\$ 8,007
37	<b>TOTAL RSF prior to application of required stable funding adjustment percentage</b>						<b>\$ 319,433</b>	
38	<b>Required stable funding adjustment percentage</b>						<b>85 %</b>	
39	<b>Total adjusted RSF</b>						<b>\$ 271,518</b>	
40	<b>Net Stable Funding Ratio</b>						<b>127 %</b>	

(1) Totals deduct Truist Bank Excess ASF.

## Net Stable Funding Ratio

Truist Financial Corporation

June 30, 2024

Quarter ended 6/30/24 (dollars in millions)		Average Unweighted Amount					Average Weighted Amount
		Open Maturity	< 6 Months	6 months to < 1 year	≥ 1 year	Perpetual	
<b>ASF Item</b>							
1	<i>Capital and Securities:</i>	\$ —	\$ 4,144	\$ 3,387	\$ 29,398	\$ 65,966	\$ 97,057
2	NSFR regulatory capital elements	—	—	—	4,379	65,966	70,344
3	Other capital elements and securities	—	4,144	3,387	25,020	—	26,713
4	<i>Retail Funding:</i>	\$ 218,615	\$ 37,291	\$ 879	\$ 52	\$ —	\$ 226,807
5	Stable Deposits	136,749	18,726	—	—	—	147,701
6	Less Stable Deposits	63,299	13,320	—	—	—	68,957
7	Sweep deposits, brokered reciprocal deposits, and brokered deposits	18,567	5,002	879	52	—	10,027
8	Other retail funding	—	243	—	—	—	121
9	<i>Wholesale Funding:</i>	\$ 127,488	\$ 23,186	\$ 2,165	\$ 1,346	\$ —	\$ 74,660
10	Operational Deposits	43,541	207	—	—	—	21,874
11	Other wholesale funding	83,947	22,979	2,165	1,346	—	52,786
<i>Other liabilities:</i>							
12	NSFR derivatives liability amount	3,202					
13	Total derivatives liability amount	4,256					
14	All other liabilities not included in the above categories	4,183	2,411	39	2,089	—	—
15	<b>Total ASF<sup>(1)</sup></b>						<b>\$ 333,248</b>
<b>RSF Item</b>							
16	<i>Total high-quality liquid assets (HQLA)</i>	\$ 69,246	\$ 2,313	\$ 1,222	\$ 77,242	\$ —	\$ 8,905
17	Level 1 Liquid Assets	42,119	2,208	1,222	45,108	—	—
18	Level 2A Liquid Assets	27,127	105	—	32,134	—	8,905
19	Level 2B Liquid Assets	—	—	—	—	—	—
20	<i>Zero percent RSF assets that are not level 1 liquid assets or loans to financial sector entities or their consolidated subsidiaries</i>	\$ 537	\$ 132	\$ 38	\$ 2,302	\$ —	\$ —
21	<i>Operational deposits placed at financial sector entities or their consolidated subsidiaries</i>	\$ 946	\$ —	\$ —	\$ —	\$ —	\$ 473
22	<i>Loans and Securities:</i>	\$ 10,089	\$ 28,723	\$ 27,170	\$ 249,440	\$ —	\$ 234,694
23	Loans to financial sector entities secured by level 1 liquid assets	—	1,082	—	—	—	—
24	Loans to financial sector entities secured by assets other than level 1 liquid assets and unsecured loans to financial sector entities	1,411	1,198	1,221	7,507	—	8,508
25	Loans to wholesale customers or counterparties that are not financial sector entities and loans to retail customers or counterparties	7,741	24,911	25,836	181,383	—	182,966
26	Of which: With a risk weight no greater than 20 percent under regulation Q (12 CFR part 217)	—	—	—	2,274	—	1,478
27	Retail mortgages	—	—	—	56,165	—	38,075
28	Of which: With a risk weight of no greater than 50 percent under regulation Q (12 CFR part 217)	—	—	—	48,327	—	31,413
29	Securities that do not qualify as HQLA	937	1,532	113	4,386	—	5,146
<i>Other assets:</i>							
30	Commodities	—					—
31	Assets provided as initial margin for derivative transactions and contributions to CCPs' mutualized loss sharing arrangements	417					354
32	NSFR derivatives asset amount	669					669
33	Total derivatives asset amount	3,362					
34	RSF for potential derivatives portfolio valuation changes	4,345					217
35	All other assets not included in the above categories, including nonperforming assets	48,440	3,929	372	1,390	—	57,635
36	<i>Undrawn commitments</i>	\$160,423					\$ 8,021
37	<b>TOTAL RSF prior to application of required stable funding adjustment percentage</b>						<b>\$ 310,968</b>
38	<b>Required stable funding adjustment percentage</b>						<b>85 %</b>
39	<b>Total adjusted RSF</b>						<b>\$ 264,323</b>
40	<b>Net Stable Funding Ratio</b>						<b>126 %</b>

(1) Totals deduct Truist Bank Excess ASF.

#### IV. Concentrations of Funding Sources and Changes in Funding Structure

##### Sources of Funds

Truist's balance sheet is composed of diversified funding sources including deposits, capital markets secured and unsecured funding, and shareholders' equity. Deposits are the primary source of funds for Truist Bank's lending and investing activities. Additionally, Truist Bank may access funding through short- or long-term secured borrowings, through the issuance of unsecured long-term debt, or from inter-company borrowings from the Parent Company. Truist's non-bank subsidiaries are primarily funded through internal funding arrangements or, in the case of Truist Securities, through short-term secured borrowings which are securities sold under repurchase agreements. Truist Bank represents over 98% of Truist total liabilities and equity capital.

Capital markets wholesale funding is managed within liquidity policy tolerances, balance-sheet objectives, interest-rate risk considerations, and Truist's risk appetite framework. Truist management monitors capital markets wholesale funding to ensure appropriate maturity and funding source diversification.

##### Deposits

Truist has a granular and diversified deposit base comprised largely of core retail and commercial clients. Truist's deposits are a stable and primary source of funding and limit the Company's need for wholesale capital markets funding. Within the NSFR Rule, retail funding is grouped into the following primary categories: 1) stable deposits, 2) less stable deposits, and 3) sweep deposits, brokered reciprocal deposits, and brokered deposits. Wholesale funding is grouped into the primary categories of operational deposits, and other wholesale funding.

##### Funding Structure

Truist's stable funding mix contributes to the stability of the NSFR. The tables below summarize NSFR weighted funding source concentrations for the three months ended March 31, 2024 and June 30, 2024, respectively.

Funding Concentrations Three months ended March 31, 2024 (dollar in millions)	Average unweighted ASF amount	Average weighted ASF amount <sup>(1)</sup>	Average weighted ASF Rate <sup>(2)</sup>
<b>Capital and Securities</b>	<b>\$ 102,179</b>	<b>\$ 95,879</b>	<b>94%</b>
Regulatory capital elements	68,280	68,280	100%
Other capital elements and securities	33,899	27,599	81%
<b>Retail Funding</b>	<b>\$ 257,740</b>	<b>\$ 226,699</b>	<b>88%</b>
Stable deposits	154,978	147,229	95%
Less stable deposits	77,648	69,883	90%
Sweep deposits, brokered reciprocal deposits, and brokered deposits	24,880	9,470	38%
Other retail funding	234	117	50%
<b>Wholesale Funding</b>	<b>\$ 157,743</b>	<b>\$ 76,059</b>	<b>48%</b>
Operational deposits	45,806	22,903	50%
Other wholesale funding	111,938	53,156	47%
<b>Total</b>	<b>\$ 517,662</b>	<b>\$ 398,637</b>	<b>77%</b>

<sup>(1)</sup> Represent the average weighted amount after applying NSFR rule prescribed ASF rates. Totals do not deduct Truist Bank Excess ASF.

<sup>(2)</sup> The higher the ASF rate, the higher degree of funding stability.

## Net Stable Funding Ratio

Truist Financial Corporation

June 30, 2024

<b>Funding Concentrations</b> <b>Three months ended June 30, 2024</b> <b>(dollars in millions)</b>	<b>Average unweighted</b> <b>ASF amount</b>	<b>Average weighted</b> <b>ASF amount <sup>(1)</sup></b>	<b>Average weighted</b> <b>ASF Rate <sup>(2)</sup></b>
<b>Capital and Securities</b>	<b>\$ 102,894</b>	<b>\$ 97,057</b>	<b>94%</b>
Regulatory capital elements	70,344	70,344	100%
Other capital elements and securities	32,550	26,713	82%
<b>Retail Funding</b>	<b>\$ 256,837</b>	<b>\$ 226,807</b>	<b>88%</b>
Stable deposits	155,475	147,701	95%
Less stable deposits	76,619	68,957	90%
Sweep deposits, brokered reciprocal deposits, and brokered deposits	24,501	10,027	41%
Other retail funding	243	121	50%
<b>Wholesale Funding</b>	<b>\$ 154,185</b>	<b>\$ 74,660</b>	<b>48%</b>
Operational deposits	43,748	21,874	50%
Other wholesale funding	110,437	52,786	48%
<b>Total</b>	<b>\$ 513,916</b>	<b>\$ 398,524</b>	<b>78%</b>

<sup>(1)</sup> Represent the average weighted amount after applying NSFR rule prescribed ASF rates. Totals do not deduct Truist Bank Excess ASF.

<sup>(2)</sup> The higher the ASF rate, the higher degree of funding stability.