



November 8, 2016

Dear Fellow Shareholders,

Attached are our 3rd quarter 2016 results. It was another solid quarter, with earnings up 18% over the 2nd quarter and 22% over 3rd quarter of last year. Earnings for the trailing 12 months are up 6% over the previous 12 months.

Our assets are up \$42 million from September 30, 2015 which is an increase of 8%. Loans are up \$24 million from September 30, 2015 or 6%. We are behind budget on loans, but as I said in last quarter's letter, we expect to be closer to budget by year-end.

Our Net Interest Income for the Trailing 12 months is up 4%, which is an improvement over the previous 12 months. Our Non-Interest Income is up 37% due to very strong growth in our Mortgage Division and increased fees in Asset Based Lending (ABL) and Banking Divisions. We had a 9.6% increase in Non-Interest Expenses due to expenses for the new Germantown branch and increased staffing in Mortgage & ABL Divisions. We had an increase in our Loan Loss Provision, but our loan quality continues to be very good. Income before Tax increased 8.1%. Our Net Income after tax was up 6.1% for the trailing 12 months ending September 2016.

We are also pleased to report to our shareholders that Tangible Book Value per share fully diluted has increased from \$11.50 to \$12.67 over the last 12 months, which is an increase of 10%. This is one of the most important numbers for our shareholders, as it shows how the value of our stock is increasing on our books. Our Return on Average Assets was 1.01%, which is at our current goal of 1%.

We know of no trades of our stock in the last quarter. If you are interested in buying or selling, please contact Lindsay Sigler at (901)333-8842 or lindsay.sigler@triumphbank.com. Neither Triumph Bancshares, Inc. nor the Bank makes any recommendations on whether to buy or sell and makes no recommendations on pricing.

Hope you are enjoying the change in the weather as much as we are. We hope you have a wonderful Fall and happy Holiday season. Thanks as always for your confidence and support.

Sincerely,
Triumph Bancshares, Inc.

A handwritten signature in black ink, appearing to read "Hilliard Crews".

Hilliard Crews
Chairman