



NASDAQ: IBTX

Investor Presentation

2nd Quarter, 2023

Safe Harbor Statement

The numbers as of and for the quarter ended March 31, 2023 are unaudited. This communication contains “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995 regarding the financial condition, results of operations, business plans and the future performance of Independent Bank Group, Inc. (“IBTX”). Words such as “anticipates,” “believes,” “estimates,” “expects,” “forecasts,” “intends,” “plans,” “projects,” “could,” “may,” “should,” “will” or other similar words and expressions are intended to identify these forward-looking statements. These forward-looking statements are based on IBTX’s current expectations and assumptions regarding IBTX’s business, the economy, and other future conditions. Because forward-looking statements relate to future results and occurrences, they are subject to inherent uncertainties, assumptions, risks, and changes in circumstances that are difficult to predict. Many possible events or factors could materialize or IBTX’s underlying assumptions could prove incorrect and affect IBTX’s future financial results and performance and could cause actual results or performance to differ materially from anticipated results or performance. Such risks and uncertainties include, among others, risks relating to the coronavirus (COVID-19) pandemic and its effect on U.S. and world financial markets, potential regulatory actions, changes in consumer behaviors and impacts on and modifications to the operations and business of IBTX relating thereto, and the business, economic and political conditions in the markets in which IBTX operates. Except to the extent required by applicable law or regulation, IBTX disclaims any obligation to update such factors or to publicly announce the results of any revisions to any of the forward-looking statements included herein to reflect future events or developments. Further information regarding IBTX and factors which could affect the forward-looking statements contained herein can be found in IBTX’s Annual Report on Form 10-K for the fiscal year ended December 31, 2022, Quarterly Report on Form 10-Q for the period ended March 31, 2023 and its other filings with the Securities and Exchange Commission.

Safe Harbor Statement (cont.)

Non-GAAP Financial Measures

In addition to results presented in accordance with GAAP, this presentation contains certain non-GAAP financial measures. These measures and ratios include “adjusted net income,” “tangible book value,” “tangible book value per common share,” “adjusted efficiency ratio,” “tangible common equity to tangible assets,” “return on tangible common equity,” “adjusted return on average assets,” “adjusted return on average common equity,” “adjusted return on tangible common equity,” “adjusted earnings per share,” “adjusted diluted earnings per share,” “adjusted net interest margin,” “adjusted net interest income,” “adjusted noninterest expenses” and “adjusted noninterest income” and are supplemental measures that are not required by, or are not presented in accordance with, accounting principles generally accepted in the United States.

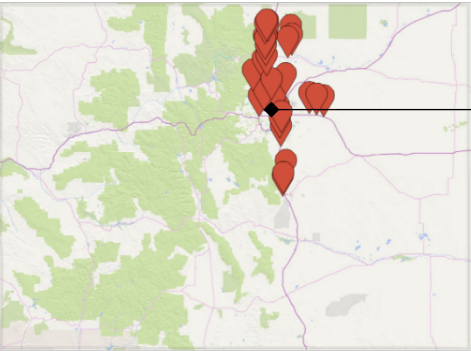
We believe that these measures provide useful information to management and investors that is supplementary to our financial condition, results of operations and cash flows computed in accordance with GAAP; however we acknowledge that our financial measures have a number of limitations relative to GAAP financial measures. Certain non-GAAP financial measures exclude items of income, expenditures, expenses, assets, or liabilities, including provisions for credit losses and the effect of goodwill, other intangible assets and income from accretion on acquired loans arising from purchase accounting adjustments, that we believe cause certain aspects of our results of operations or financial condition to be not indicative of our primary operating results. All of these items significantly impact our financial statements. Additionally, the items that we exclude in our adjustments are not necessarily consistent with the items that our peers may exclude from their results of operations and key financial measures and therefore may limit the comparability of similarly named financial measures and ratios. We compensate for these limitations by providing the equivalent GAAP measures whenever we present the non-GAAP financial measures and by including a reconciliation of the impact of the components adjusted for in the non-GAAP financial measure so that both measures and the individual components may be considered when analyzing our performance.

A reconciliation of our non-GAAP financial measures to the comparable GAAP financial measures is included at the end of this presentation.

Overview

- **Community bank holding company** with \$18.8 billion in assets and 92 financial centers across Texas and Colorado.
- Innately **conservative credit culture** with a demonstrated history of maintaining resilient asset quality through previous downturns.
- Highly **granular loan portfolio** with a small average credit size and low hold limits.
- Loan growth driven by regional community banking: loans made to **relationship borrowers across our footprint** in Texas and Colorado.
- **Large insider ownership** aligns shareholder interests with day-to-day management and decision-making.
- **Disciplined growth** both organically and through strategic acquisitions.

Company Snapshot



Denver, CO

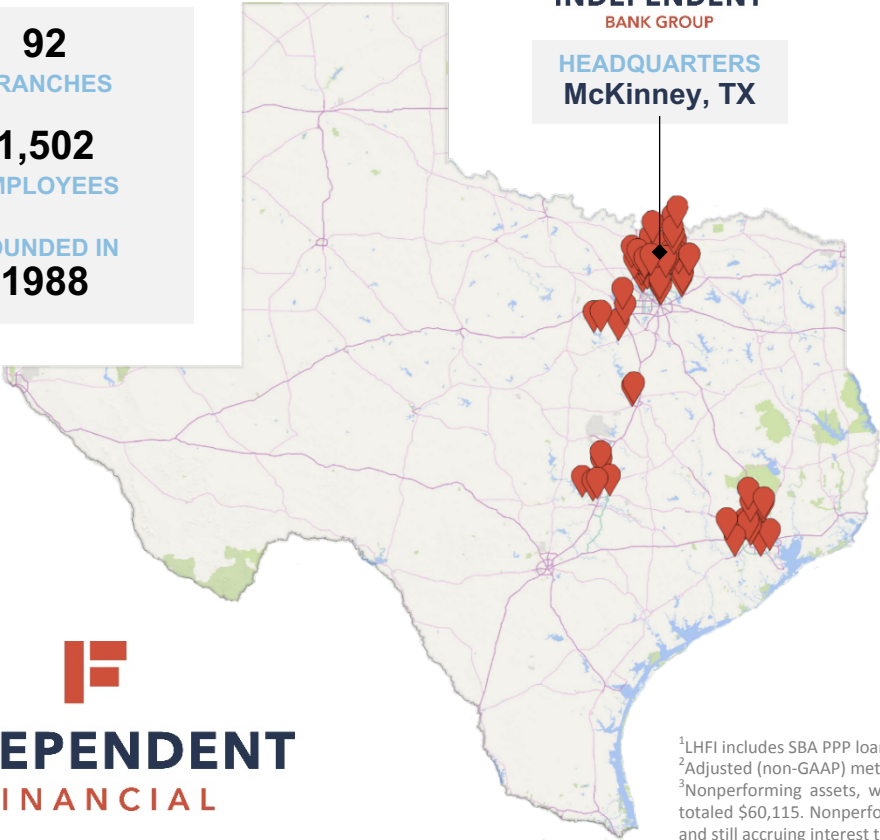
92
BRANCHES

1,502
EMPLOYEES

FOUNDED IN
1988



HEADQUARTERS
McKinney, TX



Independent Bank Group, Inc.
NASDAQ: IBTX

Financial Highlights

as of and for the Quarter Ended March 31, 2023

Balance Sheet Highlights (\$ millions)		
Total Assets	\$	18,798
Loans Held for Investment, Excluding Mortgage Warehouse ¹		13,606
Mortgage Warehouse Loans		401
Total Deposits		14,056
Total Stockholders' Equity		2,351
Profitability Metrics ²		
Adjusted EPS	\$	1.07
Adjusted ROAA		0.98 %
Adjusted ROTCE		13.49
Adjusted Efficiency Ratio		58.17
Asset Quality Metrics ³		
NPAs / Assets		0.32 %
NPLs / Loans Held for Investment		0.27
NCOs (Annualized)		0.04
Capital Ratios		
Tier 1 Capital / RWA		10.05 %
Total Capital / RWA		11.88
TCE / Tangible Assets		7.31
Tier 1 Capital / Avg. Assets		9.01

¹LHFI includes SBA PPP loans of \$3,542 at March 31, 2023.
²Adjusted (non-GAAP) metrics. See Appendix for reconciliation to the closest applicable GAAP metrics.
³Nonperforming assets, which consist of nonperforming loans, OREO and other repossessed assets, totaled \$60,115. Nonperforming loans, which consist of nonaccrual loans and loans delinquent 90 days and still accruing interest totaled \$37,301.

Experienced Leadership Team

David R. Brooks *Chairman & CEO*
Founder – led the investor group that acquired Independent Bank in 1988.

Paul B. Langdale *Chief Financial Officer*
14 years in financial services; 5 years at the company.

Daniel W. Brooks *Vice Chairman*
41 years in financial services; 35 years at the company.

Michael B. Hobbs *President & Chief Operating Officer*
29 years in financial services; Joined the company in 2019 with the acquisition of Guaranty Bank & Trust, where he served as President.

James P. Tippit *Corporate Responsibility*
18 years in financial services; 12 years at the company.

John G. Turpen *Chief Risk Officer*
22 years in financial services; 2 years at the Company

Strong, Diverse Markets

Dallas/Ft. Worth – North Texas 40 Branches

Our company was founded in North Texas in 1988, and we have since built a large presence in the Dallas/Fort Worth MSA – one of the fastest-growing MSAs in the country, and one of the strongest markets in Texas. Dallas/Fort Worth boasts a diverse economy that has benefited from a continued boom of corporate relocation activity to business-friendly Texas.

Denver – Colorado Front Range 31 Branches

The Colorado Front Range is one of the strongest and fastest-growing areas of the country. In the 2019 U.S. News & World Report ranking of the best places to live in the United States, Denver came in at No. 2, and Colorado Springs came in at No. 3. The confluence of a diverse economy and strong quality of life indicators has drawn a deep talent pool that helps position the Colorado Front Range for continued growth.

Austin – Central Texas 8 Branches

This market includes the tech hub of Austin, Texas, which U.S. News & World Report rated the No. 1 best place to live in the United States in its 2019 ranking. The market boasts a growing wave of corporate expansions by tech firms into the Austin market, as well as a thriving public sector presence.

Greater Houston 13 Branches

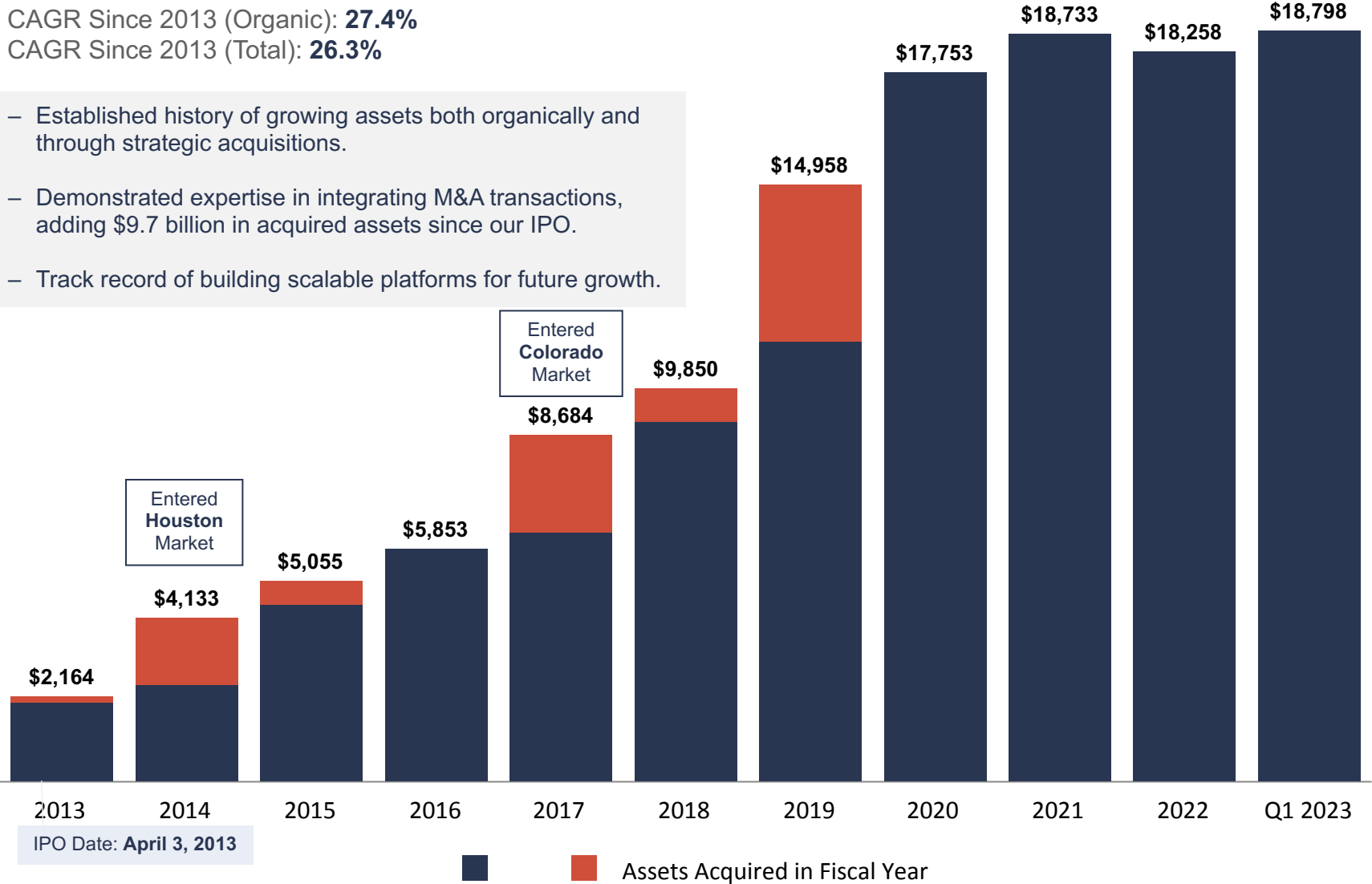
The Greater Houston MSA serves for a regional center for international trade, energy and manufacturing. The city is regularly ranked as one of the most diverse cities in the United States, and is the home to numerous universities as well as a thriving medical industry.

Growth in Total Assets (\$ in millions)

CAGR Since 2013 (Organic): 27.4%

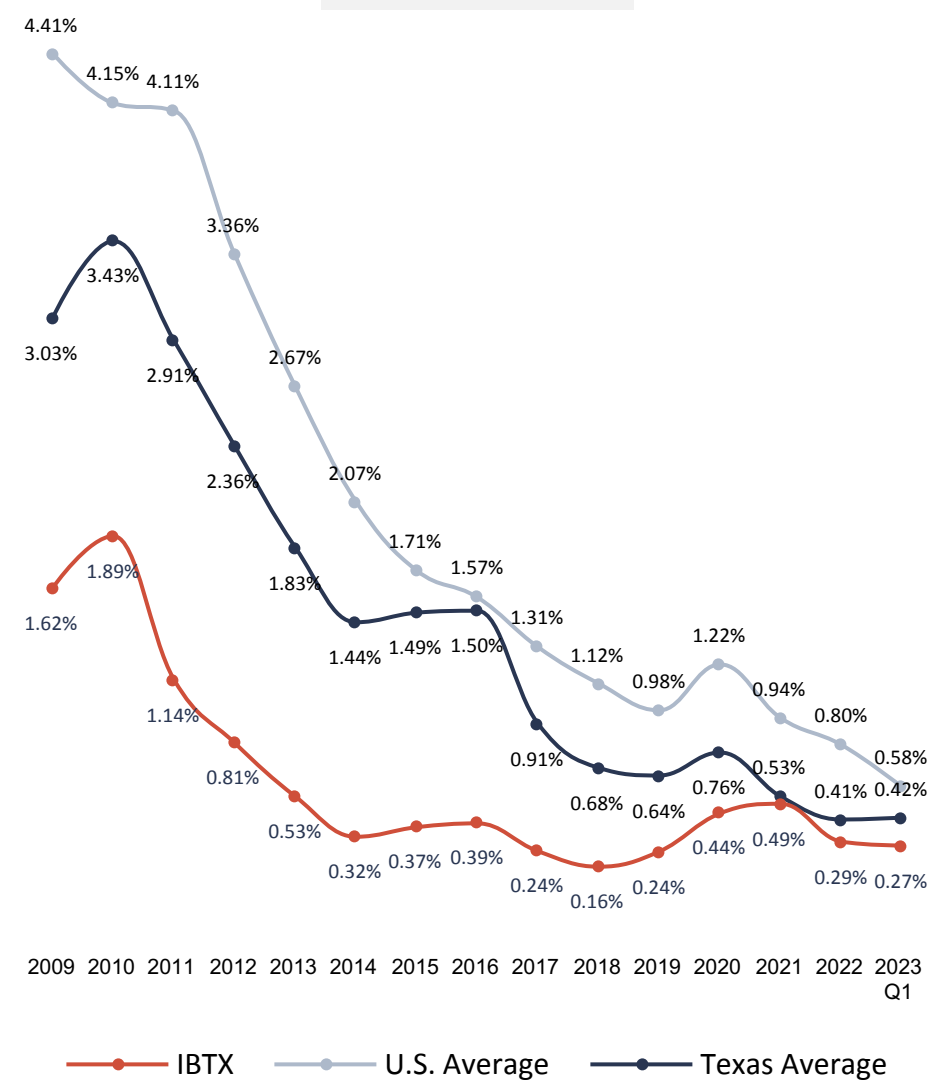
CAGR Since 2013 (Total): 26.3%

- Established history of growing assets both organically and through strategic acquisitions.
- Demonstrated expertise in integrating M&A transactions, adding \$9.7 billion in acquired assets since our IPO.
- Track record of building scalable platforms for future growth.

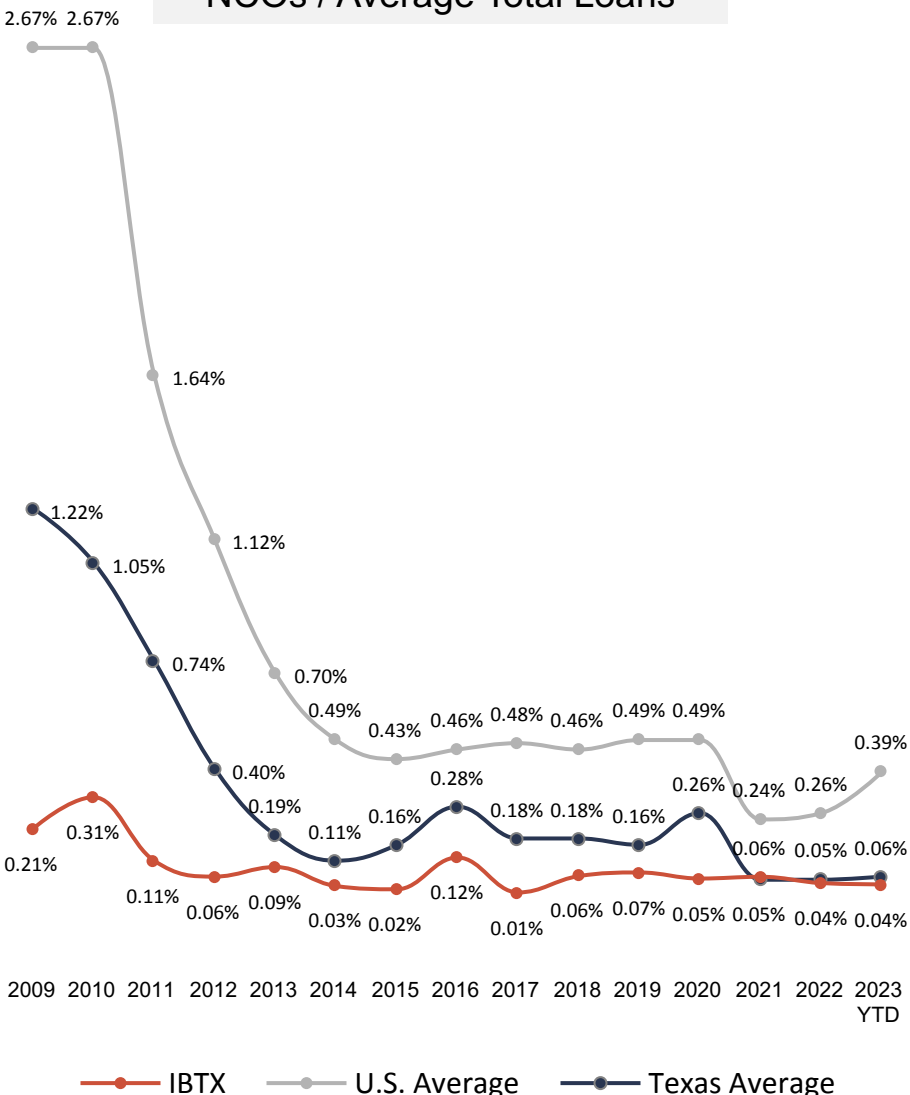


Historically Strong Credit Culture

NPLs / LHFI ⁽¹⁾



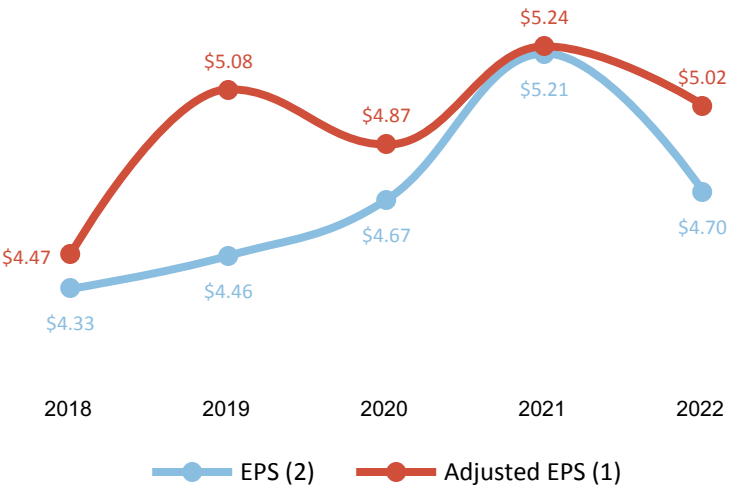
NCOs / Average Total Loans



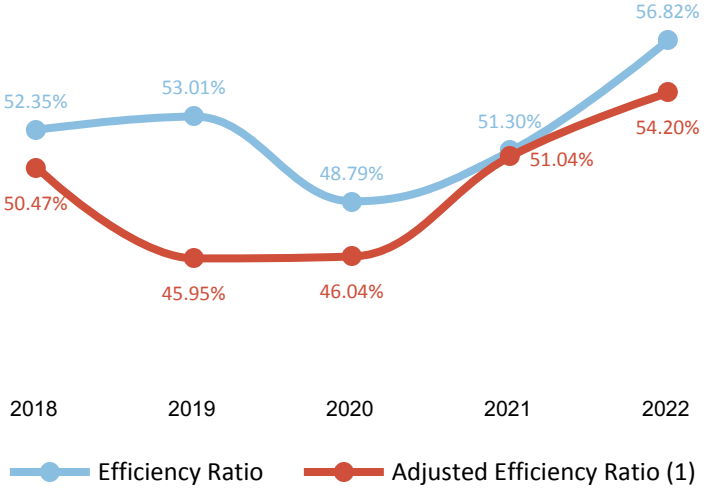
Source: S&P Capital IQ.
Note: Financial data as of and for the YTD period ended March 31, 2023.
⁽¹⁾ LHFI excludes mortgage warehouse purchase loans.

Focus on Performance and Results

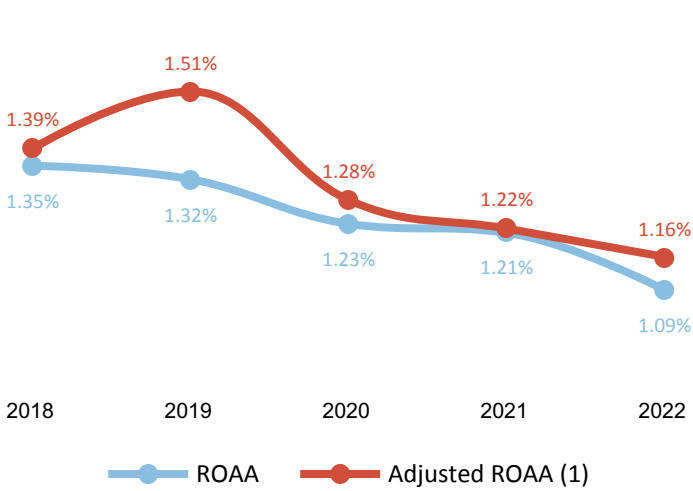
Earnings Per Share (Diluted)



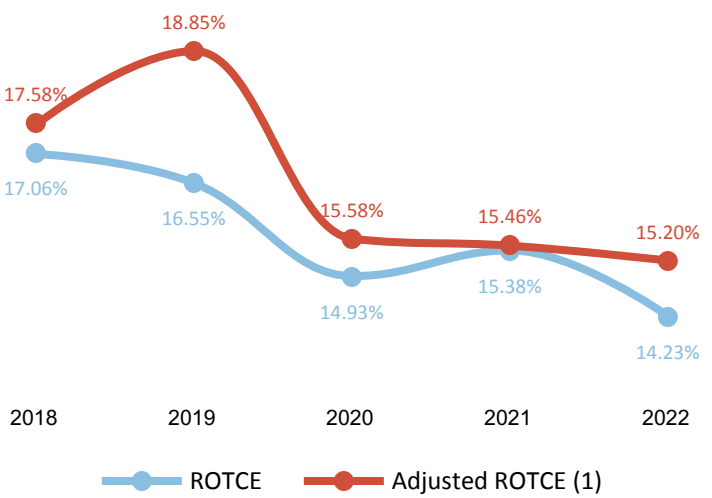
Efficiency Ratio



Return on Average Assets



Return on Tangible Common Equity



Delivering Shareholder Value

Tangible Book Value Per Share¹ (\$)



We have **focused on growing tangible book value** per share since our IPO. Recently, tangible book value has been impacted by AOCI, stock repurchases, and litigation settlement expense.

We have **returned capital to our shareholders** through our quarterly dividend and by repurchasing our company's common stock.

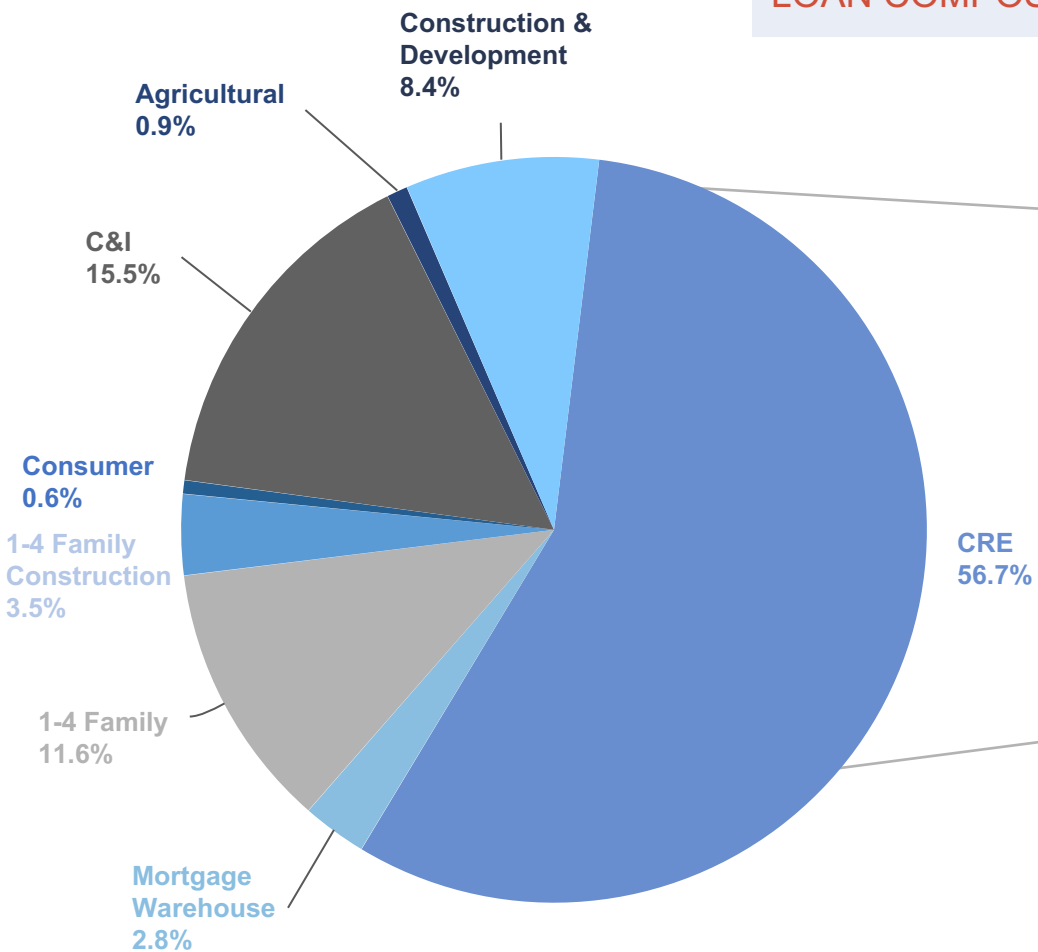
Our **significant insider ownership** helps ensure that shareholder interests are well-represented both at the board table and on a day-to-day basis inside the company.

Annual Dividend Per Share



2023 Q1 Balance Sheet Details

Loan Portfolio Overview



LOAN COMPOSITION (3/31/2023)



As of March 31, 2023:

\$13,606 Million
LHFI¹

\$401 Million
Mortgage Warehouse

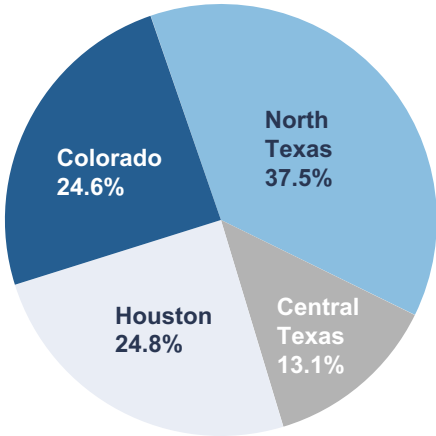
0.27%
NPLs/LHFI

0.04%
NCOs/Avg. Total Loans
2023 Q1 Annualized

393.69%
Allowance/NPLs

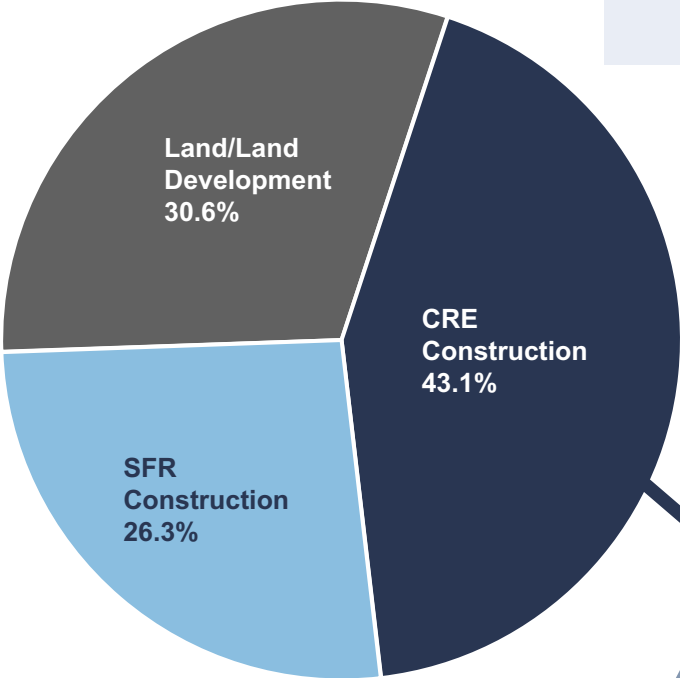
¹ LHFI excludes mortgage warehouse purchase loans.

LOANS BY REGION (3/31/2023)



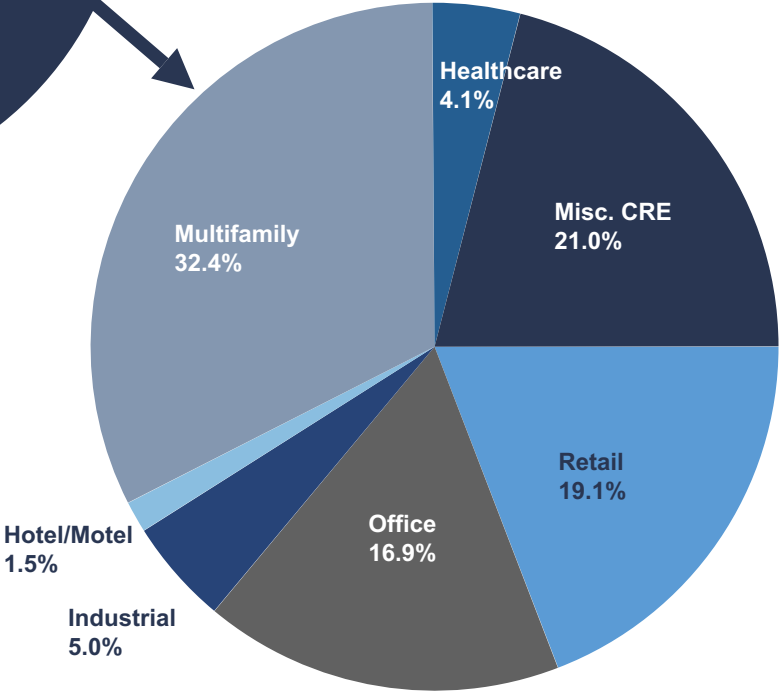
5.36%
2023 YTD Loan Yield

Construction & Development



C&D PORTFOLIO
LOANS > \$500 THOUSAND
(3/31/2023)

CRE CONSTRUCTION PORTFOLIO
LOANS > \$500 THOUSAND
(3/31/2023)



As of March 31, 2023:

\$1.7 Billion

C&D Portfolio Size

82%

C&D / Bank Regulatory Capital

96.0%

Loans in IBTX Markets¹
(Texas and Colorado)

\$2.0 Million

Average Loan Size¹

695

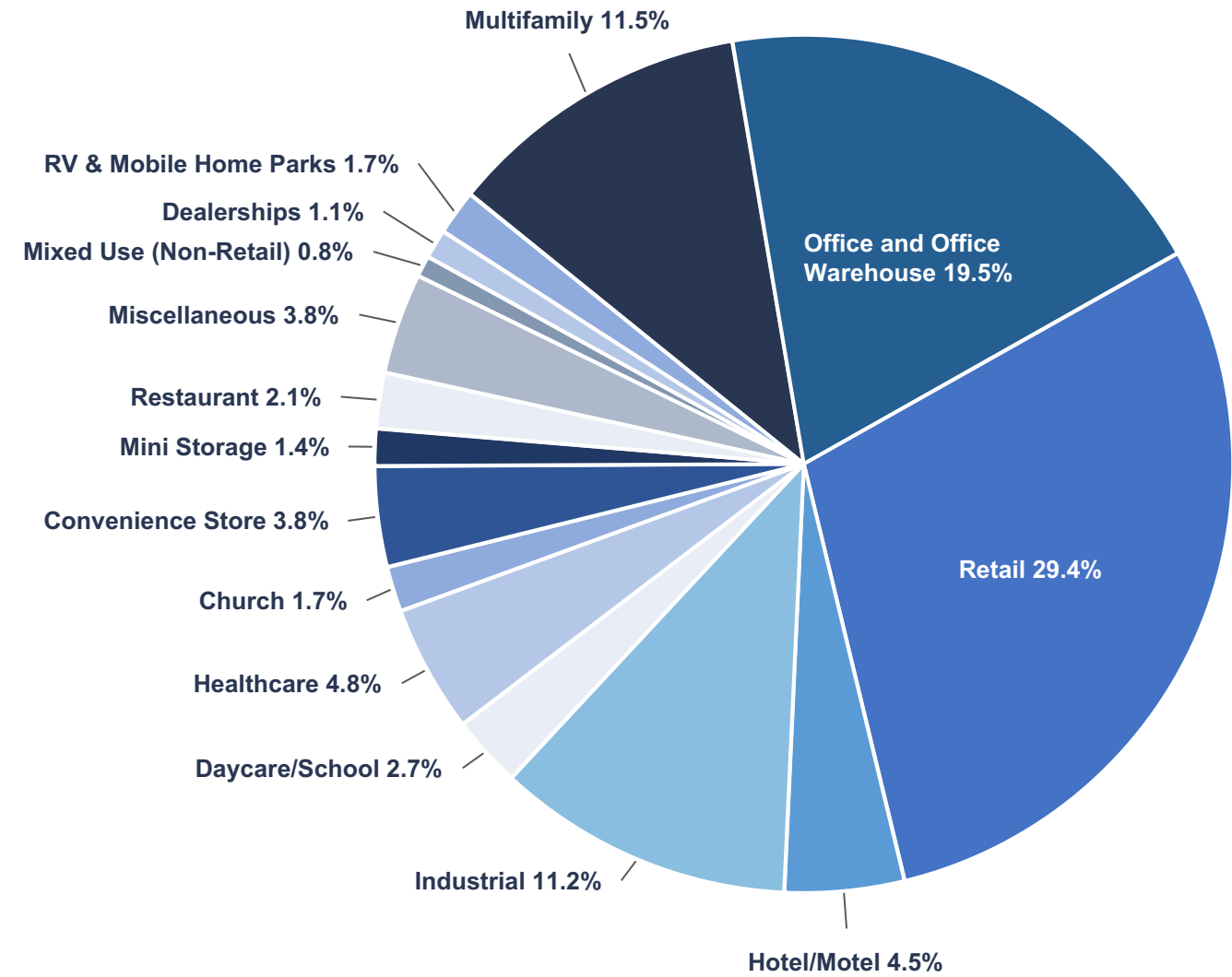
C&D Loans¹

33.2%

Owner Occupied C&D Loans¹

¹Loans > \$500 thousand

CRE COMPOSITION (3/31/2023)



As of March 31, 2023:

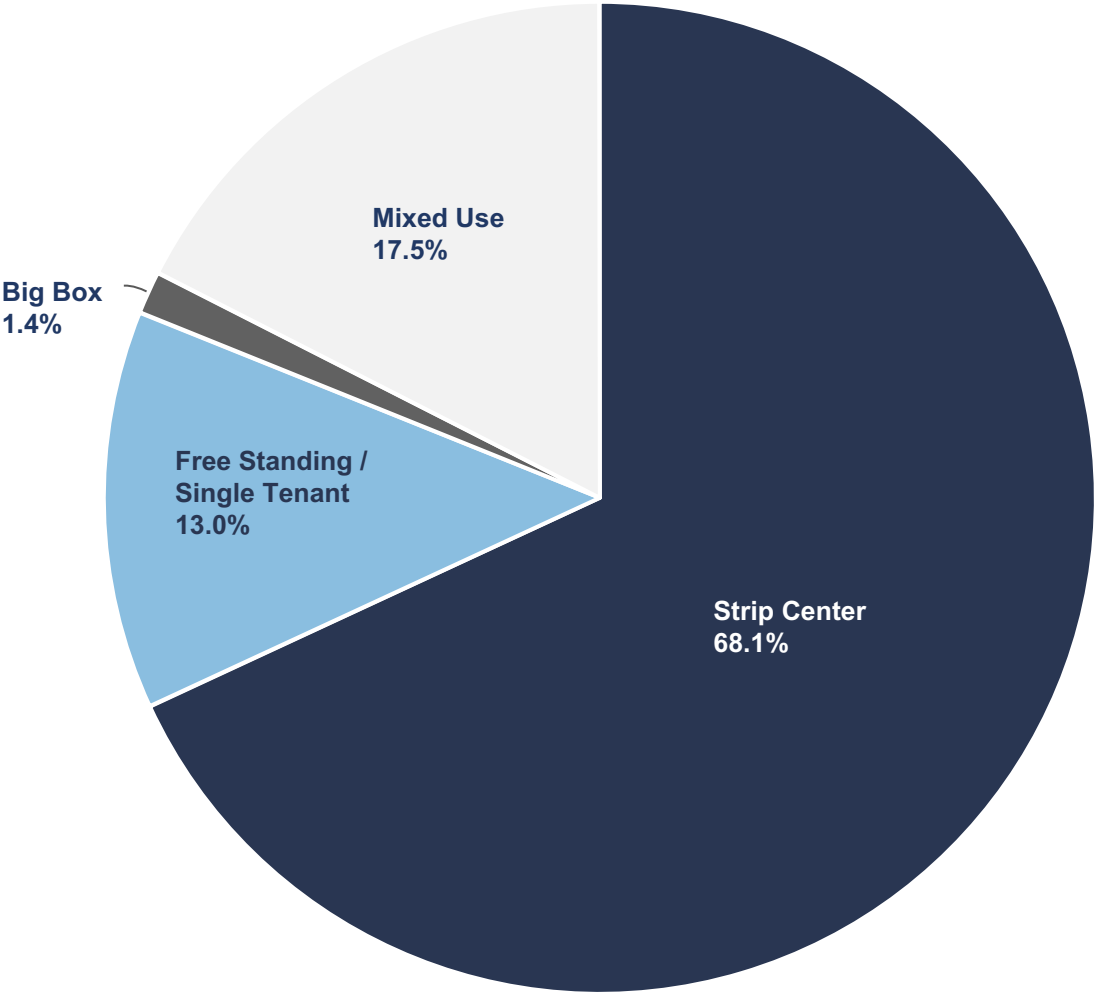
\$8.0 Billion
CRE Loans

\$32.6 Million
Largest CRE Loan Size

\$1.6 Million
Average CRE Loan Size

22.5%
Owner Occupied

RETAIL CRE & C&D COMPOSITION
LOANS > \$500 THOUSAND
3/31/2023



As of March 31, 2023:

\$2.5 Billion
Retail Loan Portfolio Size

\$31.8 Million
Largest Retail Loan

1,057
Total Retail Loans

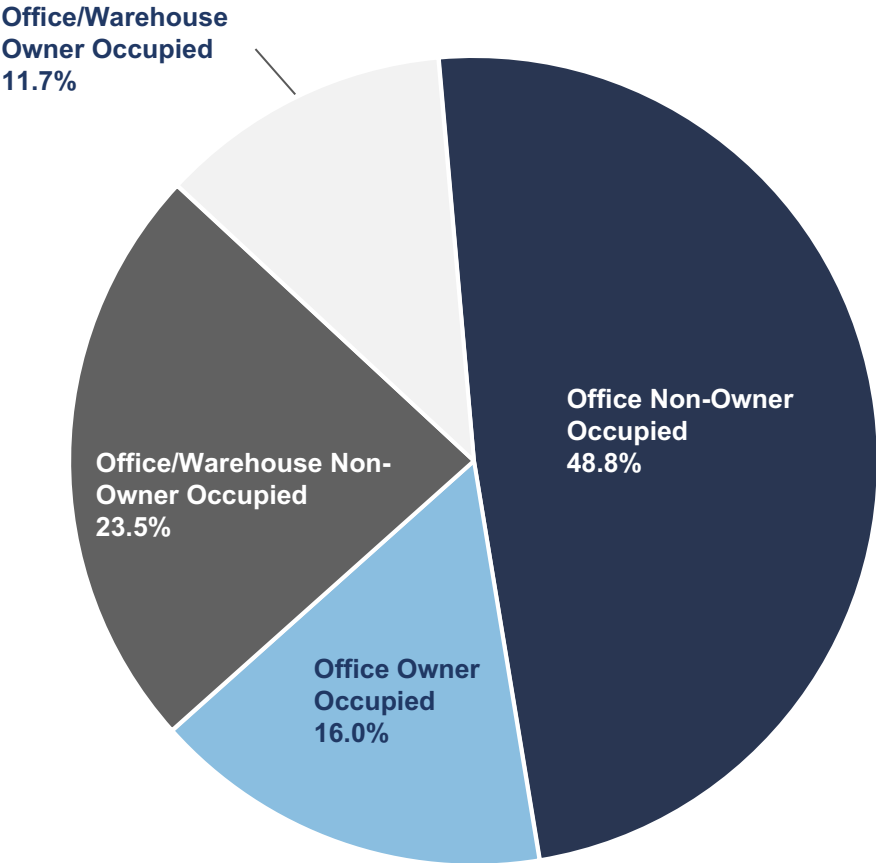
89.9%
Loans in IBTX Markets
(Texas and Colorado)

\$2.3 Million
Average Loan Size

133
Number of Loans >\$5MM

\$10.0 Million
Avg. Size of Loans
>\$5MM

OFFICE CRE & C&D COMPOSITION
3/31/2023



As of March 31, 2023:

\$1.7 Billion
Total Office CRE

\$25.8 Million
Largest Office Loan

\$1.2 Million
Average Loan Size

27.7%
Owner Occupied

35.2%
Office/Warehouse

Hotel & Motel

We maintain a granular book of hotel loans in our markets, the majority of which are branded, limited/select service properties in our core markets across Texas and Colorado.

As of March 31, 2023:

\$368.3 Million

Hotel & Motel Loan Portfolio Size

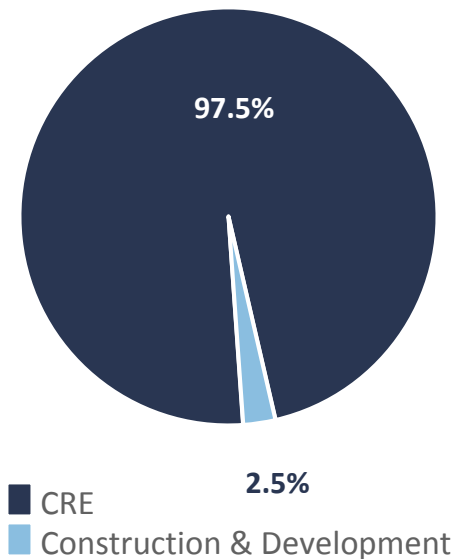
\$5.1 Million

Average Loan Size

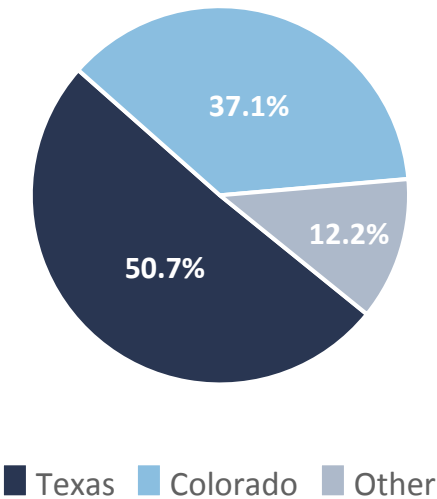
50.1%

Average LTV

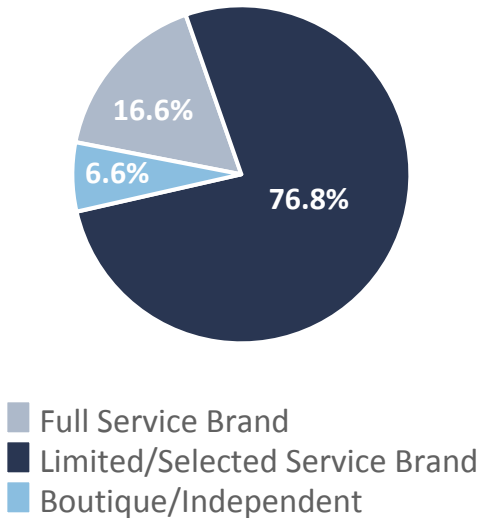
Hotel Loans by Type



Hotel Loans by Property Location

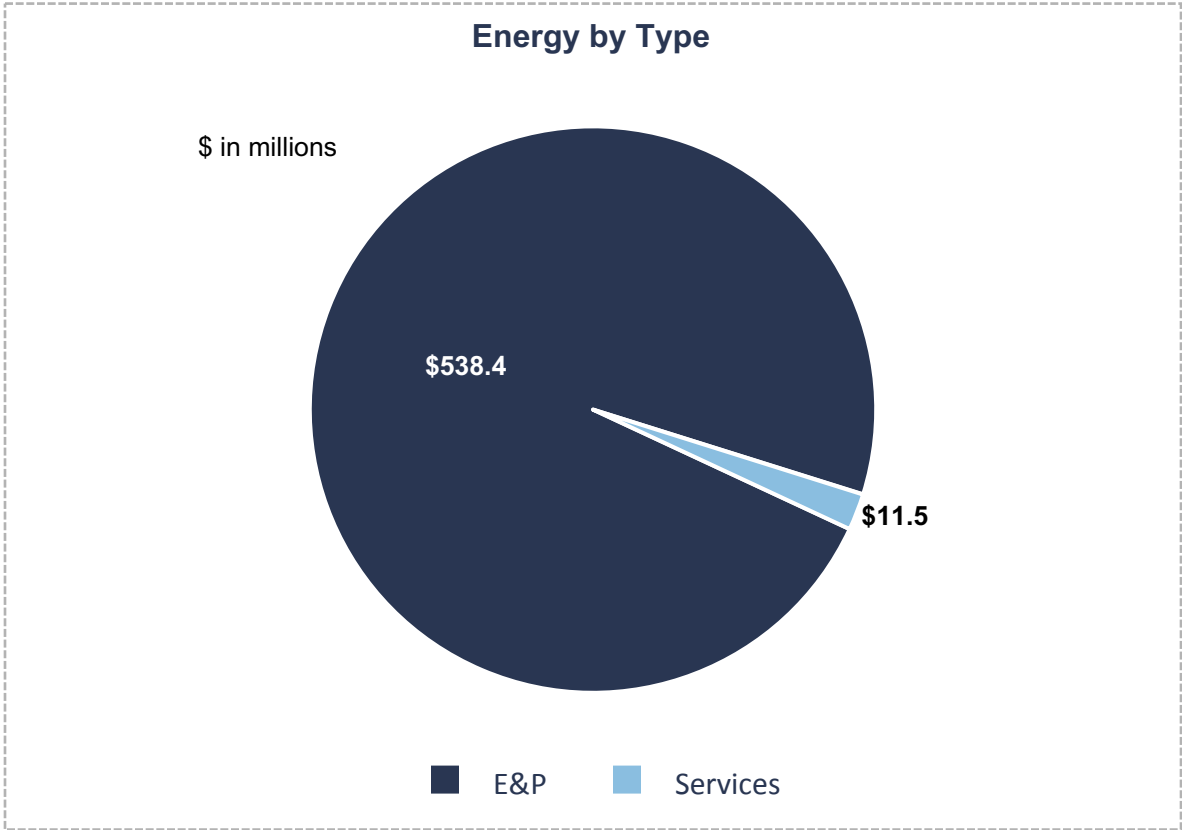


Hotel Loans by Product Type



Energy Lending

Energy assets are well-diversified by basin across the United States.



As of March 31, 2023:

\$549.9 Million
Size of Energy Portfolio

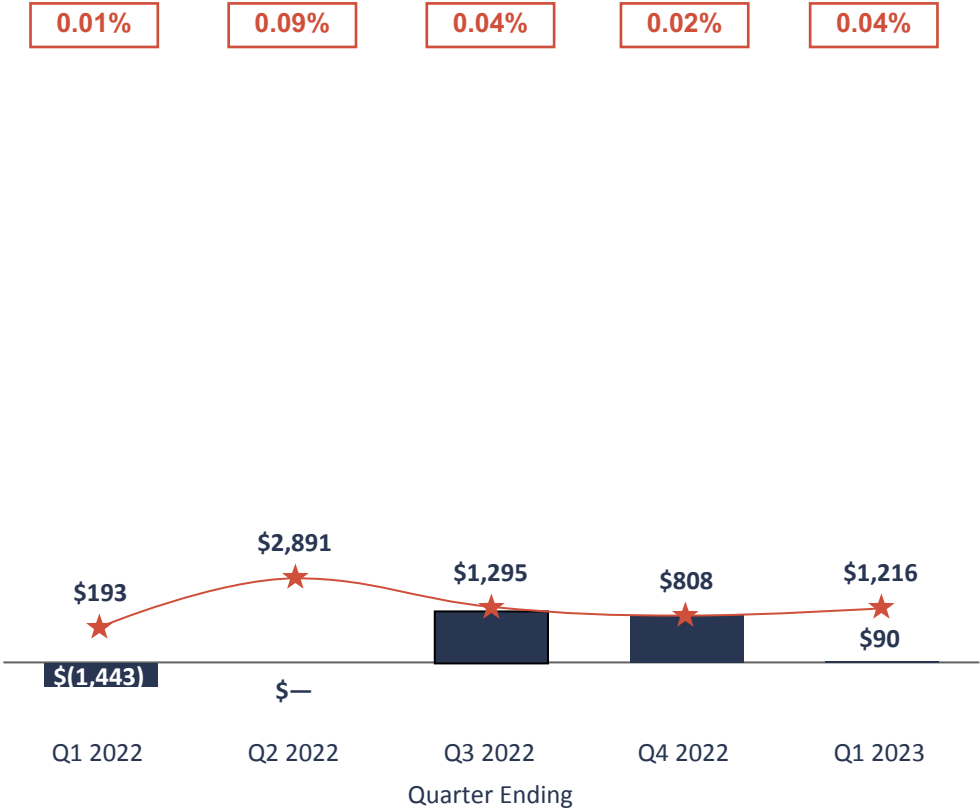
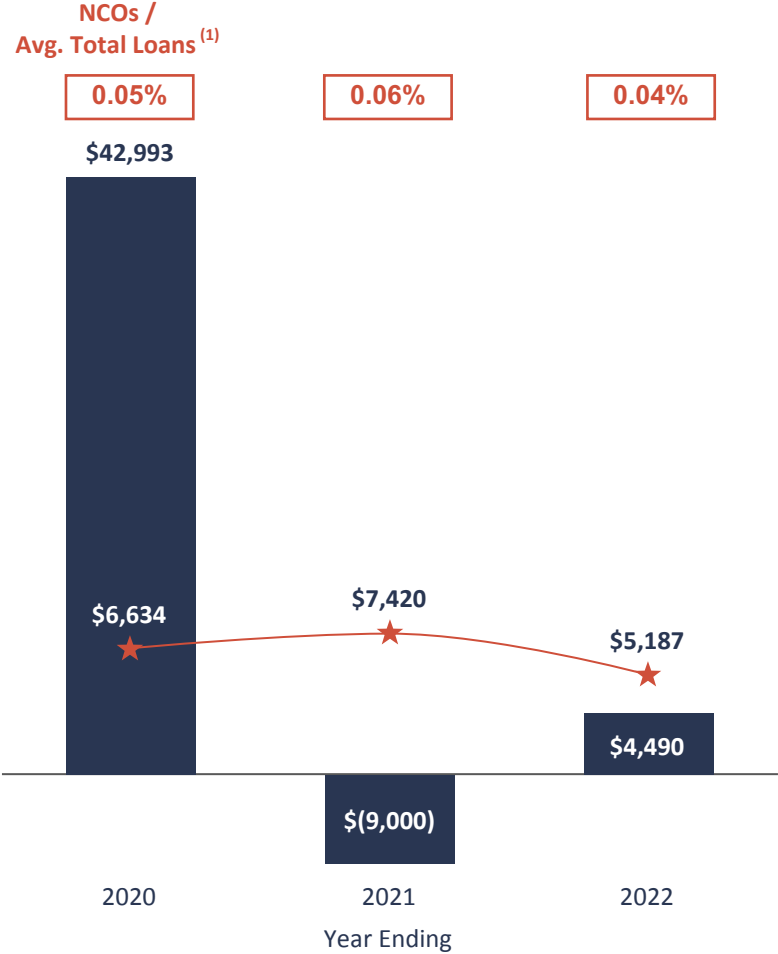
97.9% / 2.1%
E&P Loans / Services Loans

5.6%
Energy Reserve / Energy Loans

4.0%
Energy Loans / Total LHFI

Provision & Charge-offs

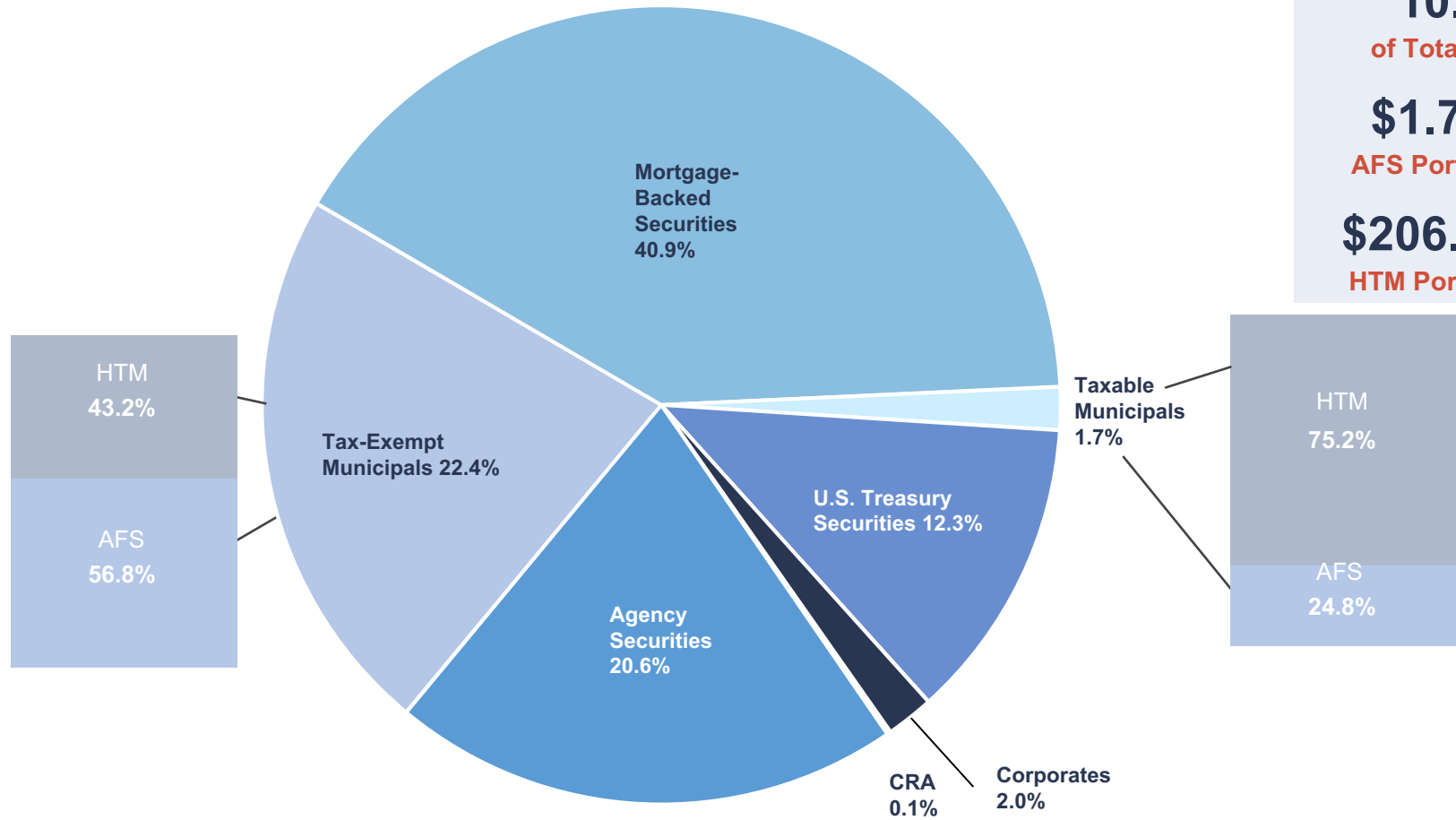
\$ in Thousands



■ Provision expense —★— Net charge-offs

⁽¹⁾ Quarterly metrics are annualized.

INVESTMENT PORTFOLIO COMPOSITION
3/31/2023



As of March 31, 2023:

2.25%
QTD Yield

7.49
Duration in Years

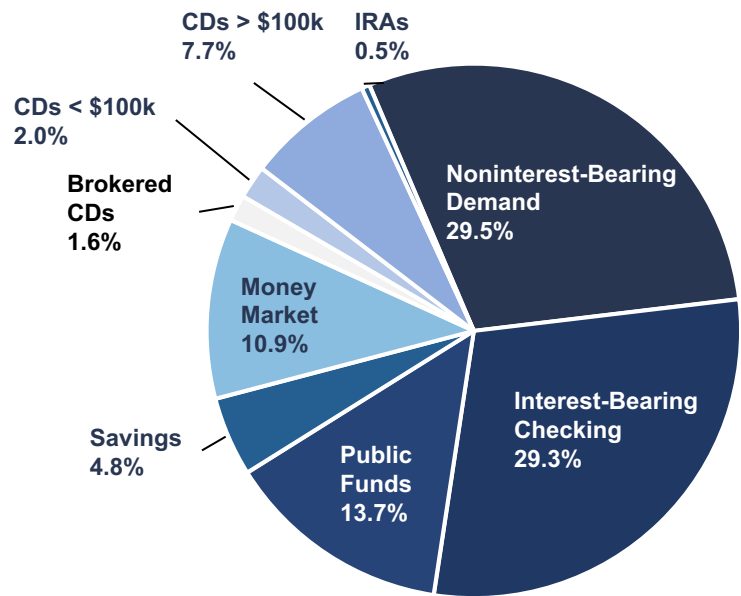
10.0%
of Total Assets

\$1.7 Billion
AFS Portfolio Size

\$206.6 Million
HTM Portfolio Size

Deposit Mix, Uninsured Deposits & Pricing

DEPOSIT MIX
3/31/2023

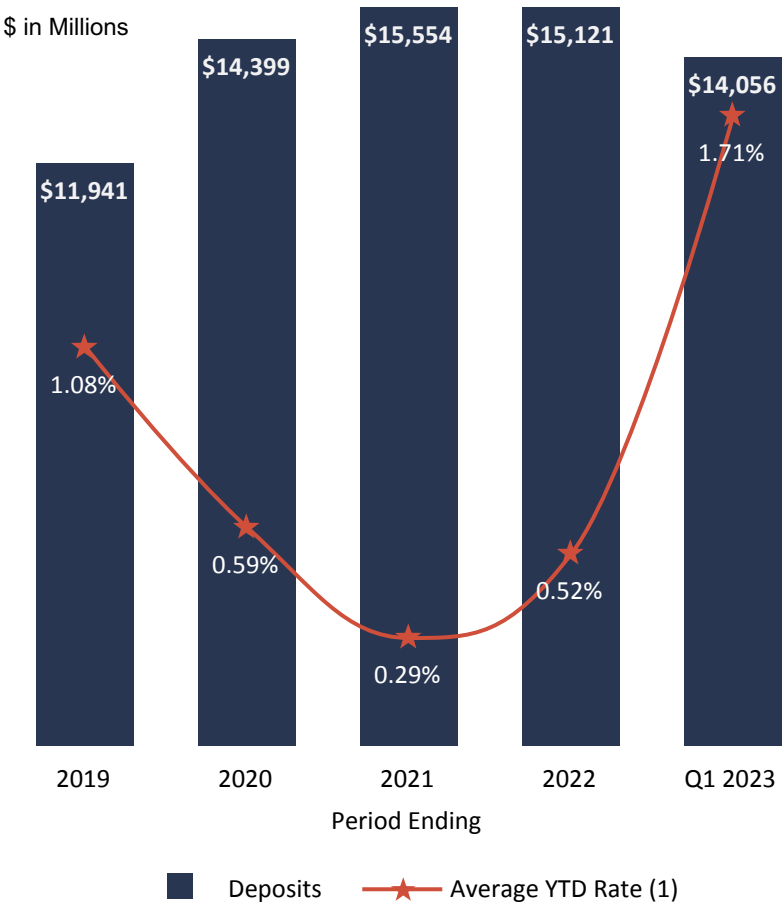


UNINSURED DEPOSITS
3/31/2023

(\$ in Millions)	Total	Ratio ⁽¹⁾
Uninsured Deposits	\$ 6,974	49.6 %
Adjusted Uninsured Deposits ⁽²⁾	5,257	37.4

⁽¹⁾ Calculated as a % of total deposits
⁽²⁾ Excludes \$1,717MM of fully collateralized preferred deposits in the public funds portfolio

DEPOSIT GROWTH VS.
AVERAGE RATE

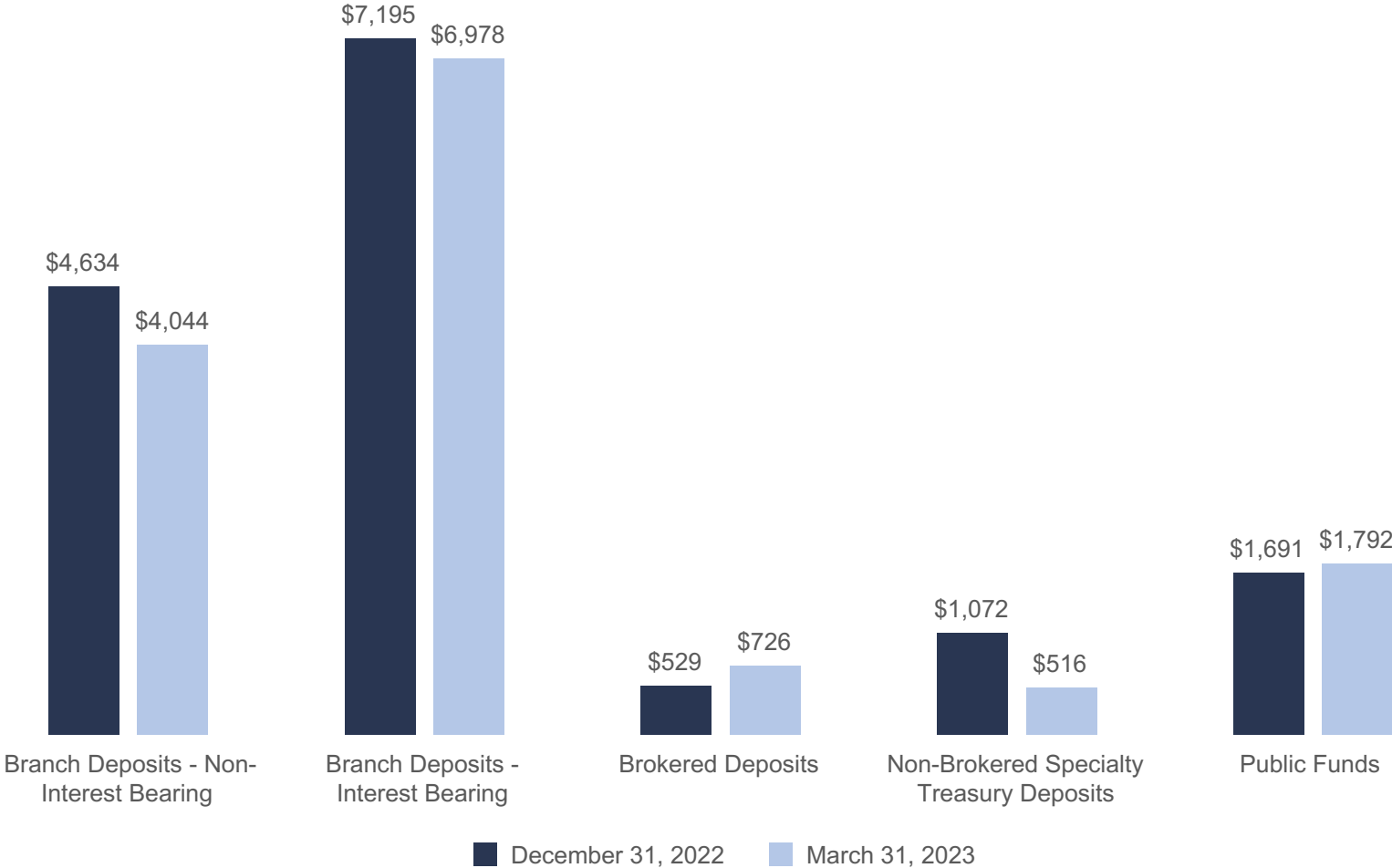


2023 YTD Average Rate for Interest-bearing deposits: 2.43%
Total cost of deposits QTD⁽¹⁾ Q1 2023: 1.71%

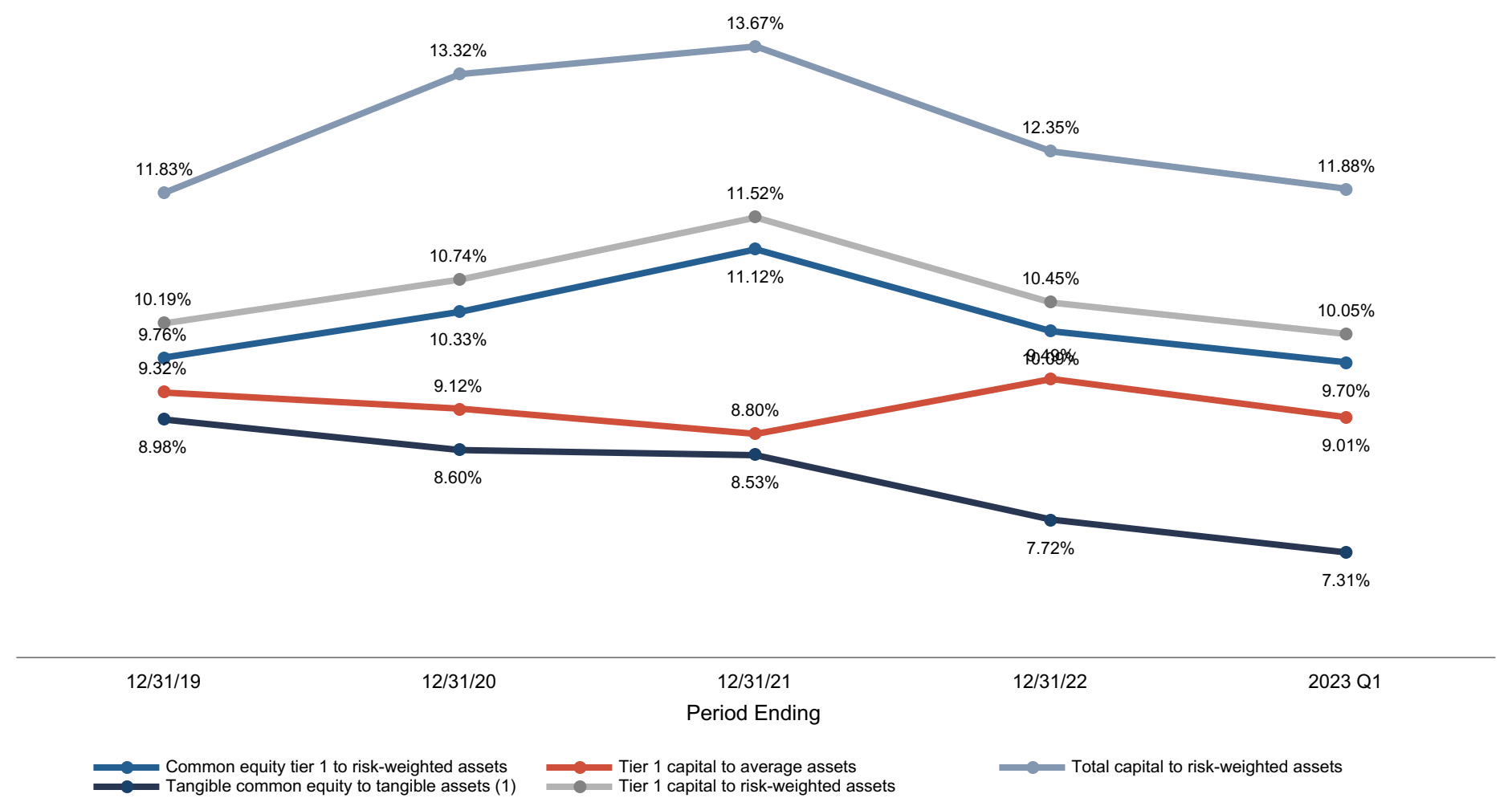
⁽¹⁾ Average rate for total deposits

Deposit Funding Vertical Trends

\$ in Millions



Consolidated Capital



2023 Q1 Results

Highlights

- Resilient credit quality with nonperforming assets of 0.32% of total assets and net charge-offs of 0.04% annualized
- Strong liquidity, with cash and available for sale securities representing approximately 14.5% of assets at March 31, 2023, and with the ability to access considerable sources of contingent liquidity
- Maintained expense discipline with adjusted (non-GAAP) noninterest expense of \$84.9 million with total reported noninterest expense of \$189.4 million
- Redeemed \$30 million of the Company's subordinated debentures
- Capital remains strong, with ratios well above the standards to be considered well-capitalized under regulatory requirements, with an estimated total capital ratio of 11.85%, leverage ratio of 9.01%, and (non-GAAP) tangible common equity (TCE) ratio of 7.31%

GAAP	Non-GAAP ¹
\$(0.91) EPS	\$1.07 Adj. EPS
\$(37.5) Million Net Income	\$44.1 Million Adj. Net Income
(0.83)% Return on Average Assets	0.98% Adj. Return on Average Assets
(6.39)% Return on Average Equity	7.51% Adj. Return on Average Equity
11.85% Total Capital Ratio	13.49% Adjusted Return on Tangible Equity
9.01% Leverage Ratio	7.31% TCE

¹Adjusted (non-GAAP) metrics. See Appendix for reconciliation to the closest applicable GAAP metrics.

2023 Q1 Selected Financials

\$ in thousands, except per share data

Selected Balance Sheet Data	As of and for the Quarter Ended		
	March 31, 2023	December 31, 2022	March 31, 2022
Total Assets	\$18,798,354	\$18,258,414	\$17,963,253
LHFI, Excluding Mortgage Warehouse Loans ¹	13,606,039	13,597,264	11,958,759
Mortgage Warehouse Loans	400,547	312,099	569,554
Total Deposits	14,055,687	15,121,417	14,850,271
Total Borrowings (Other Than Junior Subordinated Debentures)	2,137,607	567,066	419,545
Total Stockholders' Equity	2,350,857	2,385,383	2,522,460
Selected Earnings and Profitability Data			
Net Interest Income	\$127,922	\$141,787	\$131,148
Net Interest Margin	3.17 %	3.49 %	3.22 %
Noninterest Income	\$12,754	\$11,227	\$12,885
Noninterest Expense	189,380	98,774	82,457
Net Income	(37,510)	40,754	50,740
Adjusted Net Income ²	44,083	49,433	52,130
Basic EPS	(0.91)	0.99	1.19
Adjusted Basic EPS ²	1.07	1.20	1.22
Diluted EPS	(0.91)	0.99	1.18
Adjusted Diluted EPS ²	1.07	1.20	1.22
Return on Average Assets	(0.83)%	0.90 %	1.12 %
Adjusted Return on Average Assets ²	0.98	1.09	1.15

¹ LHFI excludes mortgage warehouse purchase loans and includes SBA PPP loans of \$3,542, \$4,958 and \$67,011, respectively.

² Adjusted (non-GAAP) metrics. See Appendix for reconciliation to the closest applicable GAAP metrics.



NASDAQ: IBTX

Contact Information

Investors & Analysts

For more information, please contact:

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Executive Vice President

Chief Financial Officer

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Appendix: **Non-GAAP Reconciliation**

Reconciliation of Adjusted Net Income, EPS, Efficiency Ratio and Profitability Ratios – Quarterly Periods

(\$ in thousands except per share data)		As of and for the Quarter Ended		
		March 31, 2023	December 31, 2022	March 31, 2022
Net Interest Income - Reported	(a)	\$127,922	\$141,787	\$131,148
Provision Expense - Reported	(b)	90	2,833	(1,443)
Noninterest Income - Reported	(c)	12,754	11,227	12,885
Loss on sale of loans		—	343	1,484
(Gain) loss on sale and disposal of premises and equipment		(47)	184	163
Recoveries on loans charged off prior to acquisition		(117)	(36)	(51)
Adjusted Noninterest Income	(d)	12,590	11,718	14,481
Noninterest Expense - Reported	(e)	189,380	98,774	82,457
Litigation settlement		(102,500)	—	—
Separation expense ⁽¹⁾		—	(7,131)	—
OREO impairment		(1,200)	—	—
Impairment of assets		(802)	(3,286)	—
Acquisition expense ⁽²⁾		(26)	(40)	(130)
Adjusted Noninterest Expense	(f)	84,852	88,317	82,327
Income Tax Expense - Reported	(g)	(11,284)	10,653	12,279
Net (Loss) Income - Reported	(a) - (b) + (c) - (e) - (g) = (h)	(37,510)	40,754	50,740
Adjusted Net Income ⁽³⁾	(a) - (b) + (d) - (f) = (i)	\$44,083	\$49,433	\$52,130
Average shares for basic EPS	(j)	41,223,376	41,193,716	42,768,079
Average shares for diluted EPS	(k)	41,316,798	41,285,383	42,841,471
Reported Basic EPS	(h) / (j)	\$ (0.91)	\$ 0.99	\$ 1.19
Reported Diluted EPS	(h) / (k)	\$ (0.91)	0.99	1.18
Adjusted Basic EPS	(i) / (j)	1.07	1.20	1.22
Adjusted Diluted EPS	(i) / (k)	1.07	1.20	1.22
EFFICIENCY RATIO				
Amortization of other intangible assets	(l)	\$3,111	\$3,111	\$3,145
Reported Efficiency Ratio	(e - l) / (a + c)	132.41%	62.52%	55.07%
Adjusted Efficiency Ratio	(f - l) / (a + d)	58.17	55.51	54.37
PROFITABILITY ⁽⁴⁾				
Total Average Assets	(m)	\$18,228,521	\$17,994,131	\$18,439,352
Total Average Stockholders Common Equity	(n)	2,380,421	2,359,637	2,575,784
Total Average Tangible Common Equity ⁽⁵⁾	(o)	1,325,475	1,301,558	1,508,370
Reported Return on Average Assets	(h) / (m)	(0.83)%	0.90%	1.12%
Reported Return on Average Common Equity	(h) / (n)	(6.39)	6.85	7.99
Reported Return on Average Common Tangible Equity	(h) / (o)	(11.48)	12.42	13.64
Adjusted Return on Average Assets ⁽⁶⁾	(i) / (m)	0.98	1.09	1.15
Adjusted Return on Average Common Equity ⁽⁶⁾	(i) / (n)	7.51	8.31	8.21
Adjusted Return on Tangible Common Equity ⁽⁶⁾	(i) / (o)	13.49	15.07	14.02

(1) Separation expenses include severance and accelerated vesting expense for stock awards related to the separation of certain employees. The quarter ended December 31, 2022 reflects a reduction in workforce due to the restructuring of certain departments and business lines.

(2) Acquisition expenses includes compensation related expenses for equity awards granted at acquisition.

(3) Assumes an adjusted effective tax rate of 20.7%, 20.7% and 19.5%, respectively. First quarter 2023 normalized rate excludes the effect of the litigation settlement.

(4) Annualized.

(5) Excludes average balance of goodwill and net other intangible assets.

(6) Calculated using adjusted net income.

Reconciliation of Adjusted Net Income, EPS, Efficiency Ratio and Profitability Ratios – Annual Periods

(\$ in thousands except per share data)		For the Year Ended December 31,				
		2022	2021	2020	2019	2018
Net Interest Income - Reported	(a)	\$558,208	\$520,322	\$516,446	\$504,757	\$326,252
Unexpected income recognized on credit impaired acquired loans ⁽¹⁾		—	—	(3,209)	(5,120)	(3,711)
Adjusted Net Interest Income	(b)	558,208	520,322	513,237	499,637	322,541
Provision Expense - Reported	(c)	4,490	(9,000)	42,993	14,805	9,860
Noninterest Income - Reported	(d)	51,466	66,517	85,063	78,176	42,224
Loss (gain) on sale of loans		1,844	(56)	(356)	(6,779)	—
Gain on sale of branch		—	—	—	(1,549)	—
Gain on sale of trust business		—	—	—	(1,319)	—
(Gain) loss on sale of other real estate		—	(63)	36	(875)	(269)
(Gain) loss on sale of securities available for sale		—	(13)	(382)	(275)	581
Loss (gain) on sale and disposal of premises and equipment		494	304	(370)	585	(123)
Recoveries on loans charged off prior to acquisition		(192)	(381)	(4,312)	(2,101)	(962)
Adjusted Noninterest Income	(e)	53,612	66,308	79,679	65,863	41,451
Noninterest Expense - Reported	(f)	358,889	313,606	306,134	321,864	198,619
Separation expense ⁽²⁾		(11,046)	—	—	(3,421)	—
Economic development employee incentive grant		1,000	—	—	—	—
OREO impairment		—	—	(784)	(1,801)	(85)
IPO related stock grants		—	—	—	—	(136)
Impairment of assets		(4,442)	(124)	(462)	(1,173)	—
COVID-19 expense ⁽³⁾		—	(614)	(1,915)	—	—
Acquisition expense ⁽⁴⁾		(300)	(900)	(17,294)	(42,744)	(8,958)
Adjusted Noninterest Expense	(g)	344,101	311,968	285,679	272,725	189,440
Income Tax Expense - Reported	(h)	250,785	57,483	51,173	53,528	31,738
Net Income - Reported	(a) - (c) + (d) - (f) - (h) = (i)	\$267,719	\$224,750	\$201,209	\$192,736	\$128,259
Adjusted Net Income ⁽⁵⁾	(b) - (c) + (e) - (g) = (j)	\$209,747	\$225,893	\$210,017	\$219,582	\$132,183
Average shares for basic EPS	(k)	41,710,829	43,070,452	43,116,965	43,245,418	29,599,119
Average shares for diluted EPS	(l)	41,794,088	43,129,237	43,116,965	43,245,418	29,599,119
Reported Basic EPS	(i) / (k)	\$4.71	\$5.22	\$4.67	\$4.46	\$4.33
Reported Diluted EPS	(i) / (l)	\$4.70	\$5.21	\$4.67	\$4.46	\$4.33
Adjusted Basic EPS	(j) / (k)	\$5.03	\$5.24	\$4.87	\$5.08	\$4.47
Adjusted Diluted EPS	(j) / (l)	\$5.02	\$5.24	\$4.87	\$5.08	\$4.47
EFFICIENCY RATIO						
Amortization of other intangible assets	(m)	\$12,491	\$12,580	\$12,671	\$12,880	\$5,739
Reported Efficiency Ratio	(f - m) / (a + d)	56.82%	51.30%	48.79%	53.01%	52.35%
Adjusted Efficiency Ratio	(g - m) / (b + e)	54.20%	51.04%	46.04%	45.95%	50.47%
PROFITABILITY						
Total Average Assets	(n)	\$18,009,090	\$18,558,168	\$16,357,736	\$14,555,315	\$9,478,934
Total Average Stockholders Common Equity	(o)	\$2,442,315	\$2,536,658	\$2,435,474	\$2,267,103	\$1,476,688
Total Average Tangible Common Equity ⁽⁶⁾	(p)	\$1,379,603	\$1,461,400	\$1,347,584	\$1,164,915	\$751,911
Reported Return on Average Assets	(i) / (n)	1.09%	1.21%	1.23%	1.32%	1.35%
Reported Return on Average Common Equity	(i) / (o)	8.04%	8.86%	8.26%	8.50%	8.69%
Reported Return on Average Common Tangible Equity	(i) / (p)	14.23%	15.38%	14.93%	16.55%	17.06%
Adjusted Return on Average Assets ⁽⁷⁾	(j) / (n)	1.16%	1.22%	1.28%	1.51%	1.39%
Adjusted Return on Average Common Equity ⁽⁷⁾	(j) / (o)	8.59%	8.91%	8.62%	9.69%	8.95%
Adjusted Return on Tangible Common Equity ⁽⁷⁾	(j) / (p)	15.20%	15.46%	15.58%	18.85%	17.58%

(1) This is not applicable starting in 2021 under the adoption of CECL.

(2) Separation expenses include severance and accelerated vesting expense for stock awards related to the separation of executive officers or certain employees. The year ended December 31, 2022 reflects a reduction in workforce due to the restructuring of certain departments and business lines.

(3) COVID-19 expense includes expenses for COVID testing kits, vaccination incentive bonuses, and personal protection and cleaning supplies.

(4) Acquisition expenses includes compensation related expenses for equity awards granted at acquisition.

(5) Assumes an adjusted effective tax rate of 20.3%, 20.4%, 20.5%, 21.0% and 19.7%, respectively.

(6) Excludes average balance of goodwill and net other intangible assets and preferred stock.

(7) Calculated using adjusted net income.

Reconciliation of Tangible Common Equity to Tangible Assets and Tangible Book Value Per Common Share – Quarterly Periods*(\$ in thousands, except per share information)*

	March 31, 2023	December 31, 2022
Tangible Common Equity		
Total common stockholders equity	\$2,350,857	\$2,385,383
Adjustments:		
Goodwill	(994,021)	(994,021)
Other intangible assets, net	(59,888)	(62,999)
Tangible Common Equity	\$1,296,948	\$1,328,363
Tangible Assets		
Total Assets	\$18,798,354	\$18,258,414
Adjustments:		
Goodwill	(994,021)	(994,021)
Other intangible assets, net	(59,888)	(62,999)
Tangible Assets	\$17,744,445	\$17,201,394
Common shares outstanding	41,281,904	41,190,677
Tangible Common Equity To Tangible Assets	7.31%	7.72%
Book value per common share	\$56.95	\$57.91
Tangible book value per common share	\$31.42	\$32.25

Reconciliation of Tangible Common Equity to Tangible Assets and Tangible Book Value Per Common Share – Annual Periods

(\$ in thousands, except per share information)							
	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016
Tangible Common Equity							
Total common stockholders equity	\$2,385,383	\$2,576,650	\$2,515,371	\$2,339,773	\$1,606,433	\$1,336,018	\$672,365
Adjustments:							
Goodwill	(994,021)	(994,021)	(994,021)	(994,021)	(721,797)	(621,458)	(258,319)
Other intangible assets, net	(62,999)	(75,490)	(88,070)	(100,741)	(45,042)	(43,244)	(14,177)
Tangible Common Equity	\$1,328,363	\$1,507,139	\$1,433,280	\$1,245,011	\$839,594	\$671,316	\$399,869
Tangible Assets							
Total Assets	\$18,258,414	\$18,732,648	\$17,753,476	\$14,958,207	\$9,849,965	\$8,684,463	\$5,852,801
Adjustments:							
Goodwill	(994,021)	(994,021)	(994,021)	(994,021)	(721,797)	(621,458)	(258,319)
Other intangible assets, net	(62,999)	(75,490)	(88,070)	(100,741)	(45,042)	(43,244)	(14,177)
Tangible Assets	\$17,201,394	\$17,663,137	\$16,671,385	\$13,863,445	\$9,083,126	\$8,019,761	\$5,580,305
Common shares outstanding	41,190,677	42,756,234	43,137,104	42,950,228	30,600,582	28,254,893	18,870,312
Tangible Common Equity To Tangible Assets	7.72%	8.53%	8.60%	8.98%	9.24%	8.37%	7.17%
Book value per common share	\$57.91	\$60.26	\$58.31	\$54.48	\$52.50	\$47.28	\$35.63
Tangible book value per common share	\$32.25	\$35.25	\$33.23	\$28.99	\$27.44	\$23.76	\$21.19