

# Financial highlights for TowneBank & Paragon Commercial Corp.

Financials as of Dec. 31

Financial highlights	TowneBank			Paragon Commercial Corp.		
	2016	2015	YOY change*	2016	2015	YOY change*
<b>Bank size</b>						
Total assets (\$M)	7,973.9	6,296.6	26.6	1,503.8	1,305.9	15.2
Total equity (\$M)	1,086.6	820.2	32.5	136.1	97.7	39.4
Net loans and leases (\$M)	6,079.3	4,583.4	32.6	1,183.4	1,008.5	17.3
Total deposits (\$M)	6,035.2	4,914.0	22.8	1,172.3	982.8	19.3
Net income (\$M)	72.2	65.7	10.0	13.4	11.23	19.19
<b>Performance analysis</b>						
ROAE (%) <sup>1</sup>	7.49	8.16	-0.7	11.35	12.20	-0.85
Net interest margin (%) <sup>2</sup>	3.50	3.45	0.1	3.54	3.51	0.02
Efficiency ratio (%) <sup>3</sup>	62.50	64.11	-1.6	56.35	58.01	-1.67
<b>Per share information</b>						
EPS after extra (\$) <sup>4</sup>	1.18	1.22	-3.3	2.69	2.49	8.03
Tangible book value per share (\$)	12.36	12.21	1.2	24.97	21.32	17.14
Common dividends declared per share (\$) <sup>5</sup>	0.51	0.47	8.5	0.00	0.00	0.00

Data compiled April 27, 2017.

Data is based on GAAP financials.

<sup>1</sup> Represents return on average equity.

<sup>2</sup> Represents net interest margin, if available, on a fully taxable-equivalent basis.

<sup>3</sup> Represents noninterest expense as a percentage of net interest income and noninterest revenues.

<sup>4</sup> Represents earnings per share after extraordinary items.

<sup>5</sup> Includes cash dividends declared during the period, regardless of the payment or record dates.

\* Change for balances are expressed in percentages. Change for percentages are expressed in percentage points.

YOY = year-over-year

Source: S&P Global Market Intelligence