



July 28, 2020

Dear Fellow Shareholders,

We hope this message finds you and your family well, and that the Pandemic has affected you as little as possible.

We are off to a good start in 2020 despite the Pandemic. Net Income for the second quarter was a record \$2.5 million and for the year-to-date we are up 105% to \$3.7 million. Our Return on Average Assets is up from the previous 12 months' 0.58% to the last 12 months' 0.99%. Our Return on Equity increased to 10.15% from 5.45%.

Much of the increase is the outstanding performance of our Mortgage Division, which had a record quarter and a record first half. Our Memphis Banking Division saw a 9.4% increase in loans and a 16.8% increase in deposits from June 2019. Also, this division is finally starting to see signs that the Net Interest Margin (Loan Interest Income less Interest Paid on Deposits) is starting to improve. Our other divisions performed fairly well.

In the last 12 months, our Total Assets increased 12.1%, our Total Loans increased 11.7%, and our Total Deposits increased 8.7%. We ended the quarter with very strong credit quality, and Loans Past Due Over 30 Days of only 1.26%.

Earnings Per Share for the first half of 2020 are up from \$0.41 to \$0.84, and the Tangible Book Value of our stock increased 12% from \$15.64 to \$17.53 in the last 12 months. We are unaware of any trades of our stock during the last quarter.

We are unsure how much the Pandemic will affect our credit quality in the second half of the year, but we are confident the strong quality of our borrowers will help us get through these uncertain times. In anticipation of some losses, we have added to our Reserve for Loan Losses. We will know more as the year progresses.

Stay safe, and as always, thank you for your confidence and support of Triumph.

Sincerely,
Triumph Bancshares, Inc.

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

Hilliard Crews
Chairman