

July 22, 2025



# Capital City Bank Group, Inc. Reports Second Quarter 2025 Results

TALLAHASSEE, Fla., July 22, 2025 (GLOBE NEWSWIRE) -- Capital City Bank Group, Inc. (NASDAQ: CCBG) today reported net income attributable to common shareowners of \$15.0 million, or \$0.88 per diluted share, for the second quarter of 2025 compared to \$16.9 million, or \$0.99 per diluted share, for the first quarter of 2025, and \$14.2 million, or \$0.83 per diluted share, for the second quarter of 2024.

## **QUARTER HIGHLIGHTS (2<sup>nd</sup> Quarter 2025 versus 1<sup>st</sup> Quarter 2025)**

### **Income Statement**

- *Tax-equivalent net interest income totaled \$43.2 million compared to \$41.6 million for the first quarter of 2025*
  - *Net interest margin increased eight basis points to 4.30% (earning asset yield increased by six basis points and cost of funds decreased two basis points to 82 basis points)*
- *Provision for credit losses decreased by \$0.1 million to \$0.6 million for the second quarter - net loan charge-offs were comparable to the first quarter of 2025 at nine basis points (annualized) of average loans – allowance coverage ratio increased to 1.13% at June 30, 2025*
- *Noninterest income increased by \$0.1 million, or 0.5%, reflecting higher deposit and bankcard fees as well as mortgage fees partially offset by lower wealth management fees*
- *Noninterest expense increased by \$3.8 million, or 9.9%, primarily due to a \$3.9 million net gain from the sale of our operations center building (reflected in other expense) in the first quarter of 2025*

### **Balance Sheet**

- *Loan balances decreased by \$13.3 million, or 0.5% (average), and decreased by \$29.3 million, or 1.1% (end of period)*
- *Deposit balances increased by \$15.2 million, or 0.4% (average), and decreased by \$79.0 million, or 2.1% (end of period) due to the seasonal decrease in our public fund balances*
  - *Noninterest bearing deposits averaged 36.5% of total deposits for the second quarter and 36.2% for the year*
- *Tangible book value per diluted share (non-GAAP financial measure) increased by \$0.78, or 3.2%*

“Capital City delivered another strong quarter, highlighted by sustained revenue growth and continued credit strength,” said William G. Smith, Jr, Capital City Bank Group Chairman and CEO. “Our second quarter results reflect a 3.9% increase in net interest income and an 8

basis point expansion in the net interest margin to 4.30%. Tangible book value per share increased by 3.2%, and we further strengthened our capital position, with our tangible capital ratio increasing to 10.1%. We remain focused on executing strategies that drive consistent, profitable growth, supported by a fortress balance sheet that provides resilience and strategic flexibility.”

## **Discussion of Operating Results**

### *Net Interest Income/Net Interest Margin*

Tax-equivalent net interest income for the second quarter of 2025 totaled \$43.2 million compared to \$41.6 million for the first quarter of 2025 and \$39.3 million for the second quarter of 2024. Compared to the first quarter of 2025, the increase was driven by a \$0.9 million increase in investment securities income and a \$0.4 million increase in overnight funds income. One additional calendar day in the second quarter of 2025 contributed to the increase. Compared to the second quarter of 2024, the increase was primarily due to a \$2.7 million increase in investment securities income and a \$1.2 million decrease in deposit interest expense. New investment purchases at higher yields drove the increase in investment securities income for both prior period comparisons. Further, the decrease in deposit interest expense from the prior year period reflected the gradual decrease in our deposit rates, as short term rates began declining in the second half of 2024.

For the first six months of 2025, tax-equivalent net interest income totaled \$84.8 million compared to \$77.8 million for the same period of 2024 with the increase primarily attributable to a \$4.2 million increase in investment securities income, a \$1.9 million increase in overnight funds income, and a \$1.4 million decrease in deposit interest expense. New investment purchases at higher yields drove the increase in investment securities income. Higher average deposit balances contributed to the increase in overnight funds income. The decrease in deposit interest expense reflected the aforementioned decrease in our deposit rates.

Our net interest margin for the second quarter of 2025 was 4.30%, an increase of eight basis points over the first quarter of 2025 and an increase of 28 basis points over the second quarter of 2024. For the month of June 2025, our net interest margin was 4.36%. For the first six months of 2025, our net interest margin increased by 25 basis points to 4.26% compared to the same period of 2024. The increase in net interest margin over all prior periods reflected a higher yield in the investment portfolio driven by new purchases at higher yields. Lower deposit cost also contributed to the improvement over both prior year periods. For the second quarter of 2025, our cost of funds was 82 basis points, a decrease of two basis points from the first quarter of 2025 and a 15-basis point decrease from the second quarter of 2024. Our cost of deposits (including noninterest bearing accounts) was 81 basis points, 82 basis points, and 95 basis points, respectively, for the same periods.

### *Provision for Credit Losses*

We recorded a provision expense for credit losses of \$0.6 million for the second quarter of 2025 compared to \$0.8 million for the first quarter of 2025 and \$1.2 million for the second quarter of 2024. For the first six months of 2025, we recorded a provision expense for credit losses of \$1.4 million compared to \$2.1 million for the first six months of 2024. Activity within the components of the provision (loans held for investment (“HFI”) and unfunded loan

commitments) for each reported period is provided in the table on page 14. We discuss the various factors that impacted our provision expense for Loans HFI in further detail below under the heading *Allowance for Credit Losses*.

### *Noninterest Income and Noninterest Expense*

Noninterest income for the second quarter of 2025 totaled \$20.0 million compared to \$19.9 million for the first quarter of 2025 and \$19.6 million for the second quarter of 2024. The \$0.1 million, or 0.5%, increase over the first quarter of 2025 was primarily due to a \$0.4 million increase in mortgage banking revenues and a \$0.3 million increase in deposit fees, partially offset by a \$0.6 million decrease in wealth management fees. The increase in mortgage revenues was driven by an increase in production volume. Fee adjustments made late in the second quarter of 2025 led to the increase in deposit fees. The decrease in wealth management fees was attributable to a decrease in insurance commission revenue. Compared to the second quarter of 2024, the \$0.4 million, or 2.1%, increase was primarily due to a \$0.8 million increase in wealth management fees, partially offset by a \$0.2 million decrease in mortgage banking revenues and a \$0.1 million decrease in other income. The increase in wealth management fees reflected a \$0.5 million increase in trust fees and a \$0.4 million increase in retail brokerage fees, partially offset by a \$0.1 million decrease in insurance commission revenue. A combination of new business, higher account valuations, and fee increases implemented in early 2025 drove the improvement in trust and retail brokerage fees.

For the first six months of 2025, noninterest income totaled \$39.9 million compared to \$37.7 million for the same period of 2024, primarily attributable to a \$1.8 million increase in wealth management fees and a \$0.7 million increase in mortgage banking revenues that was partially offset by a \$0.2 million decrease in deposit fees. The increase in wealth management fees reflected increases in retail brokerage fees of \$1.0 million, trust fees of \$0.7 million, and insurance commission revenue of \$0.1 million. The increases in retail brokerage and trust fees were attributable to a combination of new business, higher account valuations, and fee increases implemented in early 2025. The increase in mortgage banking revenues was due to a higher gain on sale margin.

Noninterest expense for the second quarter of 2025 totaled \$42.5 million compared to \$38.7 million for the first quarter of 2025 and \$40.4 million for the second quarter of 2024. The \$3.8 million, or 9.9%, increase over the first quarter of 2025, reflected a \$3.3 million increase in other expense, a \$0.3 million increase in occupancy expense, and a \$0.2 million increase in compensation expense. The increase in other expense was driven by a \$4.5 million increase in other real estate expense which reflected lower gains from the sale of banking facilities, primarily the sale of our operations center building in the first quarter of 2025, partially offset by a \$0.5 million decrease in charitable contribution expense and a \$0.6 million decrease in miscellaneous expense. The slight increase in occupancy expense was due to higher software maintenance agreement expense and maintenance/repairs for buildings and furniture/fixtures. The slight increase in compensation expense reflected a \$0.1 million increase in salary expense and a \$0.1 million increase in associate benefit expense. Compared to the second quarter of 2024, the \$2.1 million, or 5.2%, increase was primarily due to a \$2.1 million increase in compensation expense which reflected a \$1.3 million increase in salary expense and a \$0.8 million increase in associate benefit expense. The increase in salary expense was primarily due to increases in incentive plan expense of \$0.9

million and base salaries of \$0.4 million (merit based). The increase in associate benefit expense was attributable to a \$0.6 million increase in associate insurance expense and a \$0.2 million increase in stock compensation expense.

For the first six months of 2025, noninterest expense totaled \$81.2 million compared to \$80.6 million for the same period of 2024 with the \$0.6 million, or 0.8%, increase due to a \$3.9 million increase in compensation expense that was partially offset by a \$3.2 million decrease in other expense and a \$0.1 million decrease in occupancy expense. The increase in compensation was due to a \$2.5 million increase in salary expense and a \$1.4 million increase in associate benefit expense. The increase in salary expense was primarily due to increases in incentive plan expense of \$1.2 million, base salaries of \$0.9 million (merit based), and commissions of \$0.7 million (retail brokerage and mortgage). The increase in associate benefit expense was attributable to a higher cost for associate insurance. The decrease in other expense was primarily due to a \$4.5 million decrease in other real estate expense due to lower gains from the sale of banking facilities, and a \$1.0 million decrease in miscellaneous expense (non-service component of pension expense), partially offset by increases in processing expense of \$1.1 million (outsourcing of core processing system), charitable contribution expense of \$0.7 million, and professional fees of \$0.5 million.

### *Income Taxes*

We realized income tax expense of \$5.0 million (effective rate of 24.9%) for the second quarter of 2025 compared to \$5.1 million (effective rate of 23.3%) for the first quarter of 2025 and \$3.2 million (effective rate of 18.5%) for the second quarter of 2024. For the first six months of 2025, we realized income tax expense of \$10.1 million (effective rate of 24.1%) compared to \$6.7 million (effective rate of 20.6%) for the same period of 2024. A lower level of tax benefit accrued from a solar tax credit equity fund drove the increase in our effective tax rate for all prior period comparisons. Absent discrete items or new tax credit investments, we expect our annual effective tax rate to approximate 24% for 2025.

## **Discussion of Financial Condition**

### *Earning Assets*

Average earning assets totaled \$4.032 billion for the second quarter of 2025, an increase of \$38.1 million, or 1.0%, over the first quarter of 2025, and an increase of \$110.1 million, or 2.8%, over the fourth quarter of 2024. The increase over both prior periods was driven by higher average deposit balances (see below – *Deposits*). Compared to the first quarter of 2025, the change in the earning asset mix reflected a \$27.8 million increase in overnight funds and a \$25.7 million increase in investment securities that was partially offset by a \$13.3 million decrease in loans HFI and a \$2.1 million decrease in loans held for sale (“HFS”). Compared to the fourth quarter of 2024, the change in the earning asset mix reflected a \$92.8 million increase in investment securities and a \$50.5 million increase in overnight funds sold partially offset by a \$24.8 million decrease in loans HFI and a \$8.4 million decrease in loans HFS.

Average loans HFI decreased by \$13.3 million, or 0.5%, from the first quarter of 2025 and decreased by \$24.8 million, or 0.9%, from the fourth quarter of 2024. Compared to the first quarter of 2025, the decrease was due to decreases in construction loans of \$24.6 million, consumer loans (primarily indirect auto) of \$1.9 million, and commercial loans of \$3.4 million,

partially offset by increases to residential real estate loans of \$10.2 million, commercial real estate loans of \$2.1 million, and home equity loans of \$4.1 million. Compared to the fourth quarter of 2024, the decline was primarily attributable to decreases in construction loans of \$33.2 million, commercial loans of \$9.2 million, and consumer loans (primarily indirect auto) of \$4.0 million, partially offset by increases in home equity loans of \$10.8 million, residential real estate loans of \$9.9 million, and commercial real estate loans of \$1.9 million.

Loans HFI at June 30, 2025 decreased by \$29.3 million, or 1.1%, from March 31, 2025 and decreased by \$20.1 million, or 0.8%, from December 31, 2024. Compared to the first quarter of 2025, the decline was primarily due to decreases in construction loans of \$18.2 million, consumer loans (primarily indirect auto) of \$8.7 million, commercial loans of \$4.4 million, and commercial real estate loans of \$4.4 million, partially offset by increases in residential real estate loans of \$5.8 million and home equity loans of \$2.2 million. Compared to December 31, 2024, the decrease was primarily attributable to decreases in construction loans of \$45.9 million, commercial loans of \$9.2 million, and consumer loans (primarily indirect auto) of \$2.0 million, partially offset by increases in commercial real estate loans of \$23.4 million, residential real estate loans of \$17.9 million, and home equity loans of \$8.1 million.

### *Allowance for Credit Losses*

At June 30, 2025, the allowance for credit losses for loans HFI totaled \$29.9 million compared to \$29.7 million at March 31, 2025 and \$29.3 million at December 31, 2024. Activity within the allowance is provided on Page 14. The slight increase in the allowance over March 31, 2025 and December 31, 2024 was primarily attributable to qualitative factor adjustments that were partially offset by lower loan balances. Net loan charge-offs for both the second quarter of 2025 and the first quarter of 2025 were comparable at nine basis points of average loans. At June 30, 2025, the allowance represented 1.13% of loans HFI compared to 1.12% at March 31, 2025, and 1.10% at December 31, 2024.

### *Credit Quality*

Nonperforming assets (nonaccrual loans and other real estate) totaled \$6.6 million at June 30, 2025 compared to \$4.4 million at March 31, 2025 and \$6.7 million at December 31, 2024. At June 30, 2025, nonperforming assets as a percentage of total assets was 0.15%, compared to 0.10% at March 31, 2025 and 0.15% at December 31, 2024. Nonaccrual loans totaled \$6.4 million at June 30, 2025, a \$2.2 million increase over March 31, 2025 and a \$0.1 million increase over December 31, 2024 with the increase over the first quarter of 2025 primarily attributable to two home equity loans totaling \$1.8 million. Classified loans totaled \$28.6 million at June 30, 2025, a \$9.4 million increase over March 31, 2025 and a \$8.7 million increase over December 31, 2024. The increase over the prior periods was primarily due to the downgrade of four residential real estate loans totaling \$4.2 million and two commercial real estate loans totaling \$4.3 million.

### *Deposits*

Average total deposits were \$3.681 billion for the second quarter of 2025, an increase of \$15.2 million, or 0.4%, over the first quarter of 2025 and an increase of \$80.3 million, or 2.2%, over the fourth quarter of 2024. Compared to the first quarter of 2025, the increase was attributable to higher core deposit balances (primarily noninterest bearing checking and money market), partially offset by a decline in public funds balances (primarily NOW

accounts) due to the seasonal reduction in those balances. The increase over the fourth quarter of 2024 reflected strong growth in core deposit balances and a seasonal increase in public funds balances (primarily NOW) which are received/deposited by those clients starting in December and peak on average in the first quarter.

At June 30, 2025, total deposits were \$3.705 billion, a decrease of \$79.0 million, or 2.1%, from March 31, 2025, and an increase of \$32.9 million, or 0.9%, over December 31, 2024. The decrease from March 31, 2025 was primarily due to a seasonal decline in public funds balances, (primarily money market and noninterest bearing). The increase over December 31, 2024 reflected higher core deposit balances, primarily noninterest bearing accounts. Public funds totaled \$596.6 million at June 30, 2025, \$648.0 million at March 31, 2025, and \$660.9 million at December 31, 2024.

### *Liquidity*

We maintained an average net overnight funds (i.e., deposits with banks plus FED funds sold less FED funds purchased) sold position of \$348.8 million in the second quarter of 2025 compared to \$320.9 million in the first quarter of 2025 and \$298.3 million in the fourth quarter of 2024. Compared to both prior periods, the increase reflected higher average deposits and lower average loans.

At June 30, 2025, we had the ability to generate approximately \$1.603 billion (excludes overnight funds position of \$395 million) in additional liquidity through various sources including various federal funds purchased lines, Federal Home Loan Bank borrowings, the Federal Reserve Discount Window, and brokered deposits.

We also view our investment portfolio as a liquidity source, as we have the option to pledge securities in our portfolio as collateral for borrowings or deposits and/or to sell selected securities in our portfolio. Our portfolio consists of debt issued by the U.S. Treasury, U.S. governmental agencies, municipal governments, and corporate entities. At June 30, 2025, the weighted-average maturity and duration of our portfolio were 2.66 years and 2.14 years, respectively, and the available-for-sale portfolio had a net unrealized after-tax loss of \$13.4 million.

### *Capital*

Shareowners' equity was \$526.4 million at June 30, 2025 compared to \$512.6 million at March 31, 2025 and \$495.3 million at December 31, 2024. For the first six months of 2025, shareowners' equity was positively impacted by net income attributable to shareowners of \$31.9 million, a net \$5.5 million decrease in the accumulated other comprehensive loss, the issuance of common stock of \$2.8 million, and stock compensation accretion of \$0.9 million. The net favorable change in accumulated other comprehensive loss reflected a \$6.4 million decrease in the investment securities loss that was partially offset by a \$0.9 million decrease in the fair value of the interest rate swap related to subordinated debt. Shareowners' equity was reduced by common stock dividends of \$8.2 million (\$0.48 per share) and net adjustments totaling \$1.8 million related to transactions under our stock compensation plans.

At June 30, 2025, our total risk-based capital ratio was 19.60% compared to 19.20% at March 31, 2025 and 18.64% at December 31, 2024. Our common equity tier 1 capital ratio was 16.81%, 16.08%, and 15.54%, respectively, on these dates. Our leverage ratio was

11.14%, 11.17%, and 11.05%, respectively, on these dates. At June 30, 2025, all our regulatory capital ratios exceeded the thresholds to be designated as “well-capitalized” under the Basel III capital standards. Further, our tangible common equity ratio (non-GAAP financial measure) was 10.09% at June 30, 2025 compared to 9.61% and 9.51% at March 31, 2025 and December 31, 2024, respectively. If the unrealized loss for held-to-maturity securities of \$9.9 million (after-tax) was recognized in accumulated other comprehensive loss, our adjusted tangible capital ratio would be 9.86%.

### **About Capital City Bank Group, Inc.**

Capital City Bank Group, Inc. (NASDAQ: CCBG) is one of the largest publicly traded financial holding companies headquartered in Florida and has approximately \$4.4 billion in assets. We provide a full range of banking services, including traditional deposit and credit services, mortgage banking, asset management, trust, merchant services, bankcards, securities brokerage services, and financial advisory services, including the sale of life insurance, risk management and asset protection services. Our bank subsidiary, Capital City Bank, was founded in 1895 and now has 62 banking offices and 107 ATMs/ITMs in Florida, Georgia and Alabama. For more information about Capital City Bank Group, Inc., visit <https://www.ccbg.com/>.

### **FORWARD-LOOKING STATEMENTS**

Forward-looking statements in this Press Release are based on current plans and expectations that are subject to uncertainties and risks, which could cause our future results to differ materially. The words “may,” “could,” “should,” “would,” “believe,” “anticipate,” “estimate,” “expect,” “intend,” “plan,” “target,” “vision,” “goal,” and similar expressions are intended to identify forward-looking statements. The following factors, among others, could cause our actual results to differ: the effects of and changes in trade and monetary and fiscal policies and laws, including the interest rate policies of the Federal Reserve Board; inflation, interest rate, market and monetary fluctuations; local, regional, national, and international economic conditions and the impact they may have on us and our clients and our assessment of that impact; the costs and effects of legal and regulatory developments, the outcomes of legal proceedings or regulatory or other governmental inquiries, the results of regulatory examinations or reviews and the ability to obtain required regulatory approvals; the effect of changes in laws and regulations (including laws and regulations concerning taxes, banking, securities, and insurance) and their application with which we and our subsidiaries must comply; the effect of changes in accounting policies and practices, as may be adopted by the regulatory agencies, as well as other accounting standard setters; the accuracy of our financial statement estimates and assumptions; changes in the financial performance and/or condition of our borrowers; changes in the mix of loan geographies, sectors and types or the level of non-performing assets and charge-offs; changes in estimates of future credit loss reserve requirements based upon the periodic review thereof under relevant regulatory and accounting requirements; changes in our liquidity position; the timely development and acceptance of new products and services and perceived overall value of these products and services by users; changes in consumer spending, borrowing, and saving habits; greater than expected costs or difficulties related to the integration of new products and lines of business; technological changes; the costs and effects of cyber incidents or other failures, interruptions, or security breaches of our systems or those of our customers or third-party providers; acquisitions and integration of acquired businesses;

impairment of our goodwill or other intangible assets; changes in the reliability of our vendors, internal control systems, or information systems; our ability to increase market share and control expenses; our ability to attract and retain qualified employees; changes in our organization, compensation, and benefit plans; the soundness of other financial institutions; volatility and disruption in national and international financial and commodity markets; changes in the competitive environment in our markets and among banking organizations and other financial service providers; government intervention in the U.S. financial system; the effects of natural disasters (including hurricanes), widespread health emergencies (including pandemics), military conflict, terrorism, civil unrest, climate change or other geopolitical events; our ability to declare and pay dividends; structural changes in the markets for origination, sale and servicing of residential mortgages; any inability to implement and maintain effective internal control over financial reporting and/or disclosure control; negative publicity and the impact on our reputation; and the limited trading activity and concentration of ownership of our common stock. Additional factors can be found in our Annual Report on Form 10-K for the fiscal year ended December 31, 2024 and our other filings with the SEC, which are available at the SEC's internet site (<https://www.sec.gov>). Forward-looking statements in this Press Release speak only as of the date of the Press Release, and we assume no obligation to update forward-looking statements or the reasons why actual results could differ, except as may be required by law.

*For Information Contact:*

*Jep Larkin*

*Executive Vice President and Chief Financial Officer*

*850.402.8450*

## **USE OF NON-GAAP FINANCIAL MEASURES**

### ***Unaudited***

We present a tangible common equity ratio and a tangible book value per diluted share that removes the effect of goodwill and other intangibles resulting from merger and acquisition activity. We believe these measures are useful to investors because they allow investors to more easily compare our capital adequacy to other companies in the industry. Non-GAAP financial measures should not be considered alternatives to GAAP-basis financial statements and other bank holding companies may define or calculate these non-GAAP measures or similar measures differently.

The GAAP to non-GAAP reconciliations are provided below.

| <i>(Dollars in Thousands, except per share data)</i>    |            | <b>Jun 30, 2025</b> | <b>Mar 31, 2025</b> | <b>Dec 31, 2024</b> | <b>Sep 30, 2024</b> | <b>Jun 30, 2024</b> |
|---------------------------------------------------------|------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Shareowners' Equity (GAAP)                              |            | \$ 526,423          | \$ 512,575          | \$ 495,317          | \$ 476,499          | \$ 460,999          |
| Less: Goodwill and Other Intangibles (GAAP)             |            | 92,693              | 92,733              | 92,773              | 92,813              | 92,853              |
| Tangible Shareowners' Equity (non-GAAP)                 | A          | 433,730             | 419,842             | 402,544             | 383,686             | 368,146             |
| Total Assets (GAAP)                                     |            | 4,391,753           | 4,461,233           | 4,324,932           | 4,225,316           | 4,225,695           |
| Less: Goodwill and Other Intangibles (GAAP)             |            | 92,693              | 92,733              | 92,773              | 92,813              | 92,853              |
| Tangible Assets (non-GAAP)                              | B          | \$ 4,299,060        | \$ 4,368,500        | \$ 4,232,159        | \$ 4,132,503        | \$ 4,132,842        |
| <b>Tangible Common Equity Ratio (non-GAAP)</b>          | <b>A/B</b> | <b>10.09%</b>       | <b>9.61%</b>        | <b>9.51%</b>        | <b>9.28%</b>        | <b>8.91%</b>        |
| Actual Diluted Shares Outstanding (GAAP)                | C          | 17,097,986          | 17,072,330          | 17,018,122          | 16,980,686          | 16,970,228          |
| <b>Tangible Book Value per Diluted Share (non-GAAP)</b> | <b>A/C</b> | <b>\$ 25.37</b>     | <b>\$ 24.59</b>     | <b>\$ 23.65</b>     | <b>\$ 22.60</b>     | <b>\$ 21.69</b>     |



**CAPITAL CITY BANK GROUP, INC.**  
**EARNINGS HIGHLIGHTS**  
*Unaudited*

| <i>(Dollars in thousands, except per share data)</i> | Three Months Ended |              |              | Six Months Ended |              |
|------------------------------------------------------|--------------------|--------------|--------------|------------------|--------------|
|                                                      | Jun 30, 2025       | Mar 31, 2025 | Jun 30, 2024 | Jun 30, 2025     | Jun 30, 2024 |
| <b>EARNINGS</b>                                      |                    |              |              |                  |              |
| Net Income Attributable to Common Shareowners        | \$ 15,044          | \$ 16,858    | \$ 14,150    | \$ 31,902        | \$ 26,707    |
| Diluted Net Income Per Share                         | \$ 0.88            | \$ 0.99      | \$ 0.83      | \$ 1.87          | \$ 1.57      |
| <b>PERFORMANCE</b>                                   |                    |              |              |                  |              |
| Return on Average Assets (annualized)                | 1.38 %             | 1.58 %       | 1.33 %       | 1.48 %           | 1.27 %       |
| Return on Average Equity (annualized)                | 11.44              | 13.32        | 12.23        | 12.36            | 11.66        |
| Net Interest Margin                                  | 4.30               | 4.22         | 4.02         | 4.26             | 4.01         |
| Noninterest Income as % of Operating Revenue         | 31.67              | 32.39        | 33.30        | 32.03            | 32.69        |
| Efficiency Ratio                                     | 67.26 %            | 62.93 %      | 68.61 %      | 65.13 %          | 69.81 %      |
| <b>CAPITAL ADEQUACY</b>                              |                    |              |              |                  |              |
| Tier 1 Capital                                       | 18.38 %            | 18.01 %      | 16.31 %      | 18.38 %          | 16.31 %      |
| Total Capital                                        | 19.60              | 19.20        | 17.50        | 19.60            | 17.50        |
| Leverage                                             | 11.14              | 11.17        | 10.51        | 11.14            | 10.51        |
| Common Equity Tier 1                                 | 16.81              | 16.08        | 14.44        | 16.81            | 14.44        |
| Tangible Common Equity <sup>(1)</sup>                | 10.09              | 9.61         | 8.91         | 10.09            | 8.91         |
| Equity to Assets                                     | 11.99 %            | 11.49 %      | 10.91 %      | 11.99 %          | 10.91 %      |
| <b>ASSET QUALITY</b>                                 |                    |              |              |                  |              |
| Allowance as % of Non-Performing Loans               | 463.01 %           | 692.10 %     | 529.79 %     | 463.01 %         | 529.79 %     |
| Allowance as a % of Loans HFI                        | 1.13               | 1.12         | 1.09         | 1.13             | 1.09         |
| Net Charge-Offs as % of Average Loans HFI            | 0.09               | 0.09         | 0.18         | 0.09             | 0.20         |
| Nonperforming Assets as % of Loans HFI and OREO      | 0.25               | 0.17         | 0.23         | 0.25             | 0.23         |
| Nonperforming Assets as % of Total Assets            | 0.15 %             | 0.10 %       | 0.15 %       | 0.15 %           | 0.15 %       |
| <b>STOCK PERFORMANCE</b>                             |                    |              |              |                  |              |
| High                                                 | \$ 39.82           | \$ 38.27     | \$ 28.58     | \$ 39.82         | \$ 31.34     |
| Low                                                  | 32.38              | 33.00        | 25.45        | 32.38            | 25.45        |
| Close                                                | \$ 39.35           | \$ 35.96     | \$ 28.44     | \$ 39.35         | \$ 28.44     |
| Average Daily Trading Volume                         | 27,397             | 24,486       | 29,861       | 25,988           | 30,433       |

<sup>(1)</sup>Tangible common equity ratio is a non-GAAP financial measure. For additional information, including a reconciliation to GAAP, refer to Page 10.

**CAPITAL CITY BANK GROUP, INC.**  
**CONSOLIDATED STATEMENT OF FINANCIAL CONDITION**  
*Unaudited*

| <i>(Dollars in thousands)</i>            | 2025           |               | 2024           |               |                |
|------------------------------------------|----------------|---------------|----------------|---------------|----------------|
|                                          | Second Quarter | First Quarter | Fourth Quarter | Third Quarter | Second Quarter |
| <b>ASSETS</b>                            |                |               |                |               |                |
| Cash and Due From Banks                  | \$ 78,485      | \$ 78,521     | \$ 70,543      | \$ 83,431     | \$ 75,304      |
| Funds Sold and Interest Bearing Deposits | 394,917        | 446,042       | 321,311        | 261,779       | 272,675        |
| Total Cash and Cash Equivalents          | 473,402        | 524,563       | 391,854        | 345,210       | 347,979        |
| Investment Securities Available for Sale | 533,457        | 461,224       | 403,345        | 336,187       | 310,941        |
| Investment Securities Held to Maturity   | 462,599        | 517,176       | 567,155        | 561,480       | 582,984        |
| Other Equity Securities                  | 3,242          | 2,315         | 2,399          | 6,976         | 2,537          |
| Total Investment Securities              | 999,298        | 980,715       | 972,899        | 904,643       | 896,462        |
| Loans Held for Sale ("HFS"):             | 19,181         | 21,441        | 28,672         | 31,251        | 24,022         |

Loans Held for Investment ("HFI"):

|                                       |           |           |           |           |           |
|---------------------------------------|-----------|-----------|-----------|-----------|-----------|
| Commercial, Financial, & Agricultural | 180,008   | 184,393   | 189,208   | 194,625   | 204,990   |
| Real Estate - Construction            | 174,115   | 192,282   | 219,994   | 218,899   | 200,754   |
| Real Estate - Commercial              | 802,504   | 806,942   | 779,095   | 819,955   | 823,122   |
| Real Estate - Residential             | 1,046,368 | 1,040,594 | 1,028,498 | 1,023,485 | 1,012,541 |
| Real Estate - Home Equity             | 228,201   | 225,987   | 220,064   | 210,988   | 211,126   |
| Consumer                              | 197,483   | 206,191   | 199,479   | 213,305   | 234,212   |
| Other Loans                           | 1,552     | 3,227     | 14,006    | 461       | 2,286     |
| Overdrafts                            | 1,259     | 1,154     | 1,206     | 1,378     | 1,192     |
| Total Loans Held for Investment       | 2,631,490 | 2,660,770 | 2,651,550 | 2,683,096 | 2,690,223 |
| Allowance for Credit Losses           | (29,862)  | (29,734)  | (29,251)  | (29,836)  | (29,219)  |
| Loans Held for Investment, Net        | 2,601,628 | 2,631,036 | 2,622,299 | 2,653,260 | 2,661,004 |

|                                |              |              |              |              |              |
|--------------------------------|--------------|--------------|--------------|--------------|--------------|
| Premises and Equipment, Net    | 79,906       | 80,043       | 81,952       | 81,876       | 81,414       |
| Goodwill and Other Intangibles | 92,693       | 92,733       | 92,773       | 92,813       | 92,853       |
| Other Real Estate Owned        | 132          | 132          | 367          | 650          | 650          |
| Other Assets                   | 125,513      | 130,570      | 134,116      | 115,613      | 121,311      |
| Total Other Assets             | 298,244      | 303,478      | 309,208      | 290,952      | 296,228      |
| Total Assets                   | \$ 4,391,753 | \$ 4,461,233 | \$ 4,324,932 | \$ 4,225,316 | \$ 4,225,695 |

**LIABILITIES**

Deposits:

|                              |              |              |              |              |              |
|------------------------------|--------------|--------------|--------------|--------------|--------------|
| Noninterest Bearing Deposits | \$ 1,332,080 | \$ 1,363,739 | \$ 1,306,254 | \$ 1,330,715 | \$ 1,343,606 |
| NOW Accounts                 | 1,284,137    | 1,292,654    | 1,285,281    | 1,174,585    | 1,177,180    |
| Money Market Accounts        | 408,666      | 445,999      | 404,396      | 401,272      | 413,594      |
| Savings Accounts             | 504,331      | 511,265      | 506,766      | 507,604      | 514,560      |
| Certificates of Deposit      | 175,639      | 170,233      | 169,280      | 164,901      | 159,624      |
| Total Deposits               | 3,704,853    | 3,783,890    | 3,671,977    | 3,579,077    | 3,608,564    |

|                             |           |           |           |           |           |
|-----------------------------|-----------|-----------|-----------|-----------|-----------|
| Repurchase Agreements       | 21,800    | 22,799    | 26,240    | 29,339    | 22,463    |
| Other Short-Term Borrowings | 12,741    | 14,401    | 2,064     | 7,929     | 3,307     |
| Subordinated Notes Payable  | 42,582    | 52,887    | 52,887    | 52,887    | 52,887    |
| Other Long-Term Borrowings  | 680       | 794       | 794       | 794       | 1,009     |
| Other Liabilities           | 82,674    | 73,887    | 75,653    | 71,974    | 69,987    |
| Total Liabilities           | 3,865,330 | 3,948,658 | 3,829,615 | 3,742,000 | 3,758,217 |

|                  |   |   |   |       |       |
|------------------|---|---|---|-------|-------|
| Temporary Equity | - | - | - | 6,817 | 6,479 |
|------------------|---|---|---|-------|-------|

**SHAREOWNERS' EQUITY**

|                                                  |         |         |         |          |          |
|--------------------------------------------------|---------|---------|---------|----------|----------|
| Common Stock                                     | 171     | 171     | 170     | 169      | 169      |
| Additional Paid-In Capital                       | 39,527  | 38,576  | 37,684  | 36,070   | 35,547   |
| Retained Earnings                                | 487,665 | 476,715 | 463,949 | 454,342  | 445,959  |
| Accumulated Other Comprehensive Loss, Net of Tax | (940)   | (2,887) | (6,486) | (14,082) | (20,676) |
| Total Shareowners' Equity                        | 526,423 | 512,575 | 495,317 | 476,499  | 460,999  |

|                                                             |              |              |              |              |              |
|-------------------------------------------------------------|--------------|--------------|--------------|--------------|--------------|
| Total Liabilities, Temporary Equity and Shareowners' Equity | \$ 4,391,753 | \$ 4,461,233 | \$ 4,324,932 | \$ 4,225,316 | \$ 4,225,695 |
|-------------------------------------------------------------|--------------|--------------|--------------|--------------|--------------|

**OTHER BALANCE SHEET DATA**

|                                                      |              |              |              |              |              |
|------------------------------------------------------|--------------|--------------|--------------|--------------|--------------|
| Earning Assets                                       | \$ 4,044,886 | \$ 4,108,969 | \$ 3,974,431 | \$ 3,880,769 | \$ 3,883,382 |
| Interest Bearing Liabilities                         | 2,450,576    | 2,511,032    | 2,447,708    | 2,339,311    | 2,344,624    |
| Book Value Per Diluted Share                         | \$ 30.79     | \$ 30.02     | \$ 29.11     | \$ 28.06     | \$ 27.17     |
| Tangible Book Value Per Diluted Share <sup>(1)</sup> | 25.37        | 24.59        | 23.65        | 22.60        | 21.69        |
| Actual Basic Shares Outstanding                      | 17,066       | 17,055       | 16,975       | 16,944       | 16,942       |
| Actual Diluted Shares Outstanding                    | 17,098       | 17,072       | 17,018       | 16,981       | 16,970       |

<sup>(1)</sup>Tangible book value per diluted share is a non-GAAP financial measure. For additional information, including a reconciliation to GAAP, refer to Page 10.

**CAPITAL CITY BANK GROUP, INC.**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
*Unaudited*

|                                                                  | 2025              |                  | 2024              |                  |                   | Six Months Ended<br>June 30, |           |
|------------------------------------------------------------------|-------------------|------------------|-------------------|------------------|-------------------|------------------------------|-----------|
|                                                                  | Second<br>Quarter | First<br>Quarter | Fourth<br>Quarter | Third<br>Quarter | Second<br>Quarter | 2025                         | 2024      |
| <i>(Dollars in thousands, except per share data)</i>             |                   |                  |                   |                  |                   |                              |           |
| <b>INTEREST INCOME</b>                                           |                   |                  |                   |                  |                   |                              |           |
| Loans, including Fees                                            | \$ 40,872         | \$ 40,478        | \$ 41,453         | \$ 41,659        | \$ 41,138         | \$ 81,350                    | \$ 81,821 |
| Investment Securities                                            | 6,678             | 5,808            | 4,694             | 4,155            | 4,004             | 12,486                       | 8,248     |
| Federal Funds Sold and Interest Bearing<br>Deposits              | 3,909             | 3,496            | 3,596             | 3,514            | 3,624             | 7,405                        | 5,517     |
| Total Interest Income                                            | 51,459            | 49,782           | 49,743            | 49,328           | 48,766            | 101,241                      | 95,586    |
| <b>INTEREST EXPENSE</b>                                          |                   |                  |                   |                  |                   |                              |           |
| Deposits                                                         | 7,405             | 7,383            | 7,766             | 8,223            | 8,579             | 14,788                       | 16,173    |
| Repurchase Agreements                                            | 156               | 164              | 199               | 221              | 217               | 320                          | 418       |
| Other Short-Term Borrowings                                      | 179               | 117              | 83                | 52               | 68                | 296                          | 107       |
| Subordinated Notes Payable                                       | 530               | 560              | 581               | 610              | 630               | 1,090                        | 1,258     |
| Other Long-Term Borrowings                                       | 5                 | 11               | 11                | 11               | 3                 | 16                           | 6         |
| Total Interest Expense                                           | 8,275             | 8,235            | 8,640             | 9,117            | 9,497             | 16,510                       | 17,962    |
| Net Interest Income                                              | 43,184            | 41,547           | 41,103            | 40,211           | 39,269            | 84,731                       | 77,624    |
| Provision for Credit Losses                                      | 620               | 768              | 701               | 1,206            | 1,204             | 1,388                        | 2,124     |
| Net Interest Income after Provision for Credit<br>Losses         | 42,564            | 40,779           | 40,402            | 39,005           | 38,065            | 83,343                       | 75,500    |
| <b>NONINTEREST INCOME</b>                                        |                   |                  |                   |                  |                   |                              |           |
| Deposit Fees                                                     | 5,320             | 5,061            | 5,207             | 5,512            | 5,377             | 10,381                       | 10,627    |
| Bank Card Fees                                                   | 3,774             | 3,514            | 3,697             | 3,624            | 3,766             | 7,288                        | 7,386     |
| Wealth Management Fees                                           | 5,206             | 5,763            | 5,222             | 4,770            | 4,439             | 10,969                       | 9,121     |
| Mortgage Banking Revenues                                        | 4,190             | 3,820            | 3,118             | 3,966            | 4,381             | 8,010                        | 7,259     |
| Other                                                            | 1,524             | 1,749            | 1,516             | 1,641            | 1,643             | 3,273                        | 3,310     |
| Total Noninterest Income                                         | 20,014            | 19,907           | 18,760            | 19,513           | 19,606            | 39,921                       | 37,703    |
| <b>NONINTEREST EXPENSE</b>                                       |                   |                  |                   |                  |                   |                              |           |
| Compensation                                                     | 26,490            | 26,248           | 26,108            | 25,800           | 24,406            | 52,738                       | 48,813    |
| Occupancy, Net                                                   | 7,071             | 6,793            | 6,893             | 7,098            | 6,997             | 13,864                       | 13,991    |
| Other                                                            | 8,977             | 5,660            | 8,781             | 10,023           | 9,038             | 14,637                       | 17,808    |
| Total Noninterest Expense                                        | 42,538            | 38,701           | 41,782            | 42,921           | 40,441            | 81,239                       | 80,612    |
| <b>OPERATING PROFIT</b>                                          | 20,040            | 21,985           | 17,380            | 15,597           | 17,230            | 42,025                       | 32,591    |
| Income Tax Expense                                               | 4,996             | 5,127            | 4,219             | 2,980            | 3,189             | 10,123                       | 6,725     |
| Net Income                                                       | 15,044            | 16,858           | 13,161            | 12,617           | 14,041            | 31,902                       | 25,866    |
| Pre-Tax (Income) Loss Attributable to<br>Noncontrolling Interest | -                 | -                | (71)              | 501              | 109               | -                            | 841       |
| <b>NET INCOME ATTRIBUTABLE TO<br/>COMMON SHAREOWNERS</b>         | \$ 15,044         | \$ 16,858        | \$ 13,090         | \$ 13,118        | \$ 14,150         | \$ 31,902                    | \$ 26,707 |
| <b>PER COMMON SHARE</b>                                          |                   |                  |                   |                  |                   |                              |           |
| Basic Net Income                                                 | \$ 0.88           | \$ 0.99          | \$ 0.77           | \$ 0.77          | \$ 0.84           | \$ 1.87                      | \$ 1.58   |
| Diluted Net Income                                               | 0.88              | 0.99             | 0.77              | 0.77             | 0.83              | 1.87                         | 1.57      |
| Cash Dividend                                                    | \$ 0.24           | \$ 0.24          | \$ 0.23           | \$ 0.23          | \$ 0.21           | \$ 0.48                      | \$ 0.42   |
| <b>AVERAGE SHARES</b>                                            |                   |                  |                   |                  |                   |                              |           |
| Basic                                                            | 17,056            | 17,027           | 16,946            | 16,943           | 16,931            | 17,042                       | 16,941    |
| Diluted                                                          | 17,088            | 17,044           | 16,990            | 16,979           | 16,960            | 17,067                       | 16,964    |

**CAPITAL CITY BANK GROUP, INC.**  
**ALLOWANCE FOR CREDIT LOSSES ("ACL")**  
**AND CREDIT QUALITY**  
*Unaudited*

| (Dollars in thousands, except per share data)              | 2025           |               | 2024           |               |                | Six Months Ended June 30, |           |
|------------------------------------------------------------|----------------|---------------|----------------|---------------|----------------|---------------------------|-----------|
|                                                            | Second Quarter | First Quarter | Fourth Quarter | Third Quarter | Second Quarter | 2025                      | 2024      |
| <b>ACL - HELD FOR INVESTMENT LOANS</b>                     |                |               |                |               |                |                           |           |
| Balance at Beginning of Period                             | \$ 29,734      | \$ 29,251     | \$ 29,836      | \$ 29,219     | \$ 29,329      | \$ 29,251                 | \$ 29,941 |
| Transfer from Other (Assets) Liabilities                   | -              | -             | -              | -             | -              | -                         | (50)      |
| Provision for Credit Losses                                | 718            | 1,083         | 1,085          | 1,879         | 1,129          | 1,801                     | 2,061     |
| Net Charge-Offs (Recoveries)                               | 590            | 600           | 1,670          | 1,262         | 1,239          | 1,190                     | 2,733     |
| Balance at End of Period                                   | \$ 29,862      | \$ 29,734     | \$ 29,251      | \$ 29,836     | \$ 29,219      | \$ 29,862                 | \$ 29,219 |
| As a % of Loans HFI                                        | 1.13%          | 1.12%         | 1.10%          | 1.11%         | 1.09%          | 1.13%                     | 1.09%     |
| As a % of Nonperforming Loans                              | 463.01%        | 692.10%       | 464.14%        | 452.64%       | 529.79%        | 463.01%                   | 529.79%   |
| <b>ACL - UNFUNDED COMMITMENTS</b>                          |                |               |                |               |                |                           |           |
| Balance at Beginning of Period                             | 1,832          | \$ 2,155      | \$ 2,522       | \$ 3,139      | \$ 3,121       | \$ 2,155                  | \$ 3,191  |
| Provision for Credit Losses                                | (94)           | (323)         | (367)          | (617)         | 18             | (417)                     | (52)      |
| Balance at End of Period <sup>(1)</sup>                    | 1,738          | 1,832         | 2,155          | 2,522         | 3,139          | 1,738                     | 3,139     |
| <b>ACL - DEBT SECURITIES</b>                               |                |               |                |               |                |                           |           |
| Provision for Credit Losses                                | \$ (4)         | \$ 8          | \$ (17)        | \$ (56)       | \$ 57          | \$ 4                      | \$ 115    |
| <b>CHARGE-OFFS</b>                                         |                |               |                |               |                |                           |           |
| Commercial, Financial and Agricultural                     | \$ 74          | \$ 168        | \$ 499         | \$ 331        | \$ 400         | \$ 242                    | \$ 682    |
| Real Estate - Construction                                 | -              | -             | 47             | -             | -              | -                         | -         |
| Real Estate - Commercial                                   | -              | -             | -              | 3             | -              | -                         | -         |
| Real Estate - Residential                                  | 49             | 8             | 44             | -             | -              | 57                        | 17        |
| Real Estate - Home Equity                                  | 24             | -             | 33             | 23            | -              | 24                        | 76        |
| Consumer                                                   | 914            | 865           | 1,307          | 1,315         | 1,061          | 1,779                     | 2,611     |
| Overdrafts                                                 | 437            | 570           | 574            | 611           | 571            | 1,007                     | 1,209     |
| Total Charge-Offs                                          | \$ 1,498       | \$ 1,611      | \$ 2,504       | \$ 2,283      | \$ 2,032       | \$ 3,109                  | \$ 4,595  |
| <b>RECOVERIES</b>                                          |                |               |                |               |                |                           |           |
| Commercial, Financial and Agricultural                     | \$ 117         | \$ 75         | \$ 103         | \$ 176        | \$ 59          | \$ 192                    | \$ 100    |
| Real Estate - Construction                                 | -              | -             | 3              | -             | -              | -                         | -         |
| Real Estate - Commercial                                   | 6              | 3             | 33             | 5             | 19             | 9                         | 223       |
| Real Estate - Residential                                  | 65             | 119           | 28             | 88            | 23             | 184                       | 60        |
| Real Estate - Home Equity                                  | 42             | 9             | 17             | 59            | 37             | 51                        | 61        |
| Consumer                                                   | 456            | 481           | 352            | 405           | 313            | 937                       | 723       |
| Overdrafts                                                 | 222            | 324           | 298            | 288           | 342            | 546                       | 695       |
| Total Recoveries                                           | \$ 908         | \$ 1,011      | \$ 834         | \$ 1,021      | \$ 793         | \$ 1,919                  | \$ 1,862  |
| NET CHARGE-OFFS (RECOVERIES)                               | \$ 590         | \$ 600        | \$ 1,670       | \$ 1,262      | \$ 1,239       | \$ 1,190                  | \$ 2,733  |
| Net Charge-Offs as a % of Average Loans HFI <sup>(2)</sup> | 0.09%          | 0.09%         | 0.25%          | 0.19%         | 0.18%          | 0.09%                     | 0.20%     |
| <b>CREDIT QUALITY</b>                                      |                |               |                |               |                |                           |           |
| Nonaccruing Loans                                          | \$ 6,449       | \$ 4,296      | \$ 6,302       | \$ 6,592      | \$ 5,515       |                           |           |
| Other Real Estate Owned                                    | 132            | 132           | 367            | 650           | 650            |                           |           |
| Total Nonperforming Assets ("NPAs")                        | \$ 6,581       | \$ 4,428      | \$ 6,669       | \$ 7,242      | \$ 6,165       |                           |           |
| Past Due Loans 30-89 Days                                  | \$ 4,523       | \$ 3,735      | \$ 4,311       | \$ 9,388      | \$ 5,672       |                           |           |
| Classified Loans                                           | 28,623         | 19,194        | 19,896         | 25,501        | 25,566         |                           |           |
| Nonperforming Loans as a % of Loans HFI                    | 0.25%          | 0.16%         | 0.24%          | 0.25%         | 0.21%          |                           |           |
| NPAs as a % of Loans HFI and Other Real Estate             | 0.25%          | 0.17%         | 0.25%          | 0.27%         | 0.23%          |                           |           |
| NPAs as a % of Total Assets                                | 0.15%          | 0.10%         | 0.15%          | 0.17%         | 0.15%          |                           |           |

<sup>(1)</sup>Recorded in other liabilities

<sup>(2)</sup>Annualized

**Unaudited**

|                                                  | Second Quarter 2025 |           |              | First Quarter 2025 |           |              | Fourth Quarter 2024 |           |              | Third           |
|--------------------------------------------------|---------------------|-----------|--------------|--------------------|-----------|--------------|---------------------|-----------|--------------|-----------------|
| (Dollars in thousands)                           | Average Balance     | Interest  | Average Rate | Average Balance    | Interest  | Average Rate | Average Balance     | Interest  | Average Rate | Average Balance |
| <b>ASSETS:</b>                                   |                     |           |              |                    |           |              |                     |           |              |                 |
| Loans Held for Sale                              | \$ 22,668           | \$ 475    | 8.40 %       | \$ 24,726          | \$ 490    | 8.04 %       | \$ 31,047           | \$ 976    | 7.89 %       | \$ 24,570       |
| Loans Held for Investment <sup>(1)</sup>         | 2,652,572           | 40,436    | 6.11         | 2,665,910          | 40,029    | 6.09         | 2,677,396           | 40,521    | 6.07         | 2,693,533       |
| Investment Securities                            |                     |           |              |                    |           |              |                     |           |              |                 |
| Taxable Investment Securities                    | 1,006,514           | 6,666     | 2.65         | 981,485            | 5,802     | 2.38         | 914,353             | 4,688     | 2.04         | 907,610         |
| Tax-Exempt Investment Securities <sup>(1)</sup>  | 1,467               | 17        | 4.50         | 845                | 9         | 4.32         | 849                 | 9         | 4.31         | 846             |
| Total Investment Securities                      | 1,007,981           | 6,683     | 2.65         | 982,330            | 5,811     | 2.38         | 915,202             | 4,697     | 2.04         | 908,456         |
| Federal Funds Sold and Interest Bearing Deposits | 348,787             | 3,909     | 4.49         | 320,948            | 3,496     | 4.42         | 298,255             | 3,596     | 4.80         | 256,855         |
| Total Earning Assets                             | 4,032,008           | \$ 51,503 | 5.12 %       | 3,993,914          | \$ 49,826 | 5.06 %       | 3,921,900           | \$ 49,790 | 5.05 %       | 3,883,414       |
| Cash and Due From Banks                          | 65,761              |           |              | 73,467             |           |              | 73,992              |           |              | 70,994          |
| Allowance for Credit Losses                      | (30,492)            |           |              | (30,008)           |           |              | (30,107)            |           |              | (29,905)        |
| Other Assets                                     | 302,984             |           |              | 297,660            |           |              | 293,884             |           |              | 291,359         |
| Total Assets                                     | \$ 4,370,261        |           |              | \$ 4,335,033       |           |              | \$ 4,259,669        |           |              | \$ 4,215,862    |
| <b>LIABILITIES:</b>                              |                     |           |              |                    |           |              |                     |           |              |                 |
| Noninterest Bearing Deposits                     | \$ 1,342,304        |           |              | \$ 1,317,425       |           |              | \$ 1,323,556        |           |              | \$ 1,332,305    |
| NOW Accounts                                     | 1,225,697           | \$ 3,750  | 1.23 %       | 1,249,955          | \$ 3,854  | 1.25 %       | 1,182,073           | \$ 3,826  | 1.29 %       | 1,145,544       |
| Money Market Accounts                            | 431,774             | 2,340     | 2.17         | 420,059            | 2,187     | 2.11         | 422,615             | 2,526     | 2.38         | 418,625         |
| Savings Accounts                                 | 507,950             | 174       | 0.14         | 507,676            | 176       | 0.14         | 504,859             | 179       | 0.14         | 512,098         |
| Time Deposits                                    | 172,982             | 1,141     | 2.65         | 170,367            | 1,166     | 2.78         | 167,321             | 1,235     | 2.94         | 163,462         |
| Total Interest Bearing Deposits                  | 2,338,403           | 7,405     | 1.27         | 2,348,057          | 7,383     | 1.28         | 2,276,868           | 7,766     | 1.36         | 2,239,729       |
| Total Deposits                                   | 3,680,707           | 7,405     | 0.81         | 3,665,482          | 7,383     | 0.82         | 3,600,424           | 7,766     | 0.86         | 3,572,034       |
| Repurchase Agreements                            | 22,557              | 156       | 2.78         | 29,821             | 164       | 2.23         | 28,018              | 199       | 2.82         | 27,126          |
| Other Short-Term Borrowings                      | 10,503              | 179       | 6.82         | 7,437              | 117       | 6.39         | 6,510               | 83        | 5.06         | 2,673           |
| Subordinated Notes Payable                       | 51,981              | 530       | 4.03         | 52,887             | 560       | 4.23         | 52,887              | 581       | 4.30         | 52,887          |
| Other Long-Term Borrowings                       | 792                 | 5         | 2.41         | 794                | 11        | 5.68         | 794                 | 11        | 5.57         | 795             |
| Total Interest Bearing Liabilities               | 2,424,236           | \$ 8,275  | 1.37 %       | 2,438,996          | \$ 8,235  | 1.37 %       | 2,365,077           | \$ 8,640  | 1.45 %       | 2,323,210       |
| Other Liabilities                                | 76,138              |           |              | 65,211             |           |              | 73,130              |           |              | 73,767          |
| Total Liabilities                                | 3,842,678           |           |              | 3,821,632          |           |              | 3,761,763           |           |              | 3,729,282       |

|                                                             |                     |        |                     |        |                     |        |                     |
|-------------------------------------------------------------|---------------------|--------|---------------------|--------|---------------------|--------|---------------------|
| Temporary Equity                                            | -                   |        | -                   |        | 6,763               |        | 6,443               |
| <b>SHAREOWNERS' EQUITY:</b>                                 | 527,583             |        | 513,401             |        | 491,143             |        | 480,137             |
| Total Liabilities, Temporary Equity and Shareowners' Equity | <u>\$ 4,370,261</u> |        | <u>\$ 4,335,033</u> |        | <u>\$ 4,259,669</u> |        | <u>\$ 4,215,862</u> |
| Interest Rate Spread                                        | \$ 43,228           | 3.75 % | \$ 41,591           | 3.69 % | \$ 41,150           | 3.59 % |                     |
| Interest Income and Rate Earned <sup>(1)</sup>              | 51,503              | 5.12   | 49,826              | 5.06   | 49,790              | 5.05   |                     |
| Interest Expense and Rate Paid <sup>(2)</sup>               | 8,275               | 0.82   | 8,235               | 0.84   | 8,640               | 0.88   |                     |
| Net Interest Margin                                         | \$ 43,228           | 4.30 % | \$ 41,591           | 4.22 % | \$ 41,150           | 4.17 % |                     |

<sup>(1)</sup> Interest and average rates are calculated on a tax-equivalent basis using a 21% Federal tax rate.

<sup>(2)</sup> Rate calculated based on average earning assets.



Source: Capital City Bank Group