



February 5, 2020

Dear Fellow Shareholders,

I'm pleased to share that we had a very strong fourth quarter of 2019, and it enabled us to have a record year in Net Income with 2019 Net Income up 5.3% over 2018 Net Income.

Our Mortgage and Asset Based Lending divisions both had very positive record years. Additionally, our Nashville division had another very good year in loan growth, and therefore it drastically reduced its loss in Net Income for the year. Please note that we projected in 2018 that it would take three years to reach profitability in Nashville, and we believe we are on track to reach profitability by the end of 2021. Our Memphis Division increased loans by 3.8% during the year as well as having increased interest and fee income about 1%. However, cost of deposits dramatically increased in 2019, and this caused the income for this division to be down significantly. We think the difference in our loan interest income and our interest expense on deposits and fed funds will improve in 2021.

In the last 12 months, our Assets have increased by 6.5%, our loans (not including ones held for sale) have increased by 8.01%, and our deposits have increased by 16.8%. Loan Quality remains very strong as it has been since we started the bank. Note that we do have an increase in past due loans, but we have very good collateral, and we feel very confident about losing little, if any, on these loans.

Tangible book value for our stock has increased from \$15.20 to \$16.71 in the last 12 months. We had a buyback in the third quarter for 30,953 shares at \$18.25. We are unaware of any other trades of our stock.

As always, we thank you for your dedicated support in Triumph. We had a good year, and we couldn't do it without you.

Sincerely,

Triumph Bancshares, Inc.

A handwritten signature in black ink, appearing to read "Hilliard Crews", is written over a light gray rectangular background.

Hilliard Crews
Chairman