

Second Quarter 2023 Results

Earnings Release
July 25, 2023



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Forward-Looking Statements

This presentation includes “forward-looking statements”, within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements are based on various facts and derived utilizing assumptions, current expectations, estimates and projections and are subject to known and unknown risks, uncertainties and other factors, which change over time and are beyond our control, that may cause actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Forward-looking statements include, without limitation, statements relating to the expected payment of Veritex Holdings, Inc.’s (“Veritex”) quarterly cash dividend; the impact of certain changes in Veritex’s accounting policies, standards and interpretations; the effects of the COVID-19 pandemic and actions taken in response thereto; a continuation of recent turmoil in the banking industry, responsive measures to mitigate and manage it and related supervisory and regulatory actions and costs and Veritex’s future financial performance, business and growth strategy, projected plans and objectives, as well as other projections based on macroeconomic and industry trends, which are inherently unreliable due to the multiple factors that impact broader economic and industry trends, and any such variations may be material. Statements preceded by, followed by or that otherwise include the words “believes,” “expects,” “anticipates,” “intends,” “projects,” “estimates,” “seeks,” “targets,” “outlooks,” “plans” and similar expressions or future or conditional verbs such as “will,” “should,” “would,” “may” and “could” are generally forward-looking in nature and not historical facts, although not all forward-looking statements include the foregoing words. We refer you to the “Risk Factors” and “Management’s Discussion and Analysis of Financial Condition and Results of Operations” sections of Veritex’s Annual Report on Form 10-K for the year ended December 31, 2022 and any updates to those risk factors set forth in Veritex’s Quarterly Reports on Form 10-Q, Current Reports on Form 8-K and other filings with the Securities and Exchange Commission (“SEC”), which are available on the SEC’s website at www.sec.gov. If one or more events related to these or other risks or uncertainties materialize, or if Veritex’s underlying assumptions prove to be incorrect, actual results may differ materially from what Veritex anticipates. Accordingly, you should not place undue reliance on any such forward-looking statements. Any forward-looking statement speaks only as of the date on which it is made. Veritex does not undertake any obligation, and specifically declines any obligation, to supplement, update or revise any forward-looking statements, whether as a result of new information, future developments or otherwise, except as required by law. All forward-looking statements, expressed or implied, included in this presentation are expressly qualified in their entirety by this cautionary statement. This cautionary statement should also be considered in connection with any subsequent written or oral forward-looking statements that Veritex or persons acting on Veritex’s behalf may issue.

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Use of Non-GAAP Financial Measures

This presentation contains certain non-GAAP (generally accepted accounting principles) financial measures, including tangible book value per common share (“TBVPS”), tangible common equity to tangible assets, return on average tangible common equity (“ROATCE”), operating earnings, pre-tax, pre-provision (“PTPP”) operating earnings, diluted operating earnings per shares (“EPS”), operating return on average assets (“ROAA”), PTPP operating ROAA, Operating ROATCE, operating efficiency ratio, operating noninterest income, operating noninterest expense and adjusted net interest margin (“NIM”). Veritex’s management uses these non-GAAP financial measures to evaluate its operating performance and provide information that is important to investors. The non-GAAP financial measures that Veritex discusses in this presentation should not be considered in isolation or as a substitute for the most directly comparable or other financial measures calculated in accordance with GAAP. Please see “Reconciliation of Non-GAAP Financial Measures” at the end of this presentation for reconciliations of non-GAAP measures to the most directly comparable financial measures calculated in accordance with GAAP.



Second Quarter 2023 Highlights

Key Highlights

- Pre-tax Pre-provision - \$58.5 Million
 - 1.90% PTPP ROAA
- Total Deposits increased 8.8% annualized
 - Loan to Deposit Ratio decreased to 105.1% from 107.3% in 1Q23
 - Uninsured and uncollateralized deposits decreased to 34.8% from 36.5% in 1Q23
 - Wholesale funding decreased to 29.3% from 32.2% in 1Q23
- CET1 grew 44 bps to 9.76% and decreased risk-weighted assets by \$252 million

Key Performance Metrics	Reported	Operating ¹
Net Income ²	\$33.7	\$34.7
Diluted Earnings Per Share	\$0.62	\$0.64
Return on Average Assets	1.10%	1.13%
Return on Average Tangible Common Equity	13.35%	13.70%
Efficiency Ratio	49.9%	48.9%
Balance Sheet ³		Total
Total Loans		\$9.7
Total Deposits		\$9.2

¹ Please refer to the "Reconciliation of Non-GAAP Financial Measures" at the end of this presentation for a description and reconciliation of these non-GAAP financial measures

² Net income \$ in millions

³ Total loans and deposits \$ in billions



2023 YTD Highlights

Key Highlights

- Pre-tax Pre-provision - \$125.0 Million, up 40.5%
 - 2.05% PTPP ROAA, up 31 bps
- Deposits up 8.2% year over year
- Loans up 12.8% year over year
- CET1 grew 51 bps to 9.76% while growing loans \$1.1 Billion

YTD	2023		2022	
Key Performance Metrics	Reported	Operating ¹	Reported	Operating ¹
Net Income ²	\$72.1	\$77.9	\$63.1	\$63.9
Diluted Earnings Per Share	\$1.32	\$1.43	\$1.19	\$1.20
PTPP income	n/a	\$125.0	n/a	\$89.0
PTPP ROAA	n/a	2.05%	n/a	1.74%
Return on Average Assets	1.18%	1.28%	1.23%	1.24%
Efficiency Ratio	49.2%	47.2%	51.8%	51.2%
Return on Average Tangible Common Equity	14.55%	15.66%	14.17%	14.34%

YTD Balance Sheet ³	2023	2022
CET1	9.76%	9.25%
Total Loans	\$9.7	\$8.6
Total Deposits	\$9.2	\$8.5

¹ Please refer to the "Reconciliation of Non-GAAP Financial Measures" at the end of this presentation for a description and reconciliation of these non-GAAP financial measures

² Net income \$ in millions

³ Total loans and deposits \$ in billions

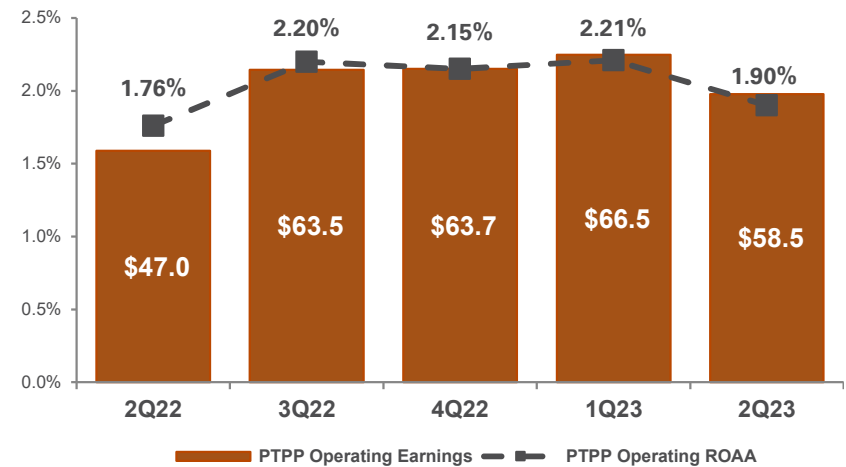
Second Quarter Financial Metrics



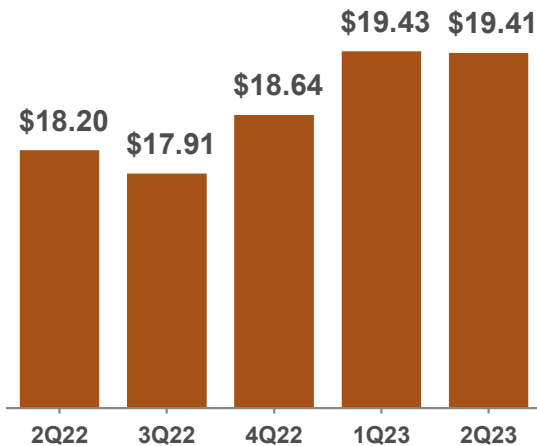
Summary

- PTPP Return on Average Assets - 1.90%¹
- TBVPS - \$19.41¹
- Efficiency ratio below 50%
- Diluted EPS - \$0.64¹

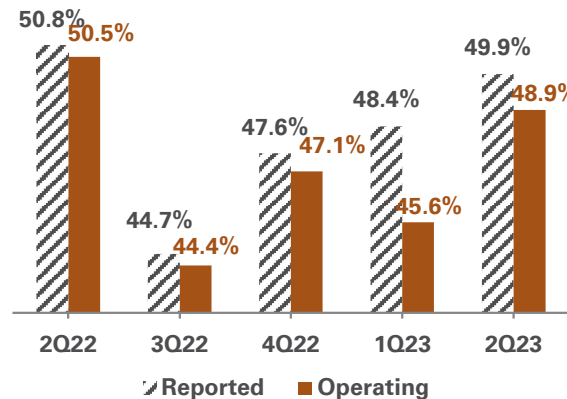
PTPP Return on Average Assets¹



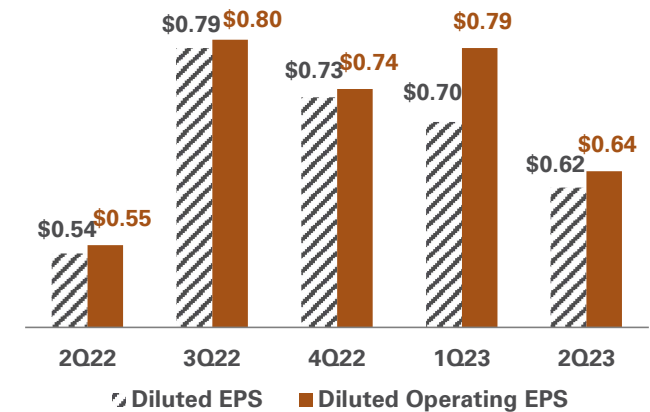
TBVPS¹



Efficiency Ratio¹



Diluted Earnings Per Share¹



¹ Please refer to the "Reconciliation of Non-GAAP Financial Measures" at the end of this presentation for a description and reconciliation of these non-GAAP financial measures

Liquidity and Funding

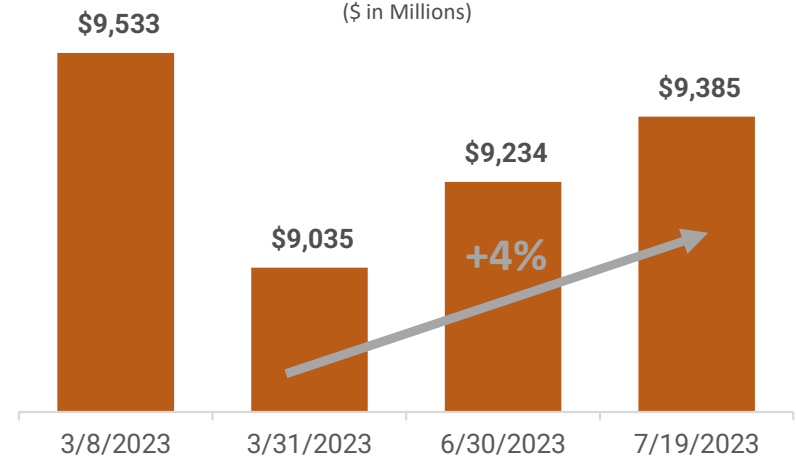


Summary

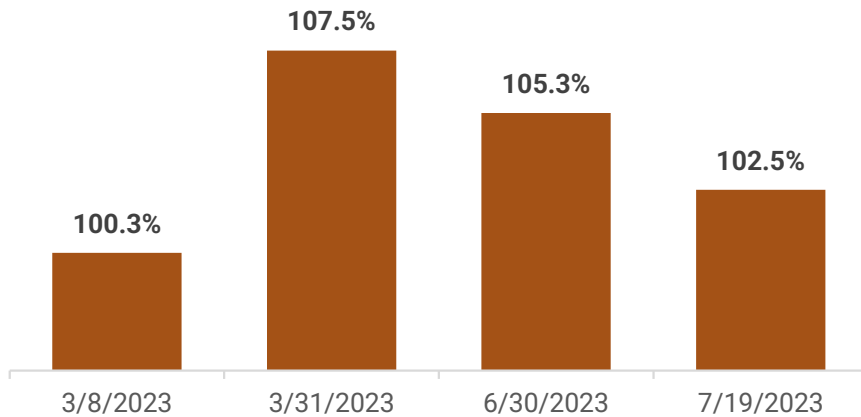
- Annualized deposits up 15% using ending balances on July 19, 2023 compared to 1Q23
- Loan / deposit ratio down 3% from quarter end
- Reliance on wholesale down 6% from 2Q23 quarter end

Total Deposits

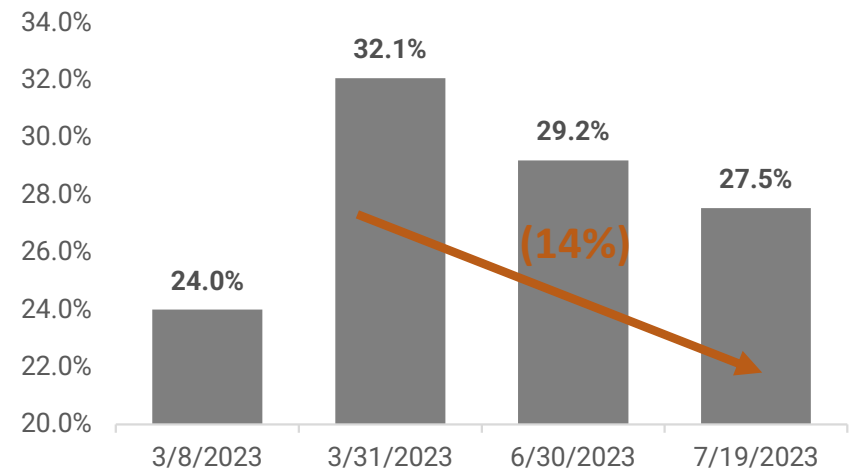
(\$ in Millions)



Loan / Deposits



Reliance on Wholesale



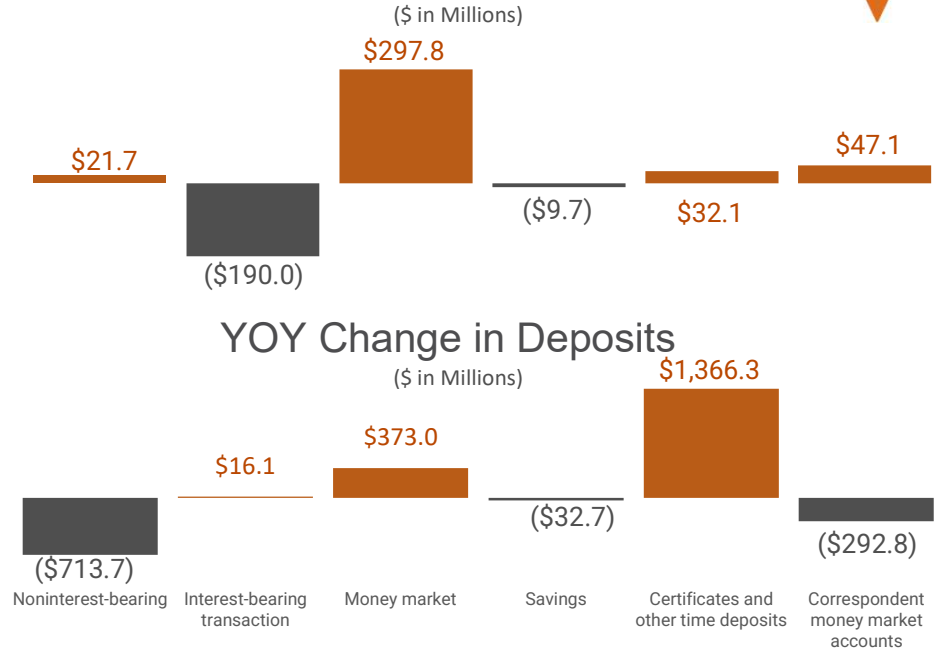
Deposits



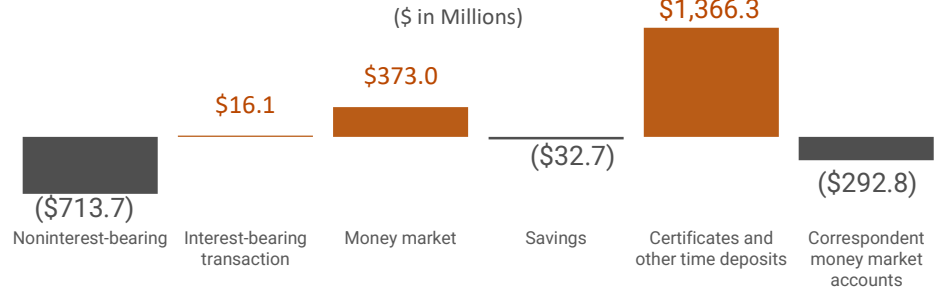
Summary

- Total deposits increased \$199.2 million, **↑ 8.8%** annualized
- Opened 1.4x deposit accounts compared to accounts closed during 2Q23
- 3.77% average rate on new accounts¹
- Uninsured and uncollateralized deposits = **34.8%**²

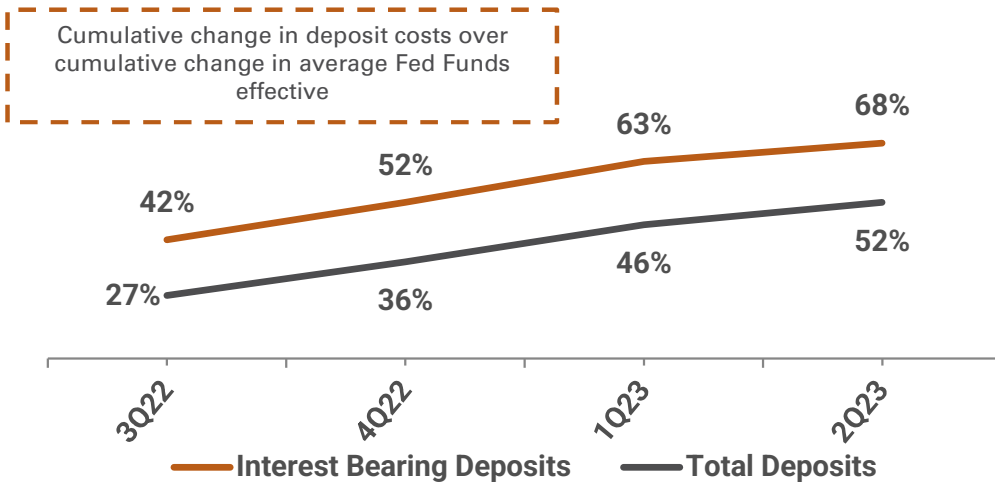
QOQ Change in Deposits



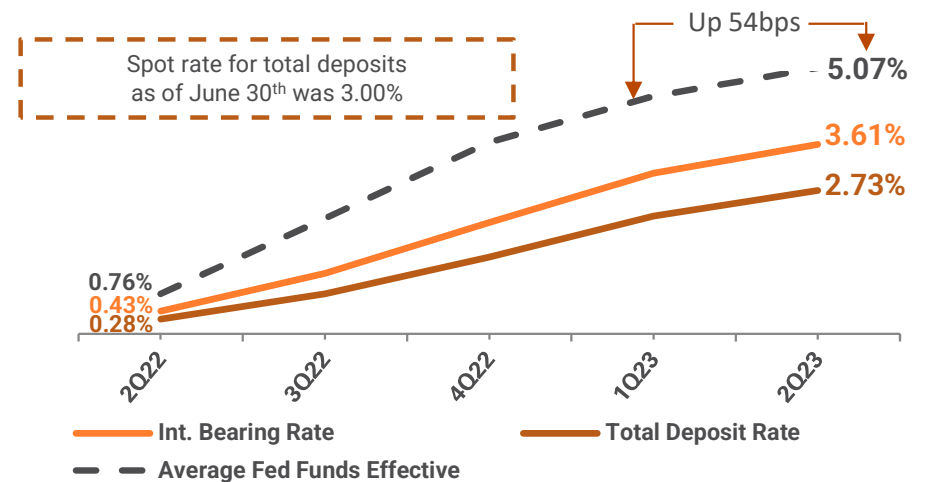
YOY Change in Deposits



Rate Hike Beta Trends



Rates and Average Fed Funds Effective



¹ Excludes wholesale

² As of June 30, 2023

Loans

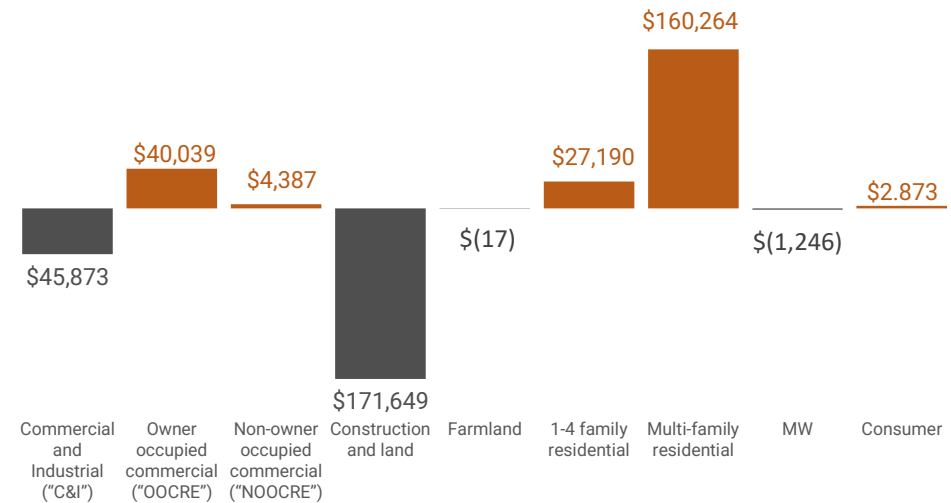


Summary

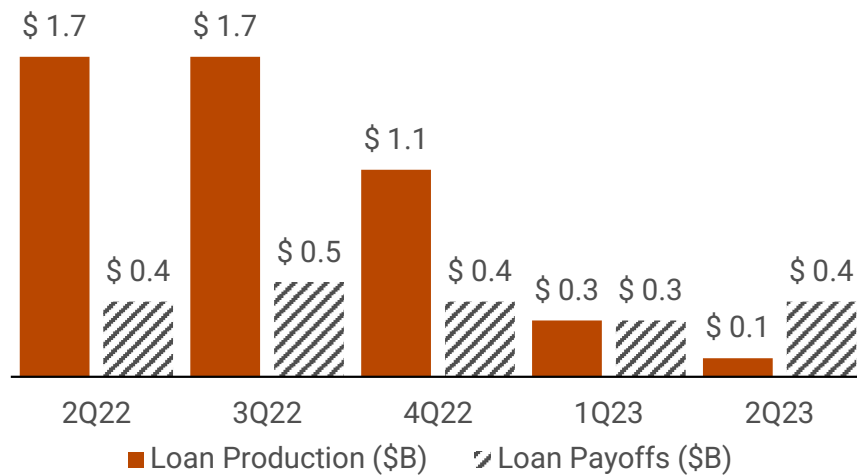
- 10.2% decrease in unfunded commitments
- \$398.1 million in loan payoffs in 2Q23, or \$633.6 million YTD
- Loan / deposit ratio improved by 205 bps quarter over quarter

QOQ Change in the Loan Portfolio

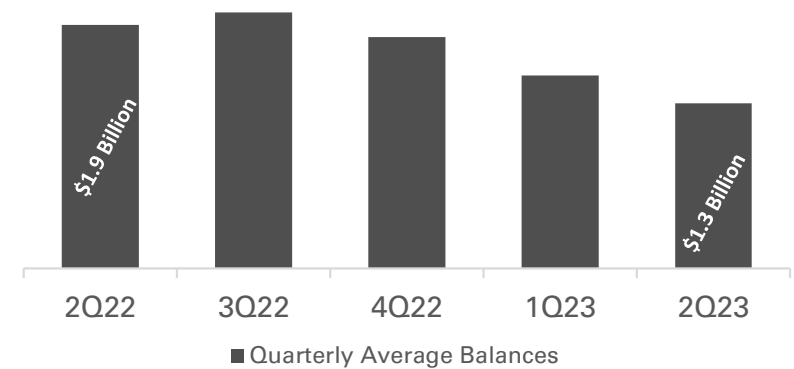
(\$ in Thousands)



Loan Production and Loan Payoff Levels



CRE ADC Construction Current Unfunded (Non-Revolving)



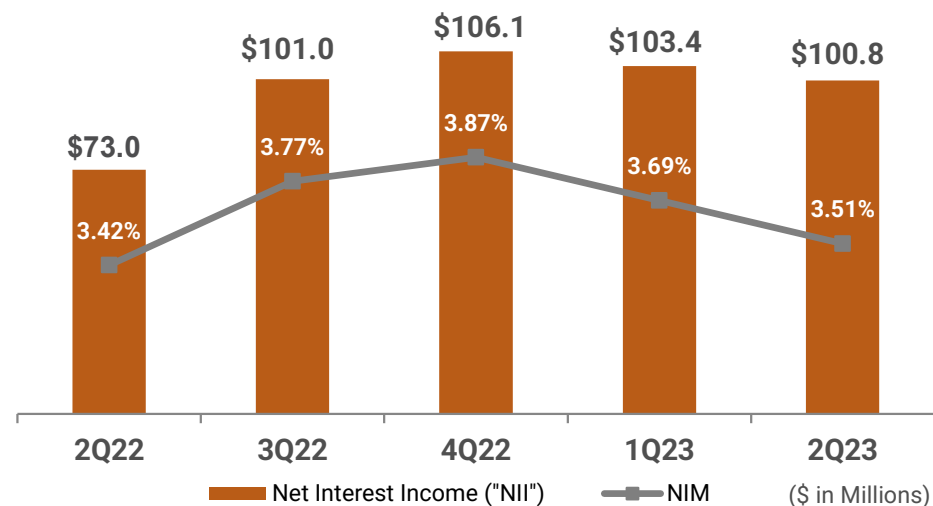
Net Interest Income



Summary

- NIM - 3.51%
- Average Loan Yield – 6.80%
- Average Cost of Interest-bearing Deposits – 3.61%
- 16% YOY increase in average earnings assets

NII / NIM Trend



Net Interest Income Rollforward

(\$ in thousand)	1Q23 v 2Q23
Beginning Net Interest Income	\$103,389
Impact of loan rate changes	9,223
Change due to day count	1,108
Impact of deposit rate changes	(8,772)
Impact of net growth	(1,995)
Impact of nonaccrual interest reversal	(908)
Impact of borrowing rate changes	(807)
Change in earning asset mix and other	(407)
Ending Net Interest Income	\$100,831

Interest Rate Sensitivity¹

Interest Rate Scenario	2Q23	1Q23	EVE Shock Scenerio	2Q23	1Q23
	Percentage Change From Base	Percentage Change From Base		Percentage Change From Base	Percentage Change From Base
Up 200 bps	7.13%	7.81%	Up 200 bps	1.45%	1.49%
Up 100 bps	3.61%	3.93%	Up 100 bps	0.84%	0.95%
BASE CASE	0.00%	0.00%	BASE CASE	0.00%	0.00%
Down 100 bps	-3.63%	-4.42%	Down 100 bps	-1.29%	-1.53%
Down 200 bps	-8.14%	-9.26%	Down 200 bps	-3.24%	-3.69%

¹ Interest rate sensitivity is calculated using a static rate shock.

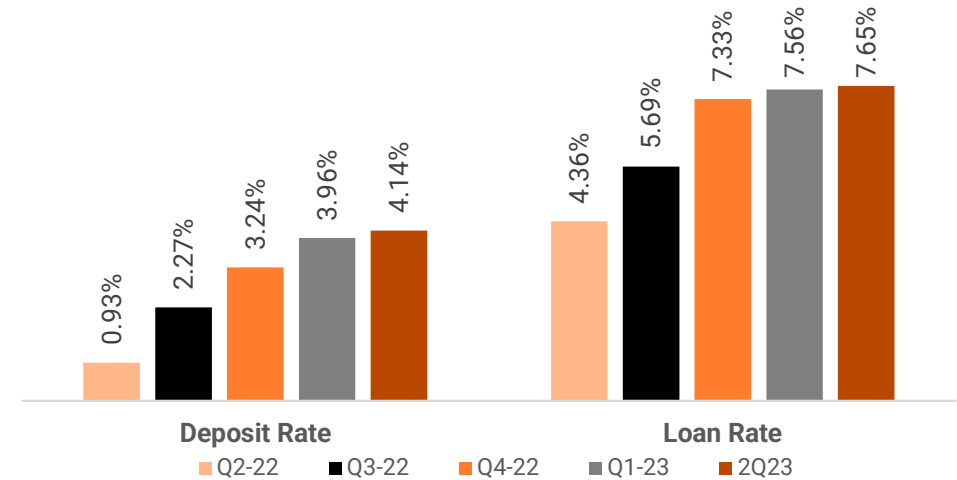
Interest Rates



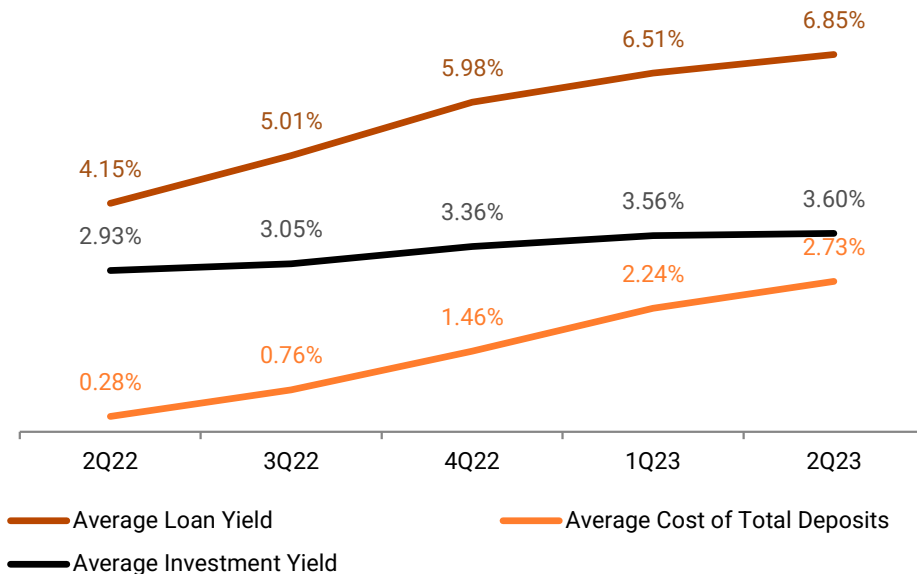
Summary

- Average 2Q23 loan and deposit new production spread = 351 bps
- Average investment yield at 3.60%

Production Rates Trend



5 Quarter Trend
(Loans, Investments and Deposits)



Variable and Hybrid Loans by Index

Variable and Hybrid Loans by Rate Index	Amount (in millions)	% of Variable and Hybrid Loans
1-Month SOFR	\$ 5,055.5	68.6%
Overnight SOFR	\$ 245.4	3.3%
Prime Rate	\$ 1,444.0	19.6%
Other	\$ 628.4	8.5%
Total Variable and Hybrid Loans	\$ 7,373.3	100.0%

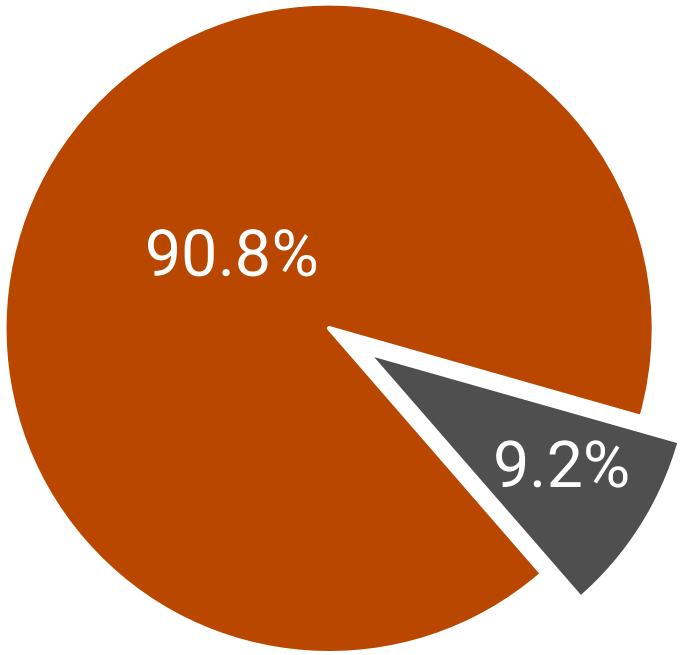


Investment Portfolio

Summary

- Represents 9% of total assets
- 84.0% is AFS securities
- Effective duration = 4.38 Years
- 2Q23 portfolio yield = 3.60%
- Current mark to market represents less than 12.8% of tangible common equity

Debt Investments as % of Total Assets
Total Assets: \$12.5 Billion



■ Other Assets ■ Investment Portfolio

AFS: \$1.1 Billion
HTM: \$138.9 Million
Total Mark to Market: \$134.8 Million¹
ACL Credit Mark: \$885 Thousand²

¹ Total mark to market is comprised of \$110.6 million in AFS securities already included in tangible common equity and \$24.2 in HTM securities.
² Solely made up of credit marks on our corporate bond portfolio.

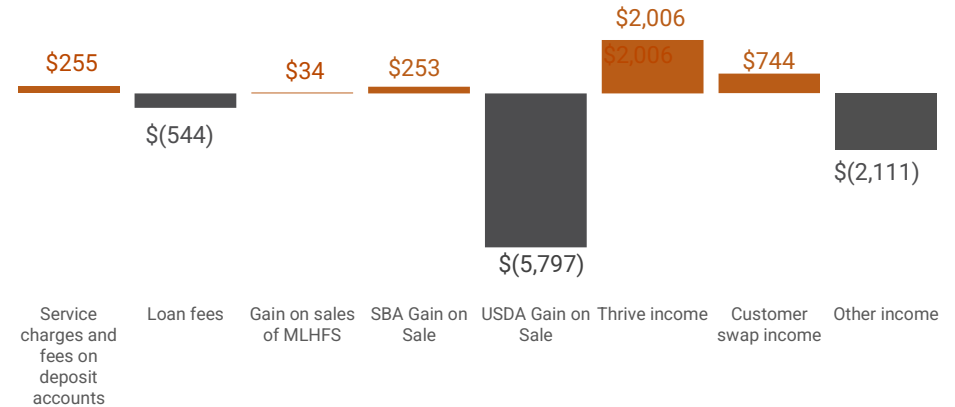
Noninterest Income



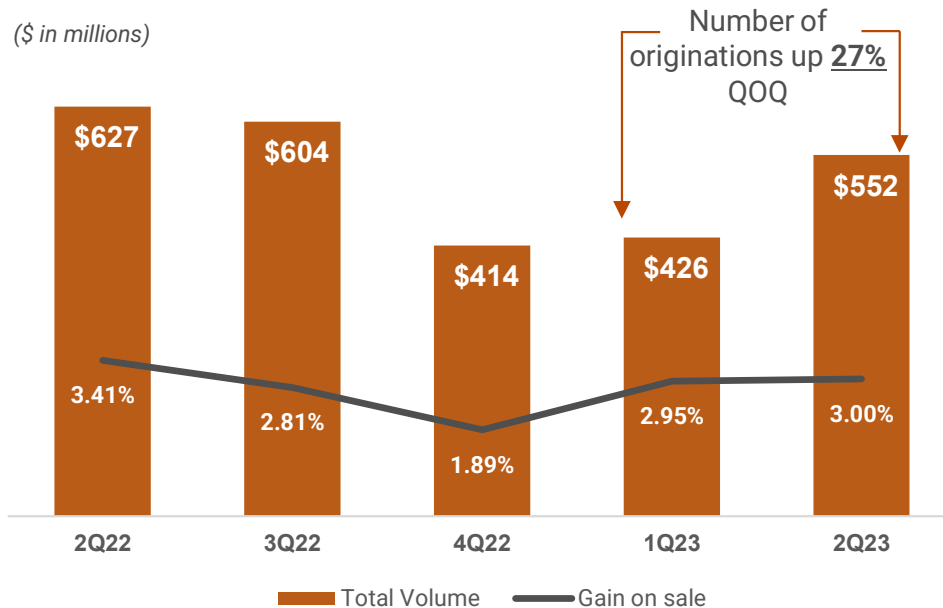
Summary

- Noninterest income increased to \$13.7MM
- Thrive Mortgage
 - Loan units up 27% from 1Q23
 - Production \$ up 29.6% from 1Q23
 - Continued reduction in G&A expenses across the organization
 - Rate locks up 40.5% from 1Q23

QOQ Change in Operating Noninterest Income



Thrive Volume and Gain on Sale



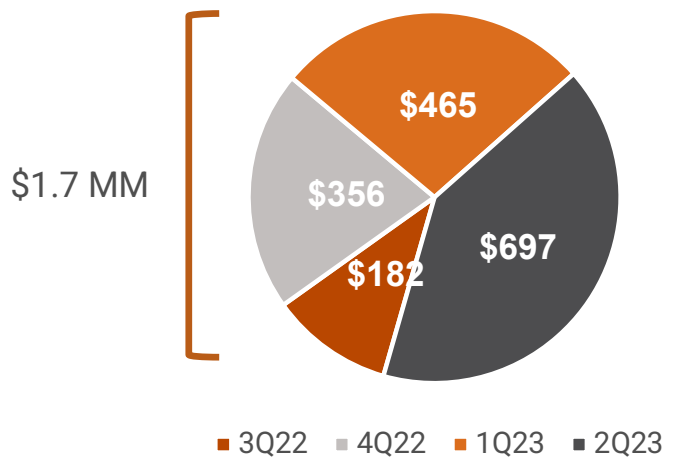
Thrive Income Rollforward

Equity Method 49% Interest Q1 Loss	(\$1,521)
Improved gain on sale	1,942
Higher production income	526
Impact of lower G&A expenses	461
Higher production cost	(891)
Other	(32)
Equity Method 49% Interest Q2 Profit	485

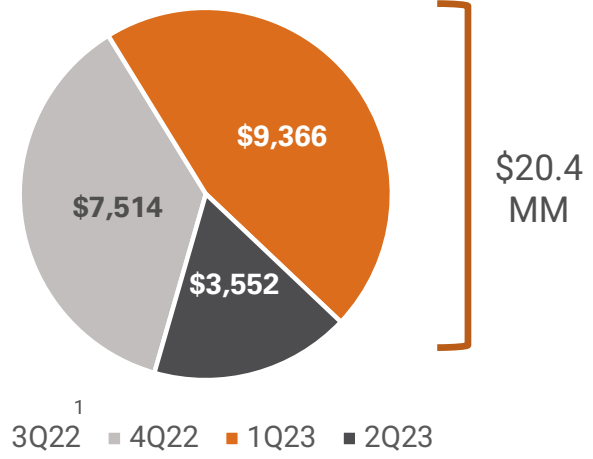


SBA and USDA Loans

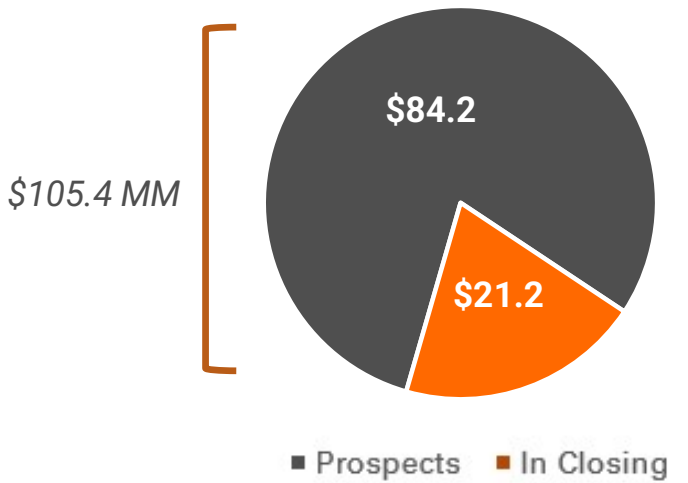
Trailing 4 Quarters SBA Revenue *(\$ thousands)*



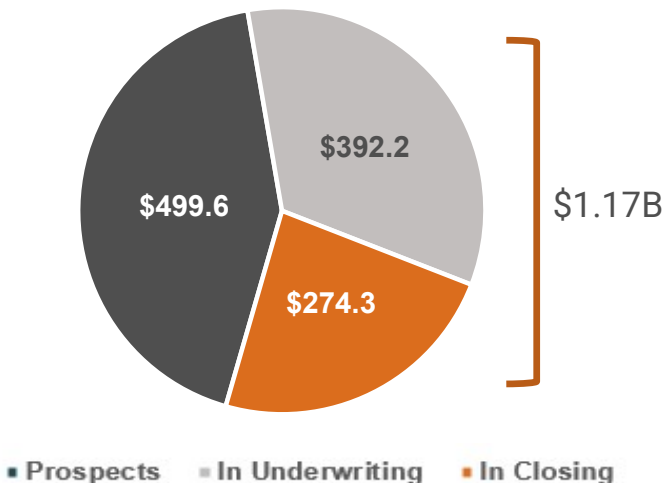
Trailing 4 Quarters USDA Revenue *(\$ thousands)*



SBA Pipeline *(\$ millions)*



USDA Pipeline *(\$ millions)*



¹ No USDA revenue was recognized in 3Q22.

Capital

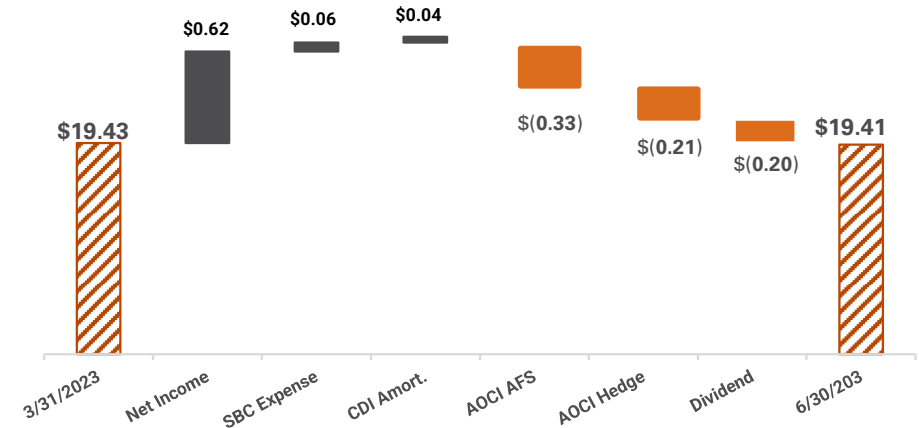
CET1 up 44 bps QOQ to 9.76%



Summary

- CET1 increased primarily driven by decreased unfunded commitments
- CET1, including the impact to AOCI, increased to 9.02%
- TBV remained stable at \$19.41
- Total Capital increased 12% YOY¹

TBVPS Rollforward



Capital Levels, including and excluding AOCI, compared to minimum requirement

Capital Ratio	Minimum with Conservative Buffer	2Q23, including AOCI	2Q23, as report
CET1 Capital	7.00%	9.02%	9.76%
Tier 1 Capital	8.50%	9.27%	10.01%
Total Capital	10.50%	11.77%	12.51%

¹ Total Capital increased 12% annualized at both the Holding Company and Bank level.



Allowance For Credit Losses

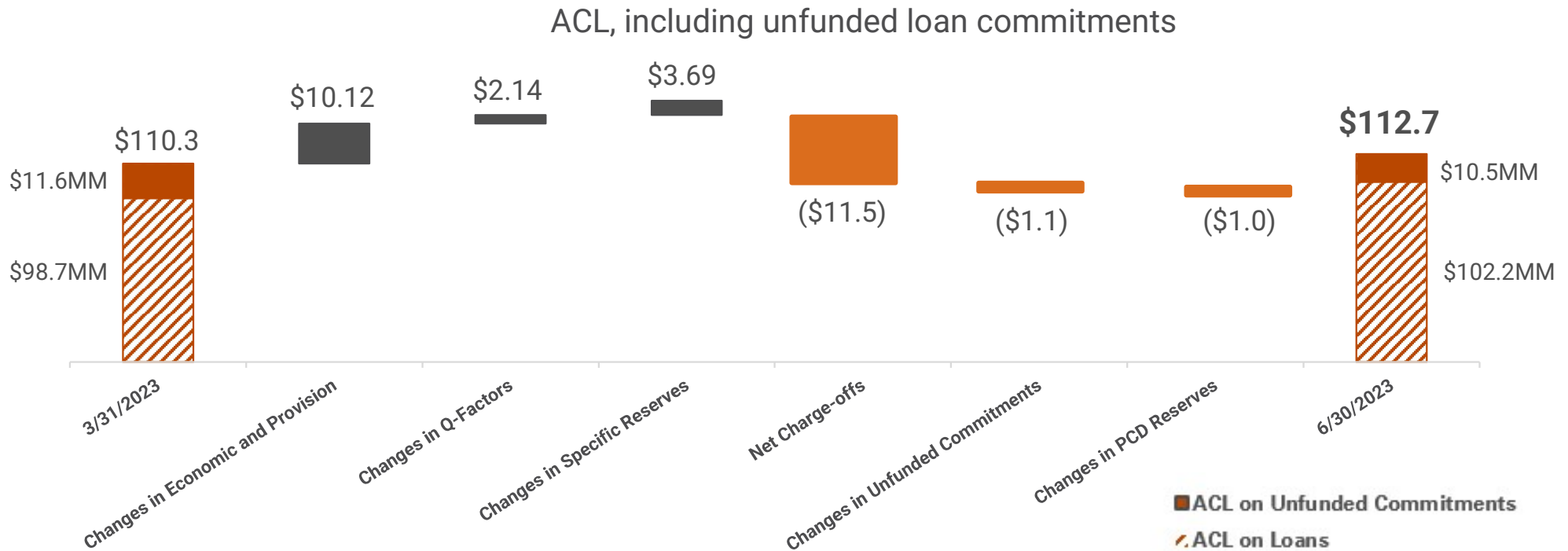
1.05%

Summary

- ACL to Total Loans : 1.05%, up by 3%
- General reserve reflects current economic outlook on economy and recessionary risk
- 40% Baseline / 60% Scenario 2 of Moody's forecast utilized
- Q-Factors represent 33bps of the general reserve

Total Loan Balances up 2.4% from December 31, 2022

ACL to Total Loans up 9.3% from December 31, 2022



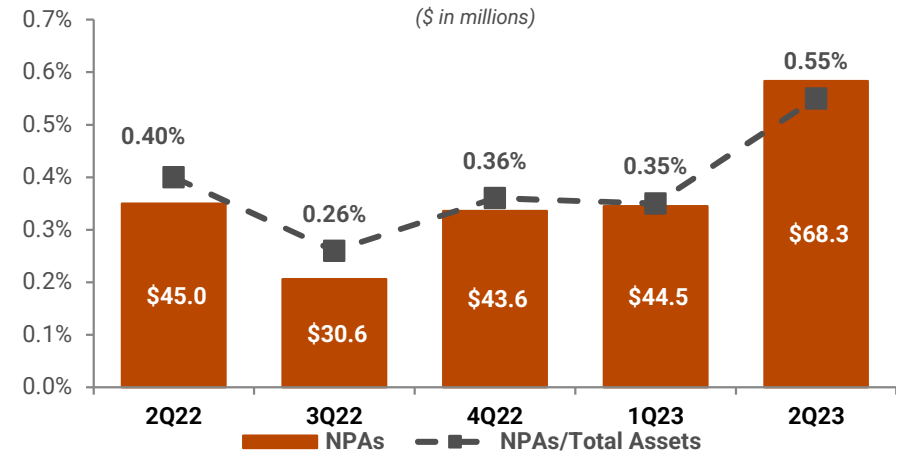
Credit Quality



Summary

- NPA/Total Assets = 0.55% and annual NCO's = 0.48% primarily driven by the following:
 - 25-year relationship CRE Office loan originated in 2015 placed on the market in 2Q23 after losing significant occupancy over the last 9 months. Property is under contract and resulted in a \$8.5MM charge-off
 - C&I Lender Finance transaction originated in 2016 to finance the purchase of auto notes. Note was restructured resulting in a charge-off of \$2.9MM
- 60-89 past dues = \$25.2MM primarily driven by a SNC relationship in which the lead bank is in the process of closing a restructure with a payoff expected to close early 3Q23. Excluding this credit, past dues remained flat.

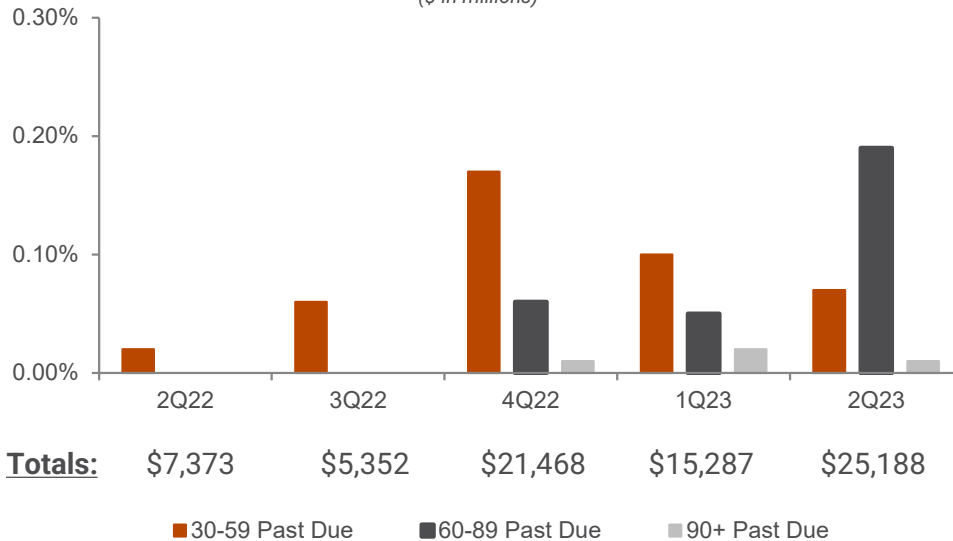
NPAs / Total Assets



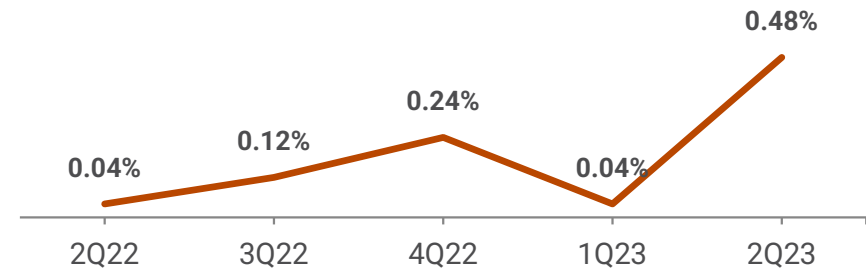
NPAs include \$13.7 million of PCD loans at 2Q23

Past Due Trend¹ % of Total Loans²

(*\$ in millions*)



Annualized Net Charge-offs



¹ Past due loans exclude purchased credit deteriorated loans that are accounted for on a pooled basis and non-accrual loans.

² Total loans excludes Loans Held for Sale, MW and PPP loans.

Credit Quality

(cont.)

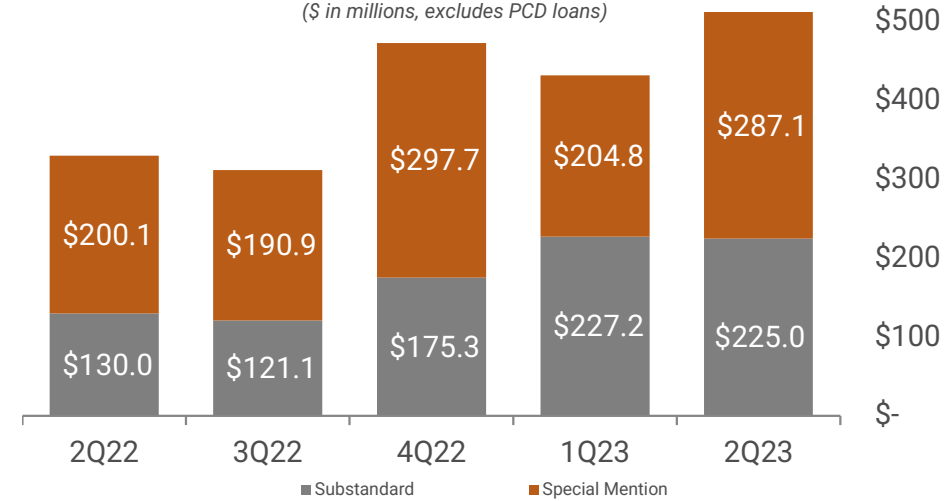


Summary

- Criticized loans = \$512.1 MM
- 8.3% increase in criticized loans compared to December 31, 2022
- 32% of criticized are CRE Office¹
- 10% of criticized are C&I OOCRE¹

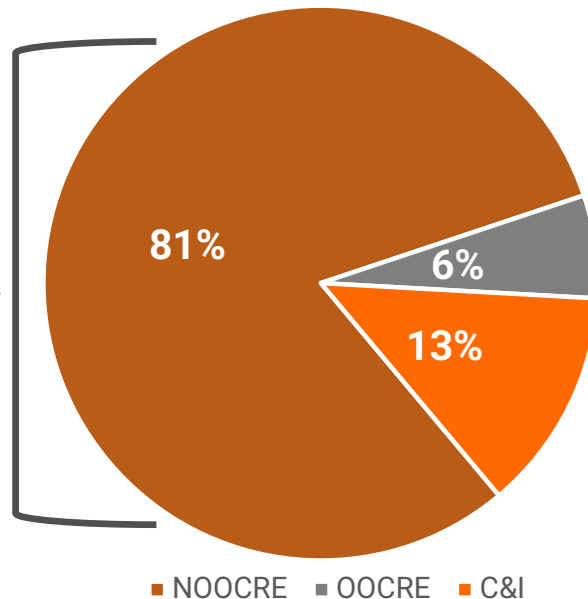
Quarterly Criticized Loans

(*\$ in millions, excludes PCD loans*)



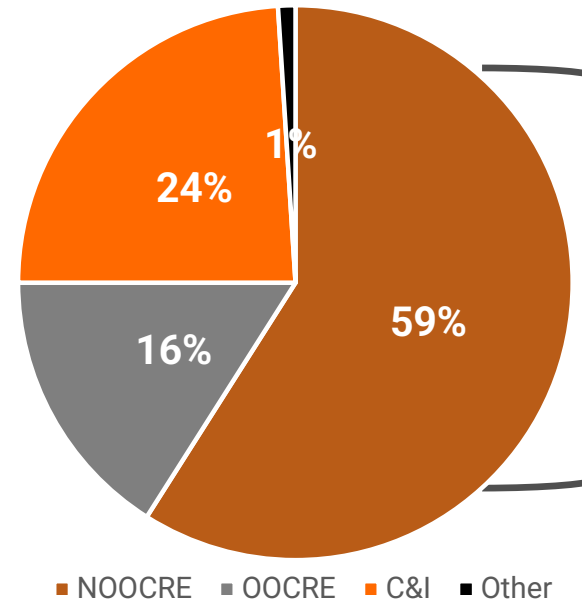
Special Mention Risk Rating Breakdown

\$287.1 Million



Substandard Risk Rating Breakdown

\$225.0 Million



25% CRE Office
15% CRE Other
12% CRE Hotel
5% CRE Retail

38% CRE Office
10% CRE Hotel
9% CRE Industrial
9% CRE Multifamily
7.5% CRE Retail
6% CRE Other

¹ As of June 30, 2023

Second Quarter 2023 Results

Supplemental Information



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Reconciliation of Non-GAAP Financial Measures



	As of				
	Jun 30, 2023	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022
(Dollars in thousands, except per share data)					
Tangible Common Equity					
Total stockholders' equity	\$ 1,491,280	\$ 1,493,737	\$ 1,449,773	\$ 1,411,899	\$ 1,429,442
Adjustments:					
Goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)
Core deposit intangibles	(33,371)	(35,808)	(38,247)	(40,684)	(43,122)
Tangible common equity	\$ 1,053,457	\$ 1,053,477	\$ 1,007,074	\$ 966,763	\$ 981,868
Common shares outstanding	54,261	54,229	54,030	53,988	53,951
Book value per common share	\$ 27.48	\$ 27.54	\$ 26.83	\$ 26.15	\$ 26.50
Tangible book value per common share	\$ 19.41	\$ 19.43	\$ 18.64	\$ 17.91	\$ 18.20

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	Jun 30, 2023	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022
(Dollars in thousands)					
Tangible Common Equity					
Total stockholders' equity	\$ 1,491,280	\$ 1,493,737	\$ 1,449,773	\$ 1,411,899	\$ 1,429,442
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Core deposit intangibles	(33,371)	(35,808)	(38,247)	(40,684)	(43,122)
Tangible common equity	\$ 1,053,457	\$ 1,053,477	\$ 1,007,074	\$ 966,763	\$ 981,868
Tangible Assets					
Total assets	\$ 12,470,368	\$ 12,609,487	\$ 12,154,361	\$ 11,714,454	\$ 11,304,811
Adjustments:					
Goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)
Core deposit intangibles	(33,371)	(35,808)	(38,247)	(40,684)	(43,122)
Tangible Assets	\$ 12,032,545	\$ 12,169,227	\$ 11,711,662	\$ 11,269,318	\$ 10,857,237
Tangible Common Equity to Tangible Assets	8.76 %	8.66 %	8.60 %	8.58 %	9.04 %

Reconciliation of Non-GAAP Financial Measures



	For the Quarter Ended				Six Months Ended		
	Jun 30, 2023	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	June 30, 2023	Jun 30, 2022
(Dollars in thousands)							
Net income available for common stockholders adjusted for amortization of core deposit intangibles							
Net income	\$ 33,730	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 72,141	\$ 63,096
Adjustments:							
Plus: Amortization of core deposit intangibles	2,438	2,438	2,438	2,438	2,438	4,876	4,876
Less: Tax benefit at the statutory rate	512	512	512	512	512	1,024	1,024
Net income available for common stockholders adjusted for amortization of core deposit intangibles	\$ 35,656	\$ 40,337	\$ 41,823	\$ 45,248	\$ 31,552	\$ 75,993	\$ 66,948
Average Tangible Common Equity							
Total average stockholders' equity	\$1,510,625	\$1,476,576	\$1,434,818	\$1,453,816	\$1,447,377	\$1,493,695	\$1,402,660.8
Adjustments:							
Average goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)	(404,234)
Average core deposit intangibles	(34,969)	(37,361)	(39,792)	(42,230)	(44,720)	(36,159)	(45,932)
Average tangible common equity	\$1,071,204	\$1,034,763	\$ 990,574	\$1,007,134	\$ 998,205	\$1,053,084	\$ 952,495
Return on Average Tangible Common Equity (Annualized)	13.35 %	15.81 %	16.75 %	17.82 %	12.68 %	14.55 %	14.17 %

Reconciliation of Non-GAAP Financial Measures



	For the Quarter Ended				Six Months Ended		
	Jun 30, 2023	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	June 30, 2023	Jun 30, 2022
(Dollars in thousands, except per share data)							
Operating Earnings							
Net income	\$ 33,730	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 72,141	\$ 63,096
Plus: Severance payments ¹	1,194	835	630	—	—	2,029	—
Plus: Loss on sale of debt securities AFS, net	—	5,321	—	—	—	5,321	—
Plus: M&A expenses	—	—	—	384	295	—	995
Operating pre-tax income	34,924	44,567	40,527	43,706	29,921	79,491	64,091
Less: Tax impact of adjustments	251	1,293	132	81	66	1,544	222
Operating earnings	\$ 34,673	\$ 43,274	\$ 40,395	\$ 43,625	\$ 29,855	\$ 77,947	\$ 63,869
Weighted average diluted shares outstanding							
	54,486	54,606	54,780	54,633	54,646	54,546	53,121
Diluted EPS	\$ 0.62	\$ 0.70	\$ 0.73	\$ 0.79	\$ 0.54	\$ 1.32	\$ 1.19
Diluted operating EPS	\$ 0.64	\$ 0.79	\$ 0.74	\$ 0.80	\$ 0.55	\$ 1.43	\$ 1.20

¹ Severance payments relate to certain restructurings made during the periods disclosed.

Reconciliation of Non-GAAP Financial Measures



	For the Quarter Ended				Six Months Ended		
	Jun 30, 2023	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	June 30, 2023	Jun 30, 2022
	(Dollars in thousands)						
Pre-Tax, Pre-Provision Operating Earnings							
Net income	\$ 33,730	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 72,141	\$ 63,096
Plus: Provision for income taxes	9,725	11,012	11,890	12,248	8,079	20,737	16,181
Plus: Provision for credit losses and unfunded commitments	13,871	10,882	11,277	7,500	9,000	24,753	8,993
Plus: Severance payments	1,194	835	630	—	—	2,029	—
Plus: Loss on sale of debt securities AFS, net	—	5,321	—	—	—	5,321	—
Plus: M&A expenses	—	—	—	384	295	—	995
Pre-tax, pre-provision operating earnings	\$ 58,520	\$ 66,461	\$ 63,694	\$ 63,454	\$ 47,000	\$ 124,981	\$ 89,265
Average total assets	\$12,350,223	\$12,214,313	\$11,761,044	\$11,460,857	\$10,711,663	\$12,282,644	\$10,357,261
Pre-tax, pre-provision operating return on average assets¹	1.90 %	2.21 %	2.15 %	2.20 %	1.76 %	2.05 %	1.74 %
Average loans	\$9,657,313	\$9,501,309	\$9,103,552	\$8,729,093	\$8,038,153	\$9,579,742	\$7,684,023
Pre-tax, pre-provision operating return on average loans¹	2.43 %	2.84 %	2.78 %	2.88 %	2.35 %	2.63 %	2.34 %
Average total assets	\$12,350,223	\$12,214,313	\$11,761,044	\$11,460,857	\$10,711,663	\$12,282,644	\$10,357,261
Return on average assets¹	1.10 %	1.28 %	1.35 %	1.50 %	1.11 %	1.18 %	1.23 %
Operating return on average assets¹	1.13	1.44	1.36	1.51	1.12	1.28	1.24

Reconciliation of Non-GAAP Financial Measures



Operating earnings adjusted for amortization of core deposit intangibles							
Operating earnings	\$ 34,673	\$ 43,274	\$ 40,395	\$ 43,625	\$ 29,855	\$ 77,947	\$ 63,869
Adjustments:							
Plus: Amortization of core deposit intangibles	2,438	2,438	2,438	2,438	2,438	4,876	4,876
Less: Tax benefit at the statutory rate	512	512	512	512	512	1,024	1,024
Operating earnings adjusted for amortization of core deposit intangibles	\$ 36,599	\$ 45,200	\$ 42,321	\$ 45,551	\$ 31,781	\$ 81,799	\$ 67,721
Average Tangible Common Equity							
Total average stockholders' equity	\$1,510,625	\$1,476,576	\$1,434,818	\$1,453,816	\$1,447,377	\$1,493,695	\$1,402,661
Adjustments:							
Less: Average goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)	(404,234)
Less: Average core deposit intangibles	(34,969)	(37,361)	(39,792)	(42,230)	(44,720)	(36,159)	(45,932)
Average tangible common equity	\$1,071,204	\$1,034,763	\$ 990,574	\$1,007,134	\$ 998,205	\$1,053,084	\$ 952,495
Operating return on average tangible common equity¹	13.70 %	17.72 %	16.95 %	17.94 %	12.77 %	15.66 %	14.34 %
Efficiency ratio							
Net interest income	\$ 100,831	\$ 103,389	\$ 106,097	\$ 101,040	\$ 84,480	\$ 204,220	\$ 157,520
Noninterest income	13,692	13,531	14,326	13,021	10,378	27,223	25,475
Plus: Loss on sale of AFS securities, net	—	5,321	—	—	—	5,321	—
Operating noninterest income	13,692	18,852	14,326	13,021	10,378	32,544	25,475
Noninterest expense	57,197	56,615	57,359	50,991	48,153	113,812	94,725
Less: Severance payments	1,194	835	630	—	—	2,029	—
Less: M&A expenses	—	—	—	384	295	—	995
Operating noninterest expense	\$ 56,003	\$ 55,780	\$ 56,729	\$ 50,607	\$ 47,858	\$ 111,783	\$ 93,730
Operating efficiency ratio	48.90 %	45.63 %	47.11 %	44.37 %	50.45 %	47.21 %	51.22 %

¹ Annualized ratio for quarterly metrics.

Second Quarter 2023 Results

Earnings Release
July 25, 2023



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