

## Cadence Bank Announces First Quarter 2022 Financial Results

TUPELO, Miss. and HOUSTON, April 25, 2022 [/PRNewswire/](#) -- Cadence Bank (NYSE: CADE) (the Company), today announced financial results for the quarter ended March 31, 2022. Given the legacy Cadence merger closed on October 29, 2021, the first quarter of 2022 represents the first full quarter of combined earnings.

### Highlights for the first quarter of 2022 included:

- Achieved quarterly net income available to common shareholders of \$112.6 million, or \$0.60 per diluted common share, and adjusted net income available to common shareholders of \$121.6 million, or \$0.65 per diluted common share.
- Reported \$160.4 million in adjusted pre-tax pre-provision net revenue (PPNR), or 1.36 percent of average assets on an annualized basis.
- Generated net organic loan growth of approximately \$307 million for the quarter, or 4.6 percent on an annualized basis compared to linked quarter and total deposit and customer repo growth of approximately \$767 million, or 7.7 percent on an annualized basis compared to linked quarter.
- Continued stability in credit quality metrics including net recoveries of \$0.4 million and a 22.4 percent decline in total non-performing loans and leases; no provision for credit losses for the quarter.
- Repurchased 5.1 million shares of outstanding Company common stock resulting in 183.5 million shares outstanding as of March 31, 2022.
- Increased the Company's quarterly common share dividend to \$0.22 per common share, representing the 10<sup>th</sup> continuous year of increased dividends.

"Our first quarter results reflect another highly successful quarter for core operating performance with an adjusted earnings per share of \$0.65 per diluted common share," remarked Dan Rollins, Chairman and Chief Executive Officer of the Company. "We continue to be pleased with our business development efforts, especially so soon after legal merger last fall. Our results for the quarter reflect successes on both sides of the balance sheet within our community and commercial banks as well as many of our other lines of business, including mortgage, insurance and wealth management. Our results also reflect a stable net interest margin positioned for improvement, and continued strong credit quality."

Rollins continued, "Additional first quarter highlights include the repurchase of 5.1 million shares of Company common stock under our share repurchase program. Our board also increased the Company common stock dividend during the first quarter to \$0.22 per share. While taking these capital actions, we maintained strong capital metrics relative to both regulatory and internal capital targets."

Paul Murphy, Executive Vice Chairman, added "As we look more closely at our front-line successes, we reported organic loan growth for the quarter of more than \$300 million while organic deposit growth totaled over \$750 million. We feel positive about our growth trajectory. Our loan growth for the quarter was primarily in our commercial and industrial portfolio. From a deposit growth standpoint, first quarter is historically a seasonally high quarter."

### Earnings Summary

The Company reported net income available to common shareholders of \$112.6 million, or \$0.60 per diluted common share, for the first quarter of 2022, compared with net income available to common shareholders of \$79.2 million, or \$0.77 per diluted common share, for the first quarter of 2021 and a net loss available to common shareholders of \$37.0 million, or \$0.22 per diluted common share, for the fourth quarter of 2021. The Company reported adjusted net income available to common shareholders of \$121.6 million, or \$0.65 per diluted common share, for the first quarter of 2022, compared with \$80.4 million, or \$0.78 per diluted common share, for the first quarter of 2021 and \$104.1 million, or \$0.63 per diluted common share, for the fourth quarter of 2021.

The Company reported adjusted PPNR of \$160.4 million, or 1.36 percent of average assets on an annualized basis, for the first quarter of 2022 compared to \$106.5 million, or 1.76 percent of average assets on an annualized basis, for the first quarter of 2021 and \$136.4 million, or 1.32 percent of average assets on an annualized basis, for the fourth quarter of 2021.

### Net Interest Revenue

Net interest revenue was \$311.8 million for the first quarter of 2022, compared to \$172.8 million for the first quarter of 2021 and \$271.2 million for the fourth quarter of 2021. The fully taxable equivalent net interest margin was 2.92 percent for the first quarter of 2022, compared with 3.15 percent for the first quarter of 2021 and 2.90 percent for the fourth quarter of 2021.

The increase in net interest revenue in the first quarter of 2022 compared to the linked quarter reflected the full quarter's impact of the legacy Cadence merger, as well as the impact of fourth quarter deployment of cash into loans and securities, and a slight increase in accretion. The first quarter's increase in net interest margin reflected the deployment of cash into securities and lower deposit costs, partially offset by loan growth coming on at lower yields. The balance sheet remains asset sensitive, with approximately 28 percent of loans floating and another 41 percent of loans variable as of March 31, 2022.

Yields on net loans, loans held for sale, and leases excluding accretion, were 3.96 percent for the first quarter of 2022, compared with 4.06 percent for the fourth quarter of 2021, while yields on total interest earning assets were 3.10 percent for the first quarter of 2022, compared with 3.11 percent for the fourth quarter of 2021. The average cost of deposits declined to 0.15 percent for the first quarter of 2022, compared with 0.17 percent for the fourth quarter of 2021.

Net interest income for the first quarter of 2022 included \$17.7 million in accretion income related to acquired loans and leases, adding approximately 17 basis points to the net interest margin. This compares to net accretion income of \$16.4 million for the fourth quarter of 2021, which added approximately 17 basis points to the fourth quarter 2021 net interest margin. Excluding the impact of accretion, the linked quarter net interest margin increased by 3 basis points.

### Balance Sheet Activity

Loans and leases, net of unearned income, continued to reflect solid growth, increasing \$306.7 million, or 4.6 percent annualized, to \$27.2 billion during the first quarter of 2022 while deposits and customer repos increased \$766.8 million, or 7.7 percent annualized, to \$41.3 billion. Loan growth for the quarter was primarily within the commercial and industrial portfolio while deposit growth was largely attributable to increases in noninterest bearing demand deposit accounts. The first quarter has been a strong deposit growth quarter historically as a result of seasonality in municipal deposit account balances. The first quarter of 2022 ended with a loan to deposit ratio of 67.0 percent and securities to total assets of 30.4 percent, reflecting continued strong balance sheet liquidity. Noninterest bearing deposits represented 35.6 percent of

total deposits at the end of the first quarter of 2022, representing an increase from 34.2 percent at December 31, 2021.

#### **Provision for Credit Losses and Allowance for Credit Losses**

Credit metrics for the first quarter of 2022 continued to reflect improvement compared to the linked quarter including net recoveries and a meaningful decrease in non-performing loans.

Total non-performing loans and leases were \$119.3 million at March 31, 2022, or 0.44 percent of total net loans and leases, representing a decline of \$34.5 million or 22.4 percent, from the December 31, 2021 balance of \$153.8 million or 0.57 percent of total net loans and leases. Other real estate owned and other repossessed assets also declined to \$28.4 million at March 31, 2022, a decrease of \$2.2 million or 14.0 percent, from the December 31, 2021 balance of \$33.0 million.

Net recoveries for the first quarter of 2022 were \$0.4 million, or 0.01 percent of net loans and leases on an annualized basis, compared with net charge-offs of \$3.3 million for the first quarter of 2021 and net recoveries of \$4.8 million for the fourth quarter of 2021. Earnings for the first quarter of 2022 reflected no recorded provision for credit losses, compared with no recorded provision for the first quarter of 2021 and a provision for credit losses of \$133.6 million for the fourth quarter of 2021. The provision for the fourth quarter of 2021 includes \$132.1 million associated with day one accounting provision required for loans and unfunded commitments acquired during the quarter from the legacy Cadence merger. The allowance for credit losses remains robust at \$438.7 million, or 1.61 percent of net loans and leases at March 31, 2022, compared with \$446.4 million, or 1.66 percent of net loans and leases at December 31, 2021.

#### **Noninterest Revenue**

Noninterest revenue was \$128.4 million for the first quarter of 2022, compared with \$87.9 million for the first quarter of 2021 and \$103.9 million for the fourth quarter of 2021. The linked quarter increase was driven by a full quarter of legacy Cadence results as well as an increase in mortgage revenue as a result of increased mortgage servicing rights valuation.

The net return from mortgage servicing rights was \$14.0 million for the first quarter of 2022, compared with \$7.4 million for the first quarter of 2021 and \$2.6 million for the fourth quarter of 2021. Mortgage production and servicing revenue was impacted by both seasonality and rising rates, totaling \$7.7 million for the first quarter of 2022, compared with \$17.9 million for the first quarter of 2021 and \$8.0 million for the fourth quarter of 2021. Mortgage origination volume for the first quarter of 2022 was \$803.9 million, compared with \$789.8 million for the first quarter of 2021 and \$817.7 million for the fourth quarter of 2021.

Insurance commission revenue reflected strong seasonal performance at \$35.7 million for the first quarter of 2022, compared with \$30.7 million for the first quarter of 2021 and \$32.6 million for the fourth quarter of 2021. The first quarter of the year has historically been strong due to timing of annual renewals.

The full quarter's impact of the legacy Cadence merger drove the linked quarter increases in wealth management revenue, deposit service fees and other noninterest revenue. Wealth management revenue was \$21.7 million for the first quarter of 2022, compared with \$16.4 million for the fourth quarter of 2021, deposit service charge revenue was \$19.9 million for the first quarter of 2022 compared with \$17.7 million for the fourth quarter of 2021, and other noninterest revenue was \$18.3 million for the first quarter of 2022, compared with \$14.1 million for the fourth quarter of 2021. Credit card, debit card and merchant fee revenue was \$12.1 million for the first quarter of 2022, compared with \$12.8 million for the fourth quarter of 2021 reflecting seasonally soft first quarter fees.

#### **Noninterest Expense**

Noninterest expense for the first quarter of 2022 was \$291.7 million, compared with \$155.8 million for the first quarter of 2021 and \$289.2 million for the fourth quarter of 2021. Adjusted noninterest expense for the first quarter of 2022 was \$281.0 million, compared with \$154.2 million for the first quarter of 2021 and \$239.1 million for the fourth quarter of 2021. The adjusted efficiency ratio was 63.5 percent for the first quarter of 2022, stable as compared to the fourth quarter of 2021.

The increase in adjusted noninterest expense compared to the linked quarter was due to a full quarter of the legacy Cadence merger as well as seasonally higher compensation costs including payroll taxes and 401k match, partially offset by initial efficiencies associated with the legacy Cadence merger.

Adjusted noninterest expense excludes merger expense included as a separate line item on the income statement as well as incremental merger related expenses that are included in the respective expense categories. Merger expenses represent costs to complete the merger with no future benefit, while incremental merger related expenses represent costs to complete the merger for which the entity receives a future benefit. Merger expense was \$4.0 million for the first quarter of 2022, compared with \$1.7 million for the first quarter of 2021 and \$44.8 million for the fourth quarter of 2021. Merger expense for the first quarter of 2022 was comprised primarily of contract and conversion related expenses as well as compensation related items. Incremental merger related expenses for the first quarter of 2022 totaled \$6.6 million that included primarily employee retention and marketing related expenses.

#### **Capital Management**

Total shareholder's equity was \$4.64 billion at March 31, 2021 compared with \$2.83 billion at March 31, 2021 and \$5.25 billion at December 31, 2021. The decline in the linked quarter is largely due to a decline in Other Comprehensive Income ("OCI") due to increased unrealized losses in the available-for-sale securities portfolio driven by changes in valuation due to the significant changes in interest rates in the quarter. In addition to the OCI change, shareholder's equity was impacted by dividends and share repurchases, partially offset by earnings.

The Company's ratio of shareholders' equity to assets was 9.84 percent at March 31, 2022, compared with 10.95 percent at March 31, 2021 and 11.01 percent at December 31, 2021. The ratio of tangible common shareholders' equity to tangible assets was 6.31 percent at March 31, 2022, compared with 7.04 percent at March 31, 2021 and 7.54 percent at December 31, 2021.

During the first quarter of 2022, the Company repurchased 5.1 million shares of its common stock pursuant to its share repurchase program. The company has 4.9 million shares remaining on its current share repurchase authorization which will expire December 30, 2022.

Additionally during the first quarter of 2022, the Company increased its quarterly common share dividend to \$0.22 per common share, representing the 10th continuous year of increased dividends.

Estimated regulatory capital ratios at March 31, 2022 included Common Equity Tier 1 capital of 10.57 percent, Tier 1 capital of 11.05 percent, Total risk-based capital of 13.27 percent, and Tier 1 leverage capital of 8.24 percent.

## **Summary**

Rollins concluded, "Our first quarter results, which mark the first full quarter of combined financial results for the new Cadence Bank, highlight the strengths and the value that each respective board and management team saw in this transaction. We are pleased with our performance thus far and look forward to continued success together as we complete our integration efforts."

## **RECENT MERGER TRANSACTIONS**

### **Cadence Bancorporation (NYSE: CADE)**

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

### **FNS Bancshares, Inc.**

On May 1, 2021, the Company completed the merger with FNS Bancshares, Inc., the parent company of FNB Bank, (collectively referred to as FNS), pursuant to which FNS was merged with and into the Company. FNS operated 17 full-service banking offices in Alabama, Georgia and Tennessee. The merger expanded the Company's presence in Jackson, DeKalb and Marshall counties in Alabama and the Chattanooga, Tennessee-Georgia and Nashville-Davidson-Murfreesboro-Franklin, Tennessee metropolitan statistical areas. As of May 1, 2021, FNS reported total assets of \$826.6 million, total loans of \$464.7 million and total deposits of \$720.7 million. Under the terms of the definitive merger agreement, the Company issued approximately 2,975,000 shares of the Company's common stock plus \$18.0 million in cash for all outstanding shares of FNS. For more information regarding this transaction, see our Current Report on Form 8-K that was filed with the FDIC on May 3, 2021.

### **National United Bancshares, Inc.**

On May 1, 2021, the Company completed the merger with National United Bancshares, Inc., the parent company of National United, (collectively referred to as National United), pursuant to which National United was merged with and into the Company. National United operated 6 full-service banking offices in the Killeen-Temple, Texas; Waco, Texas; and Austin-Round Rock-Georgetown, Texas metropolitan statistical areas. As of May 1, 2021, National United reported total assets of \$817.3 million, total loans of \$434.6 million and total deposits of \$742.9 million. Under the terms of the definitive merger agreement, the Company issued approximately 3,110,000 shares of the Company's common stock plus \$33.25 million in cash for all outstanding shares of National United. For more information regarding this transaction, see our Current Report on Form 8-K that was filed with the FDIC on May 3, 2021.

## **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 22 of this news release.

## **Conference Call and Webcast**

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

## **About Cadence Bank**

Cadence Bank (NYSE: CADE) is a leading regional banking franchise with approximately \$47 billion in assets and more than 400 branch locations across the South, Midwest and Texas. Cadence provides consumers, businesses and corporations with a full range of innovative banking and financial solutions. Services and products include consumer banking, consumer loans, mortgages, home equity lines and loans, credit cards, commercial and business banking, treasury management, specialized lending, asset-based lending, commercial real estate, equipment financing, correspondent banking, SBA lending, foreign exchange, wealth management, investment and trust services, financial planning, retirement plan management, and personal and business insurance. Cadence is committed to a culture of respect, diversity and inclusion in both its workplace and communities. Cadence Bank, Member FDIC. Equal Housing Lender.

## **Forward-Looking Statements**

Certain statements made in this news release are not statements of historical fact and 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 created thereby under the Private Securities Litigation Reform Act of 1995. These statements are often, but not always, made through the use of words or phrases such as "anticipate," "aspire," "assume," "believe," "budget," "contemplate," "continue," "could," "estimate," "expect," "forecast," "foresee," "goal," "hope," "indicate," "intend," "may," "might," "outlook," "plan," "project," "projection," "predict," "prospect," "potential," "roadmap," "seek," "should," "target," "will," and "would," or the negative versions of those words or other 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, including the economic impact of the COVID-19 pandemic (including any variant of the COVID-19 virus) on the Company's business; the Company's assets; business; cash flows; financial condition; liquidity; prospects; results of operations; deposit and customer repo growth; interest and fee-based revenue; capital resources; capital metrics; efficiency ratio; valuation of mortgage servicing rights; net income; net interest revenue; non-interest revenue; net interest margin; interest expense; non-interest expense; earnings per share; interest rate sensitivity; interest rate risk; balance sheet and liquidity management; off-balance sheet arrangements; fair value determinations; asset quality; credit quality; credit losses; provision and allowance for credit losses, impairments, charge-offs, recoveries and changes in loan volumes; investment securities portfolio yields and values; ability to manage the impact of pandemics, natural disasters and other force majeure events; adoption and use of critical accounting policies; adoption and implementation of new accounting standards and their effect on the Company's financial results and the Company's financial reporting; utilization of non-GAAP financial metrics; declaration and payment of dividends; 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; mortgage origination volume; mortgage servicing and production revenue; insurance commission revenue; implementation and execution of cost savings initiatives; ability to successfully litigate, resolve or otherwise dispense with threatened, pending, ongoing and future litigation and governmental, administrative and investigatory matters; ability to successfully complete pending or future acquisitions, dispositions and other strategic growth opportunities and initiatives; ability to successfully obtain regulatory approval for acquisitions and other growth initiatives; ability to successfully integrate and manage acquisitions; opportunities and efforts to grow market share; reputation; ability to compete with other financial institutions; ability to recruit and retain key employees and personnel; access to capital markets; availability of capital; investments in the securities of other financial institutions; and ability to operate the Company's regulatory compliance programs in accordance with applicable law.

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 historical facts, 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. These risks, uncertainties and other factors include, without limitation, potential delays or other problems in implementing and executing the Company's growth, expansion and acquisition strategies, including delays in obtaining regulatory or other necessary approvals or the failure to realize any anticipated benefits or synergies from any acquisitions or growth strategies; the risks of changes in interest rates and their effects on the level and composition of deposits, loan demand and the values of loan collateral, securities and interest sensitive assets and liabilities; the impact of inflation on consumers; the failure of assumptions underlying the establishment of reserves for possible credit losses, fair value for loans and other real estate owned; changes in real estate values; the availability of and access to capital; possible downgrades in the Company's credit ratings or outlook which could increase the costs or availability of funding from capital markets; the ability to attract new or retain existing deposits or to retain or grow loans; the ability to grow additional interest and fee income or to control noninterest expense; the potential impact of the proposed phase-out of the London Interbank Offered Rate ("LIBOR") or other changes involving LIBOR; competitive factors and pricing pressures, including their effect on the Company's net interest margin; general economic, unemployment, credit market and real estate market conditions, and the effect of such conditions on the creditworthiness of borrowers, collateral values, the value of investment securities and asset recovery values; changes in legal, financial and/or regulatory requirements; recently enacted and potential legislation and regulatory actions and the costs and expenses to comply with new and/or existing legislation and regulatory actions; the enforcement efforts of federal and state bank regulators; possible adverse rulings, judgments, settlements and other outcomes of pending, ongoing and future litigation and governmental, administrative and investigatory matters; the ability to keep pace with technological changes, including changes regarding maintaining cybersecurity; the impact of 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; natural disasters or acts of war or terrorism; the adverse effects of the ongoing global COVID-19 pandemic, including the magnitude and duration of the pandemic, and the effect of actions taken to mitigate the impact of the COVID-19 pandemic on the Company, the Company's employees, the Company's customers, the global economy and the financial markets; international or political instability including the impacts related to or resulting from Russia's military inaction in Ukraine, including the imposition of additional sanctions and export controls, as well as the broader impacts to financial markets and the global macroeconomic and geopolitical environments; impairment of the Company's goodwill or other intangible assets; losses of key employees and personnel; adoption of new accounting standards, or changes in existing standards; the outcome of any legal proceedings that may be instituted against the Company or Cadence in respect of the Cadence Merger; the ability of the Company and Cadence to meet expectations regarding the timing, completion and accounting and tax treatments 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; the possibility that the anticipated benefits of the Cadence 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 Cadence Merger may be more expensive to complete than anticipated, including as a result of unexpected factors or events; diversion of management's attention from ongoing business operations and opportunities; the possibility that the parties may be unable to achieve expected synergies and operating efficiencies in the Cadence Merger within the expected timeframes or at all and to successfully integrate Cadence's operations and those of the Company; such integration may be more difficult, time consuming or costly than expected; revenues following the Cadence Merger may be lower than expected; potential adverse reactions or changes to business or employee relationships, including those resulting from the completion of the Cadence Merger; the combined company's success in executing its business plans and strategies and managing the risks involved in the foregoing; 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 foregoing factors should not be construed as exhaustive and should be read in conjunction with those factors that are set forth from time to time in the Company's periodic and current reports filed with the FDIC, including those factors included in the Company's Annual Report on Form 10-K for the year ended December 31, 2021 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, whether as a result of new information, future developments or otherwise, except as required by applicable law. New risks and uncertainties may emerge from time to time, and it is not possible for the Company to predict their occurrence or how they will affect the Company. All written or oral forward-looking statements attributable to the Company are expressly qualified in their entirety by this section.

## Cadence Bank

### Selected Financial Information

(Dollars in thousands, except per share data)

(Unaudited)

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
<b>Earnings Summary:</b>					
Interest revenue	\$ 331,930	\$ 290,626	\$ 199,511	\$ 199,129	\$ 192,783
Interest expense	20,108	19,414	17,967	18,947	19,994
Net interest revenue	311,822	271,212	181,544	180,182	172,789
Provision (release) for credit losses	-	133,562	(7,000)	11,500	-
Net interest revenue, after provision					
for credit losses	311,822	137,650	188,544	168,682	172,789
Noninterest revenue	128,435	103,854	84,420	101,943	87,936
Noninterest expense	291,667	289,194	179,889	173,984	155,823
Income (loss) before income taxes	148,590	(47,690)	93,075	96,641	104,902
Income tax expense (benefit)	33,643	(13,033)	20,350	21,102	23,347
Net income (loss)	\$ 114,947	\$ (34,657)	\$ 72,725	\$ 75,539	\$ 81,555
Less: Preferred dividends	2,372	2,372	2,372	2,372	2,372
Net income (loss) available to common shareholders	\$ 112,575	\$ (37,029)	\$ 70,353	\$ 73,167	\$ 79,183
<b>Balance Sheet - Period End Balances</b>					
Total assets	\$ 47,204,061	\$ 47,669,751	\$ 28,060,496	\$ 27,612,365	\$ 25,802,497
Total earning assets	42,744,225	43,503,089	25,572,354	25,129,873	23,542,657
Total securities	14,371,606	15,606,470	10,053,372	9,084,111	7,640,268
Loans and leases, net of unearned income	27,189,666	26,882,988	14,991,245	15,004,039	15,038,808
Allowance for credit losses (ACL)	438,738	446,415	260,276	265,720	241,117
Net book value of acquired loans (included in loans and leases above)	11,020,251	11,968,278	1,426,266	1,646,031	1,023,252
Paycheck protection program (PPP) loans (included in loans and leases above)	27,013	50,008	32,771	167,144	1,146,000
Unamortized net discount on acquired loans	72,620	77,711	9,863	13,037	10,069
Total deposits	40,568,055	39,817,673	23,538,711	22,838,486	21,173,186
Total deposits and securities sold under agreement to repurchase	41,271,615	40,504,861	24,243,834	23,521,621	21,833,671
Long-term debt	2,514	3,742	4,082	4,189	4,295
Subordinated debt	463,181	478,669	307,776	307,601	297,425
Total shareholders' equity	4,643,757	5,247,987	3,023,257	3,069,574	2,825,198
Common shareholders' equity	4,476,764	5,080,994	2,856,264	2,902,581	2,658,205
<b>Balance Sheet - Average Balances</b>					
Total assets	\$ 47,679,850	\$ 40,990,459	\$ 27,616,585	\$ 26,666,296	\$ 24,545,560
Total earning assets	43,515,166	37,210,403	25,220,602	24,211,759	22,346,075
Total securities	15,070,524	12,954,547	9,539,814	8,067,109	6,606,027
Loans and leases, net of unearned income	27,106,733	22,745,093	14,915,728	15,470,539	15,029,076
PPP loans (included in loans and leases above)	36,621	48,206	73,783	973,036	1,062,423
Total deposits	40,565,103	34,759,687	23,162,450	22,385,883	20,472,080
Total deposits and securities sold under agreement to repurchase	41,259,136	35,479,807	23,914,986	23,092,969	21,123,774

Long-term debt	3,361	3,844	4,168	4,714	4,378
Subordinated debt	463,481	432,267	307,671	304,056	297,318
Total shareholders' equity	5,062,231	4,508,594	3,058,307	2,954,834	2,813,001
Common shareholders' equity	4,895,238	4,341,601	2,891,314	2,787,841	2,646,008

#### Nonperforming Assets:

Nonaccrual loans and leases	\$ 91,031	\$ 122,104	\$ 59,622	\$ 61,664	\$ 73,142
Loans and leases 90+ days past due, still accruing	20,957	24,784	17,012	15,386	21,208
Restructured loans and leases, still accruing	7,292	6,903	7,165	7,368	6,971
Non-performing loans (NPLs)	119,280	153,791	83,799	84,418	101,321
Other real estate owned and other repossessed assets	28,401	33,021	16,515	17,333	9,351
Non-performing assets (NPAs)	\$ 147,681	\$ 186,812	\$ 100,314	\$ 101,751	\$ 110,672

#### Cadence Bank

##### Selected Financial Information

(Dollars in thousands, except per share data)

(Unaudited)

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
<b>Financial Ratios and Other Data:</b>					
Return on average assets	0.98%	(0.34%)	1.04%	1.14%	1.35%
Adjusted return on average assets*	1.05	1.03	1.11	1.38	1.37
Return on average common shareholders' equity	9.33	(3.38)	9.65	10.53	12.14
Adjusted return on average common shareholders' equity*	10.07	9.51	10.28	12.83	12.32
Return on average tangible common equity*	13.87	(4.71)	14.85	16.08	18.46
Adjusted return on average tangible common equity*	14.98	13.24	15.80	19.61	18.74
Pre-tax pre-provision net revenue to total average assets*	1.26	0.83	1.24	1.63	1.73
Adjusted pre-tax pre-provision net revenue to total average assets*	1.36	1.32	1.32	1.77	1.76
Net interest margin-fully taxable equivalent	2.92	2.90	2.86	2.99	3.15
Net interest rate spread-fully taxable equivalent	2.81	2.78	2.72	2.83	2.97
Efficiency ratio*	66.10	76.94	67.52	61.55	59.64
Adjusted efficiency ratio*	63.52	63.54	65.28	58.04	59.02
Loan/deposit ratio	67.02%	67.52%	63.69%	65.70%	71.03%
Employee FTE	6,568	6,595	4,770	4,835	4,546
<b>Credit Quality Ratios:</b>					
Net (recoveries) charge-offs to average loans and leases <sup>(1)</sup>	(0.01%)	(0.08%)	(0.05%)	(0.05%)	0.09%
Provision for credit losses to average loans and leases <sup>(1)</sup>	0.00	2.33	(0.19)	0.30	0.00
ACL to net loans and leases	1.61	1.66	1.74	1.77	1.60
ACL to non-performing loans and leases	367.82	290.27	310.60	314.77	237.97
ACL to non-performing assets	297.08	238.96	259.46	261.15	217.87
Non-performing loans and leases to net loans and leases	0.44	0.57	0.56	0.56	0.67
Non-performing assets to total assets	0.31	0.39	0.36	0.37	0.43
<b>Equity Ratios:</b>					
Total shareholders' equity to total assets	9.84%	11.01%	10.77%	11.12%	10.95%
Total common shareholders' equity to total assets	9.48	10.66	10.18	10.51	10.30
Tangible common shareholders' equity to tangible assets*	6.31	7.54	6.82	7.11	7.04
<b>Capital Adequacy:</b>					
Common Equity Tier 1 capital <sup>(2)</sup>	10.57%	11.11%	10.73%	10.89%	10.97%
Tier 1 capital <sup>(2)</sup>	11.05	11.61	11.63	11.80	11.95
Total capital <sup>(2)</sup>	13.27	13.86	14.27	14.50	14.65
Tier 1 leverage capital <sup>(2)</sup>	8.24	9.90	8.13	8.25	8.59

\*Denotes non-GAAP financial measure. Refer to related disclosure and reconciliation on pages 22, 23, and 24.

(1) Annualized

(2) Current quarter regulatory capital ratios are estimated.

## Cadence Bank

### Selected Financial Information

(Dollars in thousands, except per share data)

(Unaudited)

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
<b>Common Share Data:</b>					
Diluted earnings (loss) per share	\$ 0.60	\$ (0.22)	\$ 0.65	\$ 0.69	\$ 0.77
Adjusted earnings per share*	0.65	0.63	0.69	0.84	0.78
Cash dividends per share	0.22	0.20	0.20	0.19	0.19
Book value per share	24.40	26.98	26.73	26.72	25.90
Tangible book value per share*	15.67	18.45	17.27	17.41	17.08
Market value per share (last)	29.26	29.79	29.78	28.33	32.48
Market value per share (high)	34.24	32.12	30.55	33.18	35.59
Market value per share (low)	27.95	27.25	24.87	27.59	26.95
Market value per share (avg)	31.20	30.20	27.89	30.33	30.85
Dividend payout ratio	36.60%	NM	30.71%	27.43%	24.62%
Adjusted dividend payout ratio*	33.85%	31.75%	28.99%	22.62%	24.36%
Total shares outstanding	183,488,844	188,337,658	106,853,316	108,614,595	102,624,818
Average shares outstanding - diluted	187,264,335	164,720,656	108,250,102	105,838,056	102,711,584

### Yield/Rate:

(Taxable equivalent basis)

Loans, loans held for sale, and leases	4.23%	4.34%	4.46%	4.43%	4.53%
Loans, loans held for sale, and leases excluding net accretion on acquired loans and leases	3.96	4.06	4.38	4.35	4.43
Available-for-sale securities:					
Taxable	1.26	1.17	1.20	1.21	1.32
Tax-exempt	2.57	2.54	2.88	2.77	3.52
Short-term, FHLB and other equity investments	0.24	0.25	0.20	0.16	0.11
Total interest earning assets and revenue	3.10	3.11	3.15	3.31	3.51
Deposits	0.15	0.17	0.24	0.27	0.33
Demand - interest bearing	0.20	0.21	0.31	0.34	0.40
Savings	0.06	0.14	0.09	0.09	0.11
Time	0.52	0.58	0.91	1.00	1.14
Total interest bearing deposits	0.23	0.26	0.36	0.41	0.48
Short-term borrowings	0.11	0.11	0.10	0.12	0.13
Total interest bearing deposits and short-term borrowings	0.22	0.25	0.35	0.40	0.46
Subordinated debt	4.17	3.95	4.47	4.47	4.46
Long-term debt	5.76	3.79	4.81	4.46	4.88
Total interest bearing liabilities and expense	0.29	0.32	0.43	0.47	0.54
Interest bearing liabilities to interest earning assets	64.46%	64.18%	66.04%	66.24%	66.87%
Net interest income tax equivalent adjustment	\$ 1,027	\$ 824	\$ 446	\$ 550	\$ 569

\*Denotes non-GAAP financial measure. Refer to related disclosure and reconciliation on pages 22, 23, and 24.

NM = Not meaningful

## Cadence Bank

### Consolidated Balance Sheets

(Unaudited)

	Mar-22 (Dollars in thousands)	Dec-21	Sep-21	Jun-21	Mar-21
<b>Assets</b>					
Cash and due from banks	\$ 781,310	\$ 656,132	\$ 301,246	\$ 331,873	\$ 263,289
Interest bearing deposits with other banks and Federal funds sold	880,742	638,547	150,778	629,390	336,253
Available-for-sale securities, at fair value	14,371,606	15,606,470	10,053,372	9,084,111	7,640,268
Loans and leases, net of unearned income	27,189,666	26,882,988	14,991,245	15,004,039	15,038,808
Allowance for credit losses	438,738	446,415	260,276	265,720	241,117
Net loans and leases	26,750,928	26,436,573	14,730,969	14,738,319	14,797,691
Loans held for sale	302,211	340,175	342,871	403,046	518,352
Premises and equipment, net	781,209	786,426	533,999	533,276	508,508
Goodwill	1,409,038	1,407,948	958,304	957,474	851,612
Other identifiable intangibles	191,642	198,271	52,235	54,659	53,581
Bank owned life insurance	599,346	597,953	359,740	355,660	335,707
Other assets	1,136,029	1,001,256	576,982	524,557	497,236
Total Assets	\$ 47,204,061	\$ 47,669,751	\$ 28,060,496	\$ 27,612,365	\$ 25,802,497
<b>Liabilities</b>					
Deposits:					
Demand: Noninterest bearing	\$ 14,458,563	\$ 13,634,505	\$ 7,700,216	\$ 7,619,308	\$ 6,990,880
Interest bearing	18,854,543	18,727,588	10,285,371	9,671,662	9,067,373
Savings	3,713,629	3,556,079	3,054,756	2,939,958	2,678,276
Time deposits	3,541,320	3,899,501	2,498,368	2,607,558	2,436,657
Total deposits	40,568,055	39,817,673	23,538,711	22,838,486	21,173,186
Securities sold under agreement to repurchase	703,560	687,188	705,123	683,135	660,485
Federal funds purchased and other short-term borrowings	-	595,000	-	-	-
Subordinated debt	463,181	478,669	307,776	307,601	297,425
Long-term debt	2,514	3,742	4,082	4,189	4,295
Other liabilities	822,994	839,492	481,547	709,380	841,908
Total Liabilities	42,560,304	42,421,764	25,037,239	24,542,791	22,977,299
<b>Shareholders' Equity</b>					
Preferred stock	166,993	166,993	166,993	166,993	166,993
Common stock	458,722	470,844	267,133	271,536	256,562
Capital surplus	2,701,371	2,841,998	688,637	730,294	563,481
Accumulated other comprehensive loss	(664,000)	(139,369)	(82,627)	(34,575)	(43,459)
Retained earnings	1,980,671	1,907,521	1,983,121	1,935,326	1,881,621
Total Shareholders' Equity	4,643,757	5,247,987	3,023,257	3,069,574	2,825,198
Total Liabilities & Shareholders' Equity	\$ 47,204,061	\$ 47,669,751	\$ 28,060,496	\$ 27,612,365	\$ 25,802,497

## Cadence Bank

### Consolidated Average Balance Sheets (Unaudited)

	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
(Dollars in thousands)					
<b>Assets</b>					
Cash and due from banks	\$ 656,630	\$ 792,315	\$ 288,199	\$ 365,647	\$ 261,519
Interest bearing deposits with other banks and Federal funds sold	1,161,262	1,253,722	495,982	302,845	412,313
Available-for-sale securities, at fair value	15,070,524	12,954,547	9,539,814	8,067,109	6,606,027
Loans and leases, net of unearned income	27,106,733	22,745,093	14,915,728	15,470,539	15,029,076
Allowance for credit losses	444,294	404,578	264,067	245,095	242,935
Net loans and leases	26,662,439	22,340,515	14,651,661	15,225,444	14,786,141
Loans held for sale	176,647	220,766	242,422	361,999	289,755
Premises and equipment, net	785,005	690,031	534,071	526,960	508,551
Goodwill	1,407,973	1,115,502	957,899	910,448	851,612
Other identifiable intangibles	195,606	106,559	53,567	52,564	54,876
Bank owned life insurance	598,822	517,511	357,429	348,378	333,837



Other assets	964,942	998,991	495,541	504,902	440,929
Total Assets	\$ 47,679,850	\$ 40,990,459	\$ 27,616,585	\$ 26,666,296	\$ 24,545,560
<u>Liabilities</u>					
Deposits:					
Demand: Noninterest bearing	\$ 13,806,591	\$ 12,047,637	\$ 7,579,513	\$ 7,367,832	\$ 6,484,703
Interest bearing	19,401,019	15,811,268	10,027,346	9,598,550	8,956,420
Savings	3,631,699	3,374,243	3,001,406	2,851,113	2,550,095
Time deposits	3,725,794	3,526,539	2,554,185	2,568,388	2,480,862
Total deposits	40,565,103	34,759,687	23,162,450	22,385,883	20,472,080
Securities sold under agreement to repurchase	694,033	720,120	752,536	707,086	651,694
Federal funds purchased					
and other short-term borrowings	131,556	7,554	8,706	3,901	1,500
Subordinated debt	463,481	432,267	307,671	304,056	297,318
Long-term debt	3,361	3,844	4,168	4,714	4,378
Other liabilities	760,085	558,393	322,747	305,822	305,589
Total Liabilities	42,617,619	36,481,865	24,558,278	23,711,462	21,732,559
<u>Shareholders' Equity</u>					
Preferred stock	166,993	166,993	166,993	166,993	166,993
Common stock	465,458	404,522	270,098	266,676	256,536
Capital surplus	2,779,746	2,139,357	717,022	674,949	563,529
Accumulated other comprehensive loss	(283,417)	(103,554)	(35,408)	(30,614)	(5,090)
Retained earnings	1,933,451	1,901,276	1,939,602	1,876,830	1,831,033
Total Shareholders' Equity	5,062,231	4,508,594	3,058,307	2,954,834	2,813,001
Total Liabilities & Shareholders' Equity	\$ 47,679,850	\$ 40,990,459	\$ 27,616,585	\$ 26,666,296	\$ 24,545,560

## Cadence Bank

### Consolidated Condensed Statements of Income (Loss)

(Dollars in thousands, except per share data)

(Unaudited)

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
INTEREST REVENUE:					
Loans and leases	\$ 282,266	\$ 249,614	\$ 168,066	\$ 171,305	\$ 169,195
Available-for-sale securities:					
Taxable	45,155	37,258	28,617	23,983	21,192
Tax-exempt	2,414	1,608	490	676	687
Loans held for sale	1,407	1,324	2,076	3,040	1,595
Other	688	822	262	125	114
Total interest revenue	331,930	290,626	199,511	199,129	192,783
INTEREST EXPENSE:					
Interest bearing demand and money					
market accounts	9,742	8,485	7,723	8,247	8,796
Savings	568	1,203	672	626	700
Time	4,764	5,139	5,861	6,428	6,966
Federal funds purchased and securities sold					
under agreement to repurchase	216	200	204	206	203
Short-term and long-term debt	54	37	42	44	45
Subordinated debt	4,764	4,350	3,463	3,387	3,269
Other	-	-	2	9	15
Total interest expense	20,108	19,414	17,967	18,947	19,994
Net interest revenue	311,822	271,212	181,544	180,182	172,789
Provision (release) for credit losses	-	133,562	(7,000)	11,500	-
Net interest revenue, after provision for credit losses	311,822	137,650	188,544	168,682	172,789
NONINTEREST REVENUE:					
Mortgage banking	21,763	10,580	13,058	9,105	25,310

Credit card, debit card and merchant fees	11,321	12,016	10,692	10,874	9,053
Deposit service charges	19,898	17,680	11,580	10,069	9,586
Security (losses) gains, net	(1,097)	(378)	(195)	96	82
Insurance commissions	35,727	32,637	35,773	36,106	30,667
Wealth management	21,737	16,352	7,147	7,543	8,465
Gain on sale of PPP loans	-	-	-	21,572	-
Other	19,086	14,967	6,365	6,578	4,773
Total noninterest revenue	128,435	103,854	84,420	101,943	87,936
NONINTEREST EXPENSE:					
Salaries and employee benefits	187,819	149,599	112,968	108,188	101,060
Occupancy and equipment	28,270	26,885	18,977	18,154	17,378
Data processing and software	27,483	24,838	16,799	15,911	15,537
Merger expense	3,974	44,843	3,442	9,962	1,649
Deposit insurance assessments	3,336	3,278	2,330	1,638	1,455
Pension settlement expense	-	651	2,400	-	-
Other	40,785	39,100	22,973	20,131	18,744
Total noninterest expense	291,667	289,194	179,889	173,984	155,823
Income (loss) before income taxes	148,590	(47,690)	93,075	96,641	104,902
Income tax expense (benefit)	33,643	(13,033)	20,350	21,102	23,347
Net income (loss)	\$ 114,947	\$ (34,657)	\$ 72,725	\$ 75,539	\$ 81,555
Less: Preferred dividends	2,372	2,372	2,372	2,372	2,372
Net income (loss) available to common shareholders	\$ 112,575	\$ (37,029)	\$ 70,353	\$ 73,167	\$ 79,183
Net income (loss) per common share: Diluted	\$ 0.60	\$ (0.22)	\$ 0.65	\$ 0.69	\$ 0.77

#### Cadence Bank

#### Selected Loan Data

(Dollars in thousands)

(Unaudited)

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
<b>LOAN AND LEASE PORTFOLIO:</b>					
Commercial and industrial					
Non-real estate	\$ 8,017,958	\$ 7,847,473	\$ 2,210,287	\$ 2,271,370	\$ 3,102,082
Owner occupied	3,703,914	3,567,746	2,611,777	2,623,500	2,598,166
Total commercial and industrial	11,721,872	11,415,219	4,822,064	4,894,870	5,700,248
Commercial real estate					
Construction, acquisition and development	3,028,514	2,924,343	1,797,559	1,926,421	1,707,800
Income producing	4,795,486	4,924,369	3,443,967	3,323,883	3,127,510
Total commercial real estate	7,824,000	7,848,712	5,241,526	5,250,304	4,835,310
Consumer					
Residential mortgages	7,355,995	7,311,306	4,698,328	4,617,155	4,309,000
Other consumer	287,799	307,751	229,327	241,710	194,250
Total consumer	7,643,794	7,619,057	4,927,655	4,858,865	4,503,250
Total loans and leases, net of unearned	\$ 27,189,666	\$ 26,882,988	\$ 14,991,245	\$ 15,004,039	\$ 15,038,808

#### NON-PERFORMING ASSETS

#### NON-PERFORMING LOANS AND LEASES:

#### Nonaccrual Loans and Leases

Commercial and industrial					
Non-real estate	\$ 33,086	\$ 33,690	\$ 13,170	\$ 10,941	\$ 9,724
Owner occupied	11,787	22,058	13,738	13,156	17,312
Total commercial and industrial	44,873	55,748	26,908	24,097	27,036
Commercial real estate					
Construction, acquisition and development	1,618	5,568	3,292	2,582	8,494
Income producing	9,688	16,086	8,403	13,483	12,838

Total commercial real estate	11,306	21,654	11,695	16,065	21,332
Consumer					
Residential mortgages	34,278	44,180	20,821	21,218	24,382
Other consumer	574	522	198	284	392
Total consumer	34,852	44,702	21,019	21,502	24,774
Total nonaccrual loans and leases	\$ 91,031	\$ 122,104	\$ 59,622	\$ 61,664	\$ 73,142
Loans and Leases 90+ Days Past Due, Still					
Accruing:	20,957	24,784	17,012	15,386	21,208
Restructured Loans and Leases, Still Accruing	7,292	6,903	7,165	7,368	6,971
Total non-performing loans and leases	\$ 119,280	\$ 153,791	\$ 83,799	\$ 84,418	\$ 101,321
OTHER REAL ESTATE OWNED AND					
OTHER REPOSSESSED ASSETS	28,401	33,021	16,515	17,333	9,351
Total Non-performing Assets	\$ 147,681	\$ 186,812	\$ 100,314	\$ 101,751	\$ 110,672
Additions to Nonaccrual Loans and Leases					
During the Quarter (excluding acquisitions)	\$ 16,374	\$ 22,158	\$ 19,858	\$ 16,005	\$ 10,029

#### Cadence Bank

#### Selected Loan Data

(Dollars in thousands)

(Unaudited)

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
ALLOWANCE FOR CREDIT LOSSES:					
Balance, beginning of period	\$ 446,415	\$ 260,276	\$ 265,720	\$ 241,117	\$ 244,422
Loans and leases charged-off:					
Commercial and industrial	(2,682)	(2,712)	(1,488)	(1,882)	(3,043)
Commercial real estate	(313)	(586)	(131)	(623)	(1,285)
Consumer	(1,792)	(2,342)	(1,694)	(1,357)	(1,578)
Total loans charged-off	(4,787)	(5,640)	(3,313)	(3,862)	(5,906)
Recoveries:					
Commercial and industrial	3,178	7,835	3,787	3,061	1,211
Commercial real estate	437	1,047	646	1,291	109
Consumer	1,612	1,521	936	1,310	1,281
Total recoveries	5,227	10,403	5,369	5,662	2,601
Net recoveries (charge-offs)	440	4,763	2,056	1,800	(3,305)
Initial allowance on loans purchased with					
credit deterioration	(8,117)	62,321	-	12,803	-
Provision:					
Loans and leases acquired during the quarter	-	119,055	-	11,500	-
Provision (release) for credit losses related to loans					
and leases	-	-	(7,500)	(1,500)	-
Total provision for loans and leases	-	119,055	(7,500)	10,000	-
Balance, end of period	\$ 438,738	\$ 446,415	\$ 260,276	\$ 265,720	\$ 241,117
Average loans and leases, net of unearned, for period	\$ 27,106,733	\$ 22,745,093	\$ 14,915,728	\$ 15,470,539	\$ 15,029,076
Ratio: Net (recoveries) charge-offs to average loans					
and leases (annualized)	(0.01%)	(0.08%)	(0.05%)	(0.05%)	0.09%
RESERVE FOR UNFUNDED COMMITMENTS**					
Balance, beginning of period	\$ 23,551	\$ 9,044	\$ 8,544	\$ 7,044	\$ 7,044
Provision for unfunded commitments for loans					
acquired during the quarter	-	13,007	-	-	-
Provision for credit losses for unfunded commitments	-	1,500	500	1,500	-

Balance, end of period	\$ 23,551	\$ 23,551	\$ 9,044	\$ 8,544	\$ 7,044
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\*\*The Reserve for Unfunded Commitments is classified in other liabilities on the balance sheet.

# **Cadence Bank**

## **Selected Loan Data**

**(Dollars in thousands)**

**(Unaudited)**

March 31, 2022

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

December 31, 2021

	Pass	Special Mention	Substandard	Doubtful	Impaired	Purchased Credit Deteriorated (Loss)	Total
LOAN PORTFOLIO BY INTERNALLY ASSIGNED GRADE:							
Commercial and industrial							
Non-real estate	\$ 7,655,502	\$ 43,009	\$ 103,134	\$ 153	\$ 5,350	\$ 40,325	\$ 7,847,473
Owner occupied	3,484,116	3,440	55,247	-	11,229	13,714	3,567,746
Total commercial and industrial	11,139,618	46,449	158,381	153	16,579	54,039	11,415,219
Commercial real estate							
Construction, acquisition and development	2,884,673	441	31,263	-	3,765	4,201	2,924,343
Income producing	4,686,699	28,964	174,936	-	3,810	29,960	4,924,369
Total commercial real estate	7,571,372	29,405	206,199	-	7,575	34,161	7,848,712
Consumer							
Residential mortgages	7,196,106	990	110,429	2,560	1,047	174	7,311,306
Other consumer	300,175	-	7,381	137	-	58	307,751
Total consumer	7,496,281	990	117,810	2,697	1,047	232	7,619,057
Total loans	\$ 26,207,271	\$ 76,844	\$ 482,390	\$ 2,850	\$ 25,201	\$ 88,432	\$ 26,882,988

# **Cadence Bank**

## **Geographical Information**

**(Dollars in thousands)**

**(Unaudited)**

	March 31, 2022							
	Alabama and Florida	Arkansas	Louisiana	Mississippi	Missouri	Tennessee and Georgia	Texas	Other
LOAN AND LEASE PORTFOLIO:								
Commercial and industrial								
Non-real estate	\$ 784,707	\$ 146,113	\$ 306,171	\$ 508,051	\$ 83,869	\$ 762,174	\$ 3,612,010	\$ 1,814,863
Owner occupied	557,251	239,155	248,063	694,639	85,746	410,240	1,348,883	119,937
Total commercial and industrial	1,341,958	385,268	554,234	1,202,690	169,615	1,172,414	4,960,893	1,934,800
Commercial real estate								
Construction, acquisition and development	403,428	61,095	47,905	228,402	63,309	468,720	1,457,754	297,901
Income producing	655,970	287,787	211,561	654,923	197,854	829,164	1,685,775	272,452
Total commercial real estate	1,059,398	348,882	259,466	883,325	261,163	1,297,884	3,143,529	570,353
Consumer								
Residential mortgages	1,487,109	357,669	427,427	1,028,318	151,496	870,539	2,934,062	99,375
Other consumer	38,788	10,959	8,474	56,854	829	22,557	65,159	84,179
Total consumer	1,525,897	368,628	435,901	1,085,172	152,325	893,096	2,999,221	183,554
Total loans and leases, net of unearned	\$ 3,927,253	\$ 1,102,778	\$ 1,249,601	\$ 3,171,187	\$ 583,103	\$ 3,363,394	\$ 11,103,643	\$ 2,688,707
Loan growth, excluding loans acquired during the quarter (annualized)	9.09%	(1.85%)	7.82%	1.00%	33.89%	(13.71%)	(1.57%)	52.94%

#### Cadence Bank

#### Noninterest Revenue and Expense

(Dollars in thousands)

(Unaudited)

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
NONINTEREST REVENUE:					
Mortgage banking excl. MSR and MSR Hedge					
market value adjustment	\$ 7,733	\$ 7,963	\$ 11,009	\$ 11,013	\$ 17,929
MSR and MSR Hedge market value adjustment	14,030	2,617	2,049	(1,908)	7,381
Credit card, debit card and merchant fees	11,321	12,016	10,692	10,874	9,053
Deposit service charges	19,898	17,680	11,580	10,069	9,586
Securities (losses) gains, net	(1,097)	(378)	(195)	96	82
Insurance commissions	35,727	32,637	35,773	36,106	30,667
Trust income	10,061	7,892	4,735	4,434	5,129
Annuity fees	604	435	50	50	51
Brokerage commissions and fees	11,072	8,025	2,362	3,059	3,285
Gain on sale of PPP loans	-	-	-	21,572	-
Bank-owned life insurance	3,336	3,098	4,217	1,845	2,020
Other miscellaneous income	15,750	11,869	2,148	4,733	2,753
Total noninterest revenue	\$ 128,435	\$ 103,854	\$ 84,420	\$ 101,943	\$ 87,936
NONINTEREST EXPENSE:					
Salaries and employee benefits	\$ 187,819	\$ 149,599	\$ 112,968	\$ 108,188	\$ 101,060
Occupancy, net of rental income	20,346	19,477	13,443	13,187	12,814
Equipment	7,924	7,408	5,534	4,967	4,564
Deposit insurance assessments	3,336	3,278	2,330	1,638	1,455
Pension settlement expense	-	651	2,400	-	-
Advertising	2,716	2,721	988	783	1,004
Foreclosed property expense	440	689	2,189	649	1,021
Telecommunications	1,833	1,725	1,600	1,517	1,398
Public relations	1,877	2,365	1,166	1,012	741
Data processing	16,824	15,606	11,297	11,024	10,424
Computer software	10,659	9,232	5,502	4,887	5,113
Amortization of intangibles	6,780	5,473	2,424	2,401	2,318

Legal	1,793	1,282	814	774	1,166
Merger expense	3,974	44,843	3,442	9,962	1,649
Postage and shipping	2,034	1,772	1,414	1,317	1,547
Other miscellaneous expense	23,312	23,073	12,378	11,678	9,549
Total noninterest expense	<u>\$ 291,667</u>	<u>\$ 289,194</u>	<u>\$ 179,889</u>	<u>\$ 173,984</u>	<u>\$ 155,823</u>
INSURANCE COMMISSIONS:					
Property and casualty commissions	\$ 25,852	\$ 23,640	\$ 26,413	\$ 26,040	\$ 21,949
Life and health commissions	7,143	6,459	6,543	7,130	6,494
Risk management income	757	699	676	611	613
Other	1,975	1,839	2,141	2,325	1,611
Total insurance commissions	<u>\$ 35,727</u>	<u>\$ 32,637</u>	<u>\$ 35,773</u>	<u>\$ 36,106</u>	<u>\$ 30,667</u>

#### Cadence Bank

#### Average Balances and Yields

(Dollars in thousands)

(Unaudited)

	For the Three Months Ended						
	March 31, 2022			December 31, 2021			March 31, 2021
(Dollars in thousands)	Average Balance	Income/ Expense	Yield/ Rate	Average Balance	Income/ Expense	Yield/ Rate	Average Balance
<b>ASSETS</b>							
<b>Interest-earning assets:</b>							
Loans and leases, excluding accretion	\$ 27,106,733	\$264,910	3.96%	\$22,745,093	\$233,585	4.07%	\$15,029,076
Accretion income on acquired loans		17,741	0.27		16,426	0.29	
Loans held for sale	176,647	1,407	3.23	220,766	1,324	2.38	289,755
Investment securities							
Taxable	14,588,090	45,155	1.26	12,636,302	37,258	1.17	6,505,915
Tax-exempt	482,434	3,056	2.57	318,245	2,035	2.54	100,112
Total investment securities	15,070,524	48,211	1.30	12,954,547	39,293	1.20	6,606,027
Other investments	1,161,262	688	0.24	1,289,997	822	0.25	421,217
Total interest-earning assets	43,515,166	332,957	3.10	37,210,403	291,450	3.11	22,346,075
Other assets	4,608,978			4,189,688			2,442,420
Allowance for credit losses	(444,294)			(404,578)			(242,935)
Total assets	\$ 47,679,850			\$40,995,513			\$24,545,560
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>							
<b>Interest-bearing liabilities:</b>							
Demand deposits	\$ 19,401,019	\$ 9,742	0.20%	\$15,811,268	\$ 8,485	0.21%	\$ 8,956,420
Savings deposits	3,631,699	568	0.06	3,374,243	1,203	0.14	2,550,095
Time deposits	3,725,794	4,764	0.52	3,526,539	5,139	0.58	2,480,862
Total interest-bearing deposits	26,758,512	15,074	0.23	22,712,050	14,827	0.26	13,987,377
Short-term borrowings	825,589	216	0.11	727,674	200	0.11	653,194
Long-term borrowings	466,842	4,818	4.19	441,165	4,387	3.95	301,696
Total interest-bearing liabilities	28,050,943	20,108	0.29	23,880,889	19,414	0.32	14,942,267
<b>Noninterest-bearing liabilities:</b>							
Demand deposits	13,806,591			12,047,637			6,484,703
Other liabilities	760,085			558,393			305,589
Total liabilities	42,617,619			36,486,919			21,732,559
<b>Shareholders' equity</b>	5,062,231			4,508,594			2,813,001
Total liabilities and shareholders' equity	\$ 47,679,850			\$40,995,513			\$24,545,560
Net interest income/net interest spread		312,849	2.81%		272,036	2.78%	
Net yield on earning assets/net interest margin			2.92%			2.90%	
<b>Taxable equivalent adjustment:</b>							
Loans and investment securities		(1,027)			(824)		
Net interest revenue		\$311,822			\$271,212		

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

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
<b>MORTGAGE SERVICING RIGHTS (MSR):</b>					
Fair value, beginning of period	\$ 69,552	\$ 64,684	\$ 60,615	\$ 60,332	\$ 47,571
Additions to mortgage servicing rights:					
Originations of servicing assets	5,155	5,709	5,798	6,833	5,588
Changes in fair value:					
Due to payoffs/paydowns	(3,147)	(3,823)	(3,919)	(2,946)	(3,273)
Due to update in valuation assumptions	21,299	2,982	2,190	(3,604)	10,446
Fair value, end of period	\$ 92,859	\$ 69,552	\$ 64,684	\$ 60,615	\$ 60,332
<b>MORTGAGE BANKING REVENUE:</b>					
Origination	\$ 5,118	\$ 5,970	\$ 9,284	\$ 8,646	\$ 15,955
Servicing	5,762	5,816	5,644	5,313	5,247
Payoffs/Paydowns	(3,147)	(3,823)	(3,919)	(2,946)	(3,273)
Total mortgage banking revenue excluding MSR	7,733	7,963	11,009	11,013	17,929
Market value adjustment on MSR	21,299	2,982	2,190	(3,604)	10,446
Market value adjustment on MSR Hedge	(7,269)	(365)	(141)	1,696	(3,065)
Total mortgage banking revenue	\$ 21,763	\$ 10,580	\$ 13,058	\$ 9,105	\$ 25,310
<b>Mortgage loans serviced</b>					
	\$ 7,629,119	\$ 7,553,917	\$ 7,455,113	\$ 7,407,690	\$ 7,259,808
MSR/mortgage loans serviced	1.22%	0.92%	0.87%	0.82%	0.83%
<b>AVAILABLE-FOR-SALE SECURITIES, at fair value</b>					
U.S. Treasury securities	\$ 1,459,845	\$ 1,496,465	\$ -	\$ -	\$ -
Obligations of U.S. government agencies	2,350,810	2,638,442	2,575,564	2,758,412	2,642,646
Mortgage-backed securities issued or guaranteed by					
U.S. agencies (MBS):					
Residential pass-through:					
Guaranteed by GNMA	105,900	113,427	52,625	56,009	56,778
Issued by FNMA and FHLMC	7,604,829	8,129,191	5,773,462	4,653,531	3,381,468
Other residential mortgage-back securities	212,216	243,357	-	-	-
Commercial mortgage-backed securities	1,951,367	2,061,133	1,518,556	1,478,058	1,414,345
Total MBS	9,874,312	10,547,108	7,344,643	6,187,598	4,852,591
Obligations of states and political subdivisions	530,241	565,520	112,152	117,248	126,589
Other domestic debt securities	103,117	63,645	21,013	20,853	18,442
Foreign debt securities	53,281	295,290	-	-	-
Total available-for-sale securities	\$ 14,371,606	\$ 15,606,470	\$ 10,053,372	\$ 9,084,111	\$ 7,640,268

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

Management evaluates the Company's capital position and adjusted performance by utilizing certain financial measures not calculated in accordance with GAAP, including adjusted net income, adjusted net income available to common shareholders, pre-tax pre-provision net revenue, adjusted pre-tax pre-provision net revenue, total adjusted expense, tangible common shareholders' equity to tangible assets, return on average tangible common equity, adjusted return on average tangible common equity, adjusted return on average assets, adjusted return on average common shareholders' equity, adjusted pre-tax pre-provision net revenue to total average assets, average tangible book value per common share, adjusted earnings per common share, efficiency ratio (tax equivalent) and adjusted efficiency ratio (tax equivalent), adjusted dividend payout ratio. The Company has included these non-GAAP financial measures in this release for the applicable periods presented. Management believes that the presentation of these non-GAAP financial measures (i) provides important supplemental information that contributes to a proper understanding of the Company's capital position and adjusted performance, (ii) enables a more complete understanding of factors and trends affecting the Company's business and (iii) allows investors to evaluate the Company's performance in a manner similar to management, the financial services industry, bank stock analysts and bank regulators. Reconciliations of these non-GAAP financial measures to the most directly comparable GAAP

financial measures are presented in the tables below. These non-GAAP financial measures should not be considered as substitutes for GAAP financial measures, and the Company strongly encourages investors to review the GAAP financial measures included in this news release and not to place undue reliance upon any single financial measure. In addition, because non-GAAP financial measures are not standardized, it may not be possible to compare the non-GAAP financial measures presented in this news release with other companies' non-GAAP financial measures having the same or similar names.

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

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
Net income (loss)	\$ 114,947	\$ (34,657)	\$ 72,725	\$ 75,539	\$ 81,555
Plus: Merger expense	3,974	44,843	3,442	9,962	1,649
Incremental merger related expense	6,571	4,633	-	-	-
Initial provision for acquired loans	-	132,062	-	11,500	-
Branch closing expense	128	-	-	-	-
Pension settlement expense	-	651	2,400	-	-
Less: Security (losses) gains	(1,097)	(378)	(195)	96	82
Tax adjustment	2,786	41,453	1,506	5,331	391
Adjusted net income	\$ 123,931	\$ 106,457	\$ 77,256	\$ 91,574	\$ 82,731
Less: Preferred dividends	2,372	2,372	2,372	2,372	2,372
Adjusted net income available to common shareholders	\$ 121,559	\$ 104,085	\$ 74,884	\$ 89,202	\$ 80,359

**Cadence Bank**

**Reconciliation of Non-GAAP Measures and Other Non-GAAP Ratio Definitions**

(Dollars in thousands, except per share amounts)

(Unaudited)

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

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
Net income (loss)	\$ 114,947	\$ (34,657)	\$ 72,725	\$ 75,539	\$ 81,555
Plus: Provision (release) for credit losses	-	133,562	(7,000)	11,500	-
Income tax expense (benefit)	33,643	(13,033)	20,350	21,102	23,347
Pre-tax pre-provision net revenue	\$ 148,590	\$ 85,872	\$ 86,075	\$ 108,141	\$ 104,902

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

Net income (loss)	\$ 114,947	\$ (34,657)	\$ 72,725	\$ 75,539	\$ 81,555
Plus: Provision (release) for credit losses	-	133,562	(7,000)	11,500	-
Merger expense	3,974	44,843	3,442	9,962	1,649
Incremental merger related expense	6,571	4,633	-	-	-
Branch closing expense	128	-	-	-	-
Pension settlement expense	-	651	2,400	-	-
Income tax expense (benefit)	33,643	(13,033)	20,350	21,102	23,347
Less: Security (losses) gains	(1,097)	(378)	(195)	96	82
Adjusted pre-tax pre-provision net revenue	\$ 160,360	\$ 136,377	\$ 92,112	\$ 118,007	\$ 106,469

Reconciliation of Total Noninterest Expense: to Adjusted Total Noninterest Expense

Total noninterest expense	\$ 291,667	\$ 289,194	\$ 179,889	\$ 173,984	\$ 155,823
Less: Merger expense	3,974	44,843	3,442	9,962	1,649
Incremental merger related expense	6,571	4,633	-	-	-
Branch closing expense	128	-	-	-	-
Pension settlement expense	-	651	2,400	-	-
Total adjusted expense	\$ 280,994	\$ 239,067	\$ 174,047	\$ 164,022	\$ 154,174

**Cadence Bank**

**Reconciliation of Non-GAAP Measures and Other Non-GAAP Ratio Definitions**



**(Dollars in thousands, except per share amounts)**  
**(Unaudited)**

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

	Quarter Ended				
	Mar-22	Dec-21	Sep-21	Jun-21	Mar-21
Tangible assets					
Total assets	\$ 47,204,061	\$ 47,669,751	\$ 28,060,496	\$ 27,612,365	\$ 25,802,497
Less: Goodwill	1,409,038	1,407,948	958,304	957,474	851,612
Other identifiable intangible assets	191,642	198,271	52,235	54,659	53,581
Total tangible assets	\$ 45,603,381	\$ 46,063,532	\$ 27,049,957	\$ 26,600,232	\$ 24,897,304
PERIOD END BALANCES:					
Tangible shareholders' equity					
Total shareholders' equity	\$ 4,643,757	\$ 5,247,987	\$ 3,023,257	\$ 3,069,574	\$ 2,825,198
Less: Goodwill	1,409,038	1,407,948	958,304	957,474	851,612
Other identifiable intangible assets	191,642	198,271	52,235	54,659	53,581
Preferred stock	166,993	166,993	166,993	166,993	166,993
Total tangible common shareholders' equity	\$ 2,876,084	\$ 3,474,775	\$ 1,845,725	\$ 1,890,448	\$ 1,753,012
AVERAGE BALANCES:					
Tangible shareholders' equity					
Total shareholders' equity	\$ 5,062,231	\$ 4,508,594	\$ 3,058,307	\$ 2,954,834	\$ 2,813,001
Less: Goodwill	1,407,973	1,115,502	957,899	910,448	851,612
Other identifiable intangible assets	195,606	106,559	53,567	52,564	54,876
Preferred stock	166,993	166,993	166,993	166,993	166,993
Total tangible common shareholders' equity	\$ 3,291,659	\$ 3,119,540	\$ 1,879,848	\$ 1,824,829	\$ 1,739,520
Total average assets	\$ 47,679,850	\$ 40,990,459	\$ 27,616,585	\$ 26,666,296	\$ 24,545,560
Total shares of common stock outstanding	183,488,844	188,337,658	106,853,316	108,614,595	102,624,818
Average shares outstanding-diluted	187,264,335	164,720,656	108,250,102	105,838,056	102,711,584
Tangible common shareholders' equity to tangible assets <sup>(1)</sup>	6.31%	7.54%	6.82%	7.11%	7.04%
Return on average tangible common equity <sup>(2)</sup>	13.87	(4.71)	14.85	16.08	18.46
Adjusted return on average tangible common equity <sup>(3)</sup>	14.98	13.24	15.80	19.61	18.74
Adjusted return on average assets <sup>(4)</sup>	1.05	1.03	1.11	1.38	1.37
Adjusted return on average common shareholders' equity <sup>(5)</sup>	10.07	9.51	10.28	12.83	12.32
Pre-tax pre-provision net revenue to total average assets <sup>(6)</sup>	1.26	0.83	1.24	1.63	1.73
Adjusted pre-tax pre-provision net revenue to total average assets <sup>(7)</sup>	1.36	1.32	1.32	1.77	1.76
Tangible book value per common share <sup>(8)</sup>	\$ 15.67	\$ 18.45	\$ 17.27	\$ 17.41	\$ 17.08
Adjusted earnings per common share <sup>(9)</sup>	\$ 0.65	\$ 0.63	\$ 0.69	\$ 0.84	\$ 0.78
Adjusted dividend payout ratio <sup>(10)</sup>	33.85%	31.75%	28.99%	22.62%	24.36%

(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) 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.

(3) 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.

(4) Adjusted return on average assets is defined by the Company as annualized net adjusted income divided by total average assets.

(5) 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.

(6) 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.

(7) 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.

(8) Tangible book value per common share is defined by the Company as tangible common shareholders' equity divided by total shares of common stock outstanding.

(9) 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.  
(10) Adjusted dividend payout ratio is defined by the Company as common share dividends divided by net adjusted income available to common shareholders.


#### Efficiency Ratio and Adjusted Efficiency Ratio Definitions

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

SOURCE Cadence Bank

For further information: Valerie C. Tolson, Senior Executive Vice President and Chief Financial Officer, 713/871-3903, or Will Fisackerly, Executive Vice President and Director of Corporate Finance, 662/680-2475

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Additional assets available online:  [Photos \(1\)](#)

### ***BancorpSouth Bank***

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<https://ir.cadencebank.com/2022-04-25-Cadence-Bank-Announces-First-Quarter-2022-Financial-Results>