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 (2nd Quarter 2025 versus 1st 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 (outsource 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.

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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.

(Dollars in Thousands, except per share data)		**Jun 30, 2025**	**Mar 31, 2025**	**Dec 31, 2024**	**Sep 30, 2024**	**Jun 30, 2024**
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
Tangible Common Equity Ratio (non-GAAP)	**A/B**	**10.09%**	**9.61%**	**9.51%**	**9.28%**	**8.91%**
Actual Diluted Shares Outstanding (GAAP)	C	17,097,986	17,072,330	17,018,122	16,980,686	16,970,228
Tangible Book Value per Diluted Share (non-GAAP)	**A/C**	**$ 25.37**	**$ 24.59**	**$ 23.65**	**22.60**	**$ 21.69**

CAPITAL CITY BANK GROUP, INC.
EARNINGS HIGHLIGHTS
Unaudited

(Dollars in thousands, except per share data)	Three Months Ended Jun 30, 2025	Three Months Ended Mar 31, 2025	Three Months Ended Jun 30, 2024	Six Months Ended Jun 30, 2025	Six Months Ended Jun 30, 2024
EARNINGS					
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
PERFORMANCE					
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 %
CAPITAL ADEQUACY					
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[(1)]	10.09	9.61	8.91	10.09	8.91
Equity to Assets	11.99 %	11.49 %	10.91 %	11.99 %	10.91 %
ASSET QUALITY					
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 %
STOCK PERFORMANCE					
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

[(1)]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

	2025		2024		
(Dollars in thousands)	Second Quarter	First Quarter	Fourth Quarter	Third Quarter	Second Quarter
ASSETS					
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[1]	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

[1]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 June 30,	
(Dollars in thousands, except per share data)	**Second Quarter**	**First Quarter**	**Fourth Quarter**	**Third Quarter**	**Second Quarter**	**2025**	**2024**
INTEREST INCOME							
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 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
INTEREST EXPENSE							
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 Losses	42,564	40,779	40,402	39,005	38,065	83,343	75,500
NONINTEREST INCOME							
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
NONINTEREST EXPENSE							
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
OPERATING PROFIT	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 Noncontrolling Interest	-	-	(71)	501	109	-	841
NET INCOME ATTRIBUTABLE TO COMMON SHAREOWNERS	$ 15,044	$ 16,858	$ 13,090	$ 13,118	$ 14,150	$ 31,902	$ 26,707
PER COMMON SHARE							
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
AVERAGE SHARES							
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 Second Quarter	2025 First Quarter	2024 Fourth Quarter	2024 Third Quarter	2024 Second Quarter	Six Months Ended June 30, 2025	Six Months Ended June 30, 2024
ACL - HELD FOR INVESTMENT LOANS							
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%
ACL - UNFUNDED COMMITMENTS							
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[1]	1,738	1,832	2,155	2,522	3,139	1,738	3,139
ACL - DEBT SECURITIES							
Provision for Credit Losses	$ (4)	$ 8	$ (17)	$ (56)	$ 57	$ 4	$ 115
CHARGE-OFFS							
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
RECOVERIES							
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[2]	0.09%	0.09%	0.25%	0.19%	0.18%	0.09%	0.20%
CREDIT QUALITY							
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%		

[1] *Recorded in other liabilities*

[2] *Annualized*

CAPITAL CITY BANK GROUP, INC.
AVERAGE BALANCE AND INTEREST RATES

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*
ASSETS:										
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[(1)]	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[(1)]	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
LIABILITIES:										
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
SHAREOWNERS' EQUITY:	527,583			513,401			491,143			480,137
Total Liabilities, Temporary Equity and Shareowners' Equity	$ 4,370,261			$ 4,335,033			$ 4,259,669			$ 4,215,862
Interest Rate Spread		$ 43,228	3.75 %		$ 41,591	3.69 %		$ 41,150	3.59 %	
Interest Income and Rate Earned(1)		51,503	5.12		49,826	5.06		49,790	5.05	
Interest Expense and Rate Paid(2)		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 %	

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

(2) *Rate calculated based on average earning assets.*

Capital City Bank Group

Source: Capital City Bank Group