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Republic Bancorp, Inc. Finishes 2021 with Fourth Quarter Net Income of \$16.8 Million and Full Year Net Income of \$86.8 Million

January 28, 2022

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Republic Bancorp, Inc. (NASDAQ: RBCAA), headquartered in Louisville, Kentucky, is the holding company of Republic Bank & Trust Company (the “Bank”).

Louisville, KY – [Republic Bancorp, Inc.](#) (“Republic” or the “Company”) is pleased to report fourth quarter 2021 net income of \$16.8 million, resulting in Diluted Earnings per Class A Common Share (“Diluted EPS”) of \$0.84. Full year 2021 net income was \$86.8 million, a \$3.5 million, or 4%, increase from the same period in 2020, resulting in return on average assets (“ROA”) and return on average equity (“ROE”) of 1.38% and 10.27%.

[Logan Pichel](#), President and CEO of Republic Bank & Trust Company, commented, “I am very proud of what we accomplished during 2021, as we continue on our mission to enable our clients, Company, associates, and the communities we serve to thrive. Included among our accomplishments for the year were:

- A solid year of earnings in 2021, finishing the year with a 4% increase in net income over 2020;
- A successful CEO transition due to the continued leadership of our current Executive Chair Steve Trager;
- Pristine credit quality metrics at our Core Bank⁽¹⁾ that continue to place us among the very best banks in the country;
- Continued support for our communities by providing \$210 million of COVID relief loans and over 5,500 volunteer hours from our associates;
- Enhanced focus on diversity and inclusion;
- Promoted technology and innovation through the expanded use of Interactive Teller Machines to increase hours of service for clients and improve efficiency;
- Generated record earnings in our Warehouse Lending segment;
- Produced the second best year of mortgage banking revenue in our Company’s history;
- Grew our noninterest-bearing deposits by another \$100 million, or 5%;
- Prudently managed our noninterest expense, with a 2% year-over-year decrease;
- Effectively transitioned to a flexible work environment that has benefitted our associate recruiting and retention efforts; and
- Positioned our balance sheet for the emerging change in the interest rate environment by paying off our Trust Preferred debt, while maintaining large cash balances on the balance sheet.

“Certainly all of these positive accomplishments during 2021 would not have been possible without our dedicated team members. With that, I’d like to thank all of our associates who continue to deliver best-in-class service, while dealing with the challenges of an unrelenting pandemic. I could not be more proud of the work we do each and every day and look forward to our bright future in 2022 and beyond,” concluded Pichel.

The following table highlights Republic’s key metrics for the three months and years ended December 31, 2021 and 2020. Additional financial details, including segment-level data, are provided in the financial supplement to this release. *The financial supplement may be found as Exhibit 99.2 of the Company’s Form 8-K filed with the SEC on January 28, 2022 and may also be found within the digital attachment to this release.*

Total Company Financial Performance Highlights								
<i>(dollars in thousands, except per share data)</i>	Three Months Ended Dec. 31,				Years Ended Dec. 31,			
	2021	2020	\$ Change	% Change	2021	2020	\$ Change	% Change
Income Before Income Tax Expense	\$ 19,809	\$ 23,632	\$ (3,823)	(16)%	\$ 110,341	\$ 102,633	\$ 7,708	8 %
Net Income	16,805	20,356	(3,551)	(17)	86,789	83,246	3,543	4
Diluted EPS	0.84	0.98	(0.14)	(14)	4.24	3.99	0.25	6
Return on Average Assets ("ROA")	1.09 %	1.32 %	NA	(17)	1.38 %	1.38 %	NA	—
Return on Average Equity ("ROE")	7.96	9.89	NA	(20)	10.27	10.37	NA	(1)

NA – Not applicable

Results of Operations for the Fourth Quarter of 2021 Compared to the Fourth Quarter of 2020

Core Bank⁽¹⁾

Net income from Core Banking was \$14.0 million for the fourth quarter of 2021, a \$3.1 million decrease from the same period in 2020. This decrease primarily reflected an \$8.8 million decrease in total revenue, with the fourth quarter of 2020 offering a more favorable environment for the Core Bank’s net interest income, Paycheck Protection Program (“PPP”) fee income, and more significantly, Mortgage Banking income. Partially offsetting the decrease in revenue from the fourth quarter of 2020 to the fourth quarter of 2021 was a \$4.2 million decrease in noninterest expense and a favorable decline in Provision⁽²⁾.

Net Interest Income – Core Bank net interest income was \$43.7 million for the fourth quarter of 2021, a \$6.0 million, or 12%, decrease from the fourth quarter of 2020. This decrease was driven primarily by the following:

- The Core Bank recognized \$3.1 million of fees and interest on its PPP⁽³⁾ portfolio during the fourth quarter of 2021 compared to \$6.0 million of similar fees and interest during the same period in 2020. The \$2.9 million decrease in PPP fees and interest primarily reflected the continued wind down of this program and its related benefits. PPP loans repaid during the fourth quarter of 2021 totaled \$73 million compared to similar repayments of \$127 million for the same period in 2020.

To facilitate pandemic relief for the communities it serves, the Core Bank originated 3,700 PPP loans totaling \$528 million during 2020 and another 1,900 PPP loans totaling \$210 million in early 2021. As of December 31, 2021, net PPP loans of \$56 million remained on the Core Bank’s balance sheet, including \$15 million in loan balances originated during 2020, \$42 million in loan balances originated during 2021, and \$1 million of yet-to-be-earned PPP lender fees reported as a credit offset to these originated balances.

- Including the decline in PPP fees and interest noted in the previous paragraph, Traditional Bank net interest income decreased \$3.4 million, or 8%, and the Traditional Bank net interest margin decreased 38 basis points to 3.08%. Excluding PPP fees and interest⁽²⁾, Traditional Bank net interest income

decreased just 1%, or \$450,000, from the fourth quarter 2020, while the Traditional Bank's net interest margin, declined from 3.27% for the fourth quarter of 2020 to 2.88% for the fourth quarter of 2021.

The decline in the net interest income and net interest margin, excluding the impact of PPP, was driven by a continued unfavorable interest rate environment causing the Traditional Bank's yield on interest-earning assets to decline without a corresponding offset in the cost of its interest-bearing liabilities.

- While net interest income within the Core Bank's Warehouse segment remained strong by historical standards, it decreased \$2.4 million, or 29%, from the fourth quarter of 2020 to the fourth quarter of 2021, driven by decreases in both average outstanding balances and net interest margin. Overall average outstanding Warehouse balances declined from \$939 million during the fourth quarter of 2020 to \$758 million for the fourth quarter of 2021, as home-mortgage refinancing dipped from all-time record highs during 2020. The Warehouse net interest margin compressed 43 basis points from 3.51% during the fourth quarter of 2020 to 3.08% during the fourth quarter of 2021, as competitive forces began driving a decrease to the contractual interest rates on Warehouse lines during the third quarter of 2021.

Committed Warehouse lines-of-credit remained at \$1.4 billion from December 31, 2020 to December 31, 2021, while average usage rates for Warehouse lines were 54% and 67%, respectively, during the fourth quarters of 2021 and 2020.

The following tables present by reportable segment the overall changes in the Core Bank's net interest income, net interest margin, as well as average and period-end loan balances:

<i>(dollars in thousands)</i> Reportable Segment	Net Interest Income			Net Interest Margin		
	Three Months Ended Dec. 31,			Three Months Ended Dec. 31,		
	2021	2020	Change	2021	2020	Change
Traditional Banking	\$ 37,572	\$ 40,972	\$ (3,400)	3.08 %	3.46 %	(0.38)%
Warehouse Lending	5,831	8,242	(2,411)	3.08	3.51	(0.43)
Mortgage Banking*	279	430	(151)	NM	NM	NM
Total Core Bank	\$ 43,682	\$ 49,644	\$ (5,962)	3.08	3.48	(0.40)

<i>(dollars in thousands)</i> Reportable Segment	Average Loan Balances				Period-End Loan Balances			
	Three Months Ended Dec. 31,				Dec. 31,			
	2021	2020	\$ Change	% Change	2021	2020	\$ Change	% Change
Traditional Banking	\$ 3,497,478	\$ 3,816,403	\$ (318,925)	(8)%	\$ 3,501,959	\$ 3,715,649	\$ (213,690)	(6)%
Warehouse Lending	757,688	939,164	(181,476)	(19)	850,550	962,796	(112,246)	(12)
Mortgage Banking*	25,227	32,075	(6,848)	(21)	29,393	46,867	(17,474)	(37)
Total Core Bank	\$ 4,280,393	\$ 4,787,642	\$ (507,249)	(11)	\$ 4,381,902	\$ 4,725,312	\$ (343,410)	(7)

*Includes loans held for sale
NM – Not meaningful

Provision for Expected Credit Loss Expense – The Core Bank's Provision was a net charge of \$337,000 for the fourth quarter of 2021 compared to a net charge of \$1.6 million for the fourth quarter of 2020. The net charge during the fourth quarter of 2021 was primarily driven by growth in outstanding Warehouse balances from September 30, 2021 to December 31, 2021. The charge to the Provision during the fourth quarter of 2020 primarily reflected pandemic-related concerns over commercial real estate values in the Core Bank's market footprint. As of December 31, 2021, while the Core Bank's credit metrics remained solid, the Company's Allowance⁽²⁾ remained generally elevated compared to historical levels due to the continued uncertainty caused by the pandemic and the public response to it.

As a percentage of total loans, the Core Bank's Allowance increased from 1.11% as of December 31, 2020 to 1.18% as of December 31, 2021. The table below provides a view of the Company's percentage of Allowance-to-total-loans by reportable segment.

<i>(dollars in thousands)</i> Reportable Segment	As of Dec. 31, 2021			As of Dec. 31, 2020			Year-over-Year Change	
	Gross Loans	Allowance	Allowance to Loans	Gross Loans	Allowance	Allowance to Loans	Allowance to Loans	% Change
Traditional Bank, Less PPP	\$ 3,445,945	\$ 49,407	1.43 %	\$ 3,323,330	\$ 49,699	1.50 %	(0.07)%	(5)%
Plus: Paycheck Protection Program	56,014	—		392,319	—			
Traditional Bank	\$ 3,501,959	\$ 49,407	1.41	3,715,649	49,699	1.34	0.07	5
Warehouse Lending	850,550	2,126	0.25	962,796	2,407	0.25	—	—
Total Core Bank	4,352,509	51,533	1.18	4,678,445	52,106	1.11	0.07	6
Tax Refund Solutions	50,987	96	0.19	23,765	158	0.66	(0.47)	(71)
Republic Credit Solutions	93,066	12,948	13.91	110,893	8,803	7.94	5.97	75
Total Republic Processing Group	144,053	13,044	9.06	134,658	8,961	6.65	2.41	36
Total Company	\$ 4,496,562	\$ 64,577	1.44	\$ 4,813,103	\$ 61,067	1.27	0.17	13

The table below presents the Core Bank's credit quality metrics:

Core Banking Credit Quality Ratios	As of and for the:						
	Quarters Ended:				Years Ended:		
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2021	Dec. 31, 2020	Dec. 31, 2019
Nonperforming loans to total loans	0.47 %	0.48 %	0.49 %	0.49 %	0.47 %	0.50 %	0.54 %
Nonperforming assets to total loans (including OREO)	0.51	0.52	0.53	0.53	0.51	0.56	0.54
Delinquent loans* to total loans	0.17	0.18	0.22	0.19	0.17	0.21	0.30
Net charge-offs (recoveries) to average loans (Quarterly rates annualized)	0.02	(0.02)	—	0.03	0.01	0.03	0.11

OREO = Other Real Estate Owned

*Loans 30-days-or-more past due

Noninterest Income – Core Bank noninterest income was \$12.0 million during the fourth quarter of 2021, a decrease of \$2.8 million, or 19%, from the fourth quarter of 2020. The decrease in noninterest income was driven primarily by the following:

- Mortgage Banking income decreased from \$7.9 million for the fourth quarter of 2020 to \$3.3 million for the fourth quarter of 2021. For the fourth quarter of 2021, the Core Bank sold \$155 million in secondary market loans and achieved an average cash-gain-as-a-percent-of-loans-sold during the quarter of 2.80%. During the fourth quarter of 2020, however, secondary market loan sales were \$242 million with comparable cash-gain-as-a-percent-of-loans-sold of 4.32%. Favorable market conditions during the fourth quarter of 2020 brought on by the pandemic drove gains-as-a-percent-of-loans-sold to unprecedented record highs for the entire mortgage industry.
- Offsetting the decrease in Mortgage Banking income were increases in Service Charges on Deposits of \$320,000 and Interchange Income of \$354,000. These increases largely reflect a rise in consumer spending activity at substantially higher levels than the period of pandemic-driven restricted spending during the fourth quarter of 2020.
- Additionally, Other Income during the fourth quarter of 2021 included \$979,000 of non-recurring revenue related to the Company's bank owned life insurance.

Noninterest Expense – Core Bank noninterest expense was \$39.2 million for the fourth quarter of 2021 compared to \$43.5 million for the fourth quarter of 2020. The decrease in noninterest expense was driven primarily by the following:

- The Core Bank incurred \$2.1 million in non-recurring early termination penalties upon payoff of \$60 million of FHLB term advances during the fourth quarter of 2020.
- Bank Franchise Tax expense decreased \$840,000. As previously reported, Kentucky enacted HB354 in March 2019 and as a result, the Bank transitioned from a capital-based bank franchise tax to corporate income tax on January 1, 2021 for Kentucky state taxes.
- Salaries and Benefits decreased \$649,000, primarily driven by a \$1.7 million decrease in incentive compensation expense partially offset by annual merit increases.

Republic Processing Group⁽⁴⁾

The Republic Processing Group (“RPG”) reported net income of \$2.8 million for the fourth quarter of 2021 compared to \$3.3 million for the same period in 2020, with a \$1.1 million negative swing in net loss at RPG’s Tax Refund Solutions (“TRS”) segment partially offset by a \$631,000 increase in net income at its Republic Credit Solutions (“RCS”) segment.

Tax Refund Solutions

The TRS segment derives substantially all of its revenues during the first and second quarters of the year and historically operates at a net loss during the second half of the year. TRS recorded a net loss of \$1.3 million for the fourth quarter of 2021 compared to a net loss of \$164,000 for the same period in 2020. The following primarily drove the negative swing in TRS’s net loss:

- TRS recorded a net credit to the Provision of \$1.2 million during the fourth quarter of 2021 compared to a net credit of \$2.1 million for the same period in 2020. These credits primarily reflected recoveries on Easy Advance (“EA”) loans charged off during the first six months of the year. While TRS experienced a lower rate of EAs charged-off during the first six months of 2021 than the comparable six months in 2020, it also experienced a lower rate of EA recoveries during the fourth quarter of 2021 than the comparable quarter of 2020. Management believes the higher rate of EAs charged-off through the first six months of 2020 and recovered during the fourth quarter of 2020 was directly related to the impact of the pandemic. TRS ended 2021 with an overall EA loss rate of 2.69% of total originations compared to 3.36% for 2020.
- TRS Legal & Professional expenses increased \$620,000 from the fourth quarter of 2020 to the same period in 2021 due to its ongoing legal matters associated with the canceled sale of its TRS business.

Republic Credit Solutions

Net income at RCS increased to \$4.1 million for the fourth quarter of 2021 from \$3.5 million for the fourth quarter of 2020. The increase in RCS’s net income primarily reflected a \$3.6 million increase in RCS’s revenues partially offset by a \$2.4 million increase in Provision. Both increases resulted primarily from a \$9 million rise in outstanding balances for RCS’s line-of-credit products from December 31, 2020 to December 31, 2021.

Total Company Income Taxes

The Company's effective tax rate increased to 15.2% for the fourth quarter of 2021 compared to 13.9% for the same period in 2020. The higher effective rate during the fourth quarter of 2021 reflected the Bank's transition from a capital-based bank franchise tax to a Kentucky corporate income tax on January 1, 2021. However, the Company's effective tax rate of 15.2% for the fourth quarter of 2021 is lower than the effective tax rate for each of the previous quarters of 2021 primarily due to a one-time state specific tax credit recognized in the fourth quarter of 2021.

Republic Bancorp, Inc. (the "Company") is the parent company of Republic Bank & Trust Company (the "Bank"). The Bank currently has 42 full-service banking centers throughout five states: twenty-eight banking centers in eight Kentucky communities – Covington, Crestview Hills, Florence, Georgetown, Lexington, Louisville, Shelbyville, and Shepherdsville; three banking centers in southern Indiana – Floyds Knobs, Jeffersonville, and New Albany; seven banking centers in six Florida communities (Tampa MSA) – Largo, New Port Richey, St. Petersburg, Seminole, Tampa, and Temple Terrace; two banking centers in two Tennessee communities (Nashville MSA) – Cool Springs and Green Hills; and two banking centers in two Ohio communities (Cincinnati MSA) – Norwood and West Chester. The Bank offers internet banking at www.republicbank.com. The Company has \$6.1 billion in assets and is headquartered in Louisville, Kentucky. The Company's Class A Common Stock is listed under the symbol "RBCAA" on the NASDAQ Global Select Market.

Republic Bank. It's just easier here. ®

Forward-Looking Statements

This press release contains certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. The forward-looking statements in the preceding paragraphs are based on our current expectations and assumptions regarding our business, the future impact to our balance sheet and income statement resulting from changes in interest rates, the yield curve, the ability to develop products and strategies in order to meet the Company's long-term strategic goals, the economy, and other future conditions, the timing of PPP loan forgiveness, and the impact of the COVID pandemic. Because forward-looking statements relate to the future, they are subject to inherent uncertainties, risks and changes in circumstances that are difficult to predict. Our actual results may differ materially from those contemplated by forward-looking statements. We caution you therefore against relying on any of these forward-looking statements. They are neither statements of historical fact nor guarantees or assurances of future performance. Actual results could differ materially based upon factors disclosed from time to time in the Company's filings with the U.S. Securities and Exchange Commission, including those factors set forth as "Risk Factors" in the Company's Annual Report on Form 10-K for the period ended December 31, 2020. The Company undertakes no obligation to update any forward-looking statements, except as required by applicable law.

Footnotes:

- (1) "Core Bank" or "Core Banking" operations consist of the Traditional Banking, Warehouse Lending, and Mortgage Banking segments.
- (2) Provision – Provision for Expected Credit Loss Expense
Allowance – Allowance for Credit Losses on Loans
- (3) PPP – The U.S. Small Business Administration's Paycheck Protection Program

The Company earns lender fees and 1.0% coupon interest on its PPP portfolio. Due to the short-term nature of the PPP, management believes Traditional Bank net interest income excluding PPP fees and interest is a more appropriate measure to analyze the Traditional Bank's net interest income and net interest margin. The following table reconciles Traditional Bank net interest income and net interest margin to Traditional Bank net interest income and net interest margin excluding PPP fees and interest, a non-GAAP measure.

	Net Interest Income				Interest-Earning Assets				Net Interest Margin		
	Three Months Ended Dec. 31,				Three Months Ended Dec. 31,				Three Months Ended Dec. 31,		
	2021	2020	\$ Change	% Change	2021	2020	\$ Change	% Change	2021	2020	% Change
<i>(dollars in thousands)</i>											
Traditional Banking - GAAP	\$ 37,572	\$ 40,972	\$ (3,400)	(8)%	\$ 4,882,268	\$ 4,734,622	\$ 147,646	3 %	3.08 %	3.46 %	(0.38)%
Less: Impact of PPP fees and interest	3,080	6,030	(2,950)	(49)	89,156	463,725	(374,569)	(81)	0.20	0.19	0.01
Traditional Banking ex PPP fees and interest - non-GAAP	\$ 34,492	\$ 34,942	\$ (450)	(1)	\$ 4,793,112	\$ 4,270,897	\$ 522,215	12	2.88	3.27	(0.39)

- (4) Republic Processing Group operations consist of the Tax Refund Solutions and Republic Credit Solutions segments.

CONTACT:

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EARNINGS RELEASE FINANCIAL SUPPLEMENT
FOURTH QUARTER 2021

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Fourth Quarter 2021

(all amounts other than per share amounts, number of employees, and number of banking centers are expressed in thousands unless otherwise noted)

Balance Sheet Data

	As of				
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020
Assets:					
Cash and cash equivalents	\$ 756,971	\$ 1,011,247	\$ 747,007	\$ 984,857	\$ 485,587
Investment securities, net of allowance for credit losses	542,045	543,449	573,027	532,443	580,270
Loans held for sale	52,077	40,546	56,833	79,307	51,643
Loans	4,496,562	4,343,806	4,554,221	4,666,593	4,813,103
Allowance for credit losses	(64,577)	(63,024)	(60,291)	(75,336)	(61,067)
Loans, net	4,431,985	4,280,782	4,493,930	4,591,257	4,752,036
Federal Home Loan Bank stock, at cost	10,311	10,311	11,670	13,153	17,397
Premises and equipment, net	36,073	37,499	38,682	38,324	39,512
Right-of-use assets	38,825	39,257	40,698	41,911	43,345
Goodwill	16,300	16,300	16,300	16,300	16,300
Other real estate owned ("BOLI")	1,792	1,845	1,898	2,015	2,499
Bank owned life insurance	99,161	99,634	99,008	68,408	68,018
Other assets and accrued interest receivable ("OREO")	108,092	106,764	104,257	108,565	111,718
Total assets	<u>\$ 6,093,632</u>	<u>\$ 6,187,634</u>	<u>\$ 6,183,310</u>	<u>\$ 6,476,540</u>	<u>\$ 6,168,325</u>
Liabilities and Stockholders' Equity:					
Deposits:					
Noninterest-bearing	\$ 1,990,781	\$ 2,086,548	\$ 2,062,433	\$ 2,276,348	\$ 1,890,416
Interest-bearing	2,849,637	2,861,399	2,955,145	2,995,144	2,842,765
Total deposits	4,840,418	4,947,947	5,017,578	5,271,492	4,733,181
Securities sold under agreements to repurchase and other short-term borrowings ("SSUAR")	290,967	260,583	142,895	175,580	211,026
Operating lease liabilities	39,672	40,151	41,621	42,854	44,340
Federal Home Loan Bank advances	25,000	25,000	25,000	25,000	235,000
Subordinated note	—	—	41,240	41,240	41,240
Other liabilities and accrued interest payable	63,343	75,296	69,886	82,665	80,215
Total liabilities	5,259,400	5,348,977	5,338,220	5,638,831	5,345,002
Stockholders' equity	834,232	838,657	845,090	837,709	823,323
Total liabilities and stockholders' equity	<u>\$ 6,093,632</u>	<u>\$ 6,187,634</u>	<u>\$ 6,183,310</u>	<u>\$ 6,476,540</u>	<u>\$ 6,168,325</u>

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Fourth Quarter 2021 (continued)

(all amounts other than per share amounts, number of employees, and number of banking centers are expressed in thousands unless otherwise noted)

Average Balance Sheet Data

	Three Months Ended					Years Ended	
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020	Dec. 31, 2021	Dec. 31, 2020
Assets:							
Interest-earning assets:							
Federal funds sold and other interest-earning deposits	\$ 848,215	\$ 924,859	\$ 938,728	\$ 510,433	\$ 311,584	\$ 806,811	\$ 283,151
Investment securities, including FHLB stock	540,227	555,934	562,509	563,985	610,287	555,599	584,300
Loans, including loans held for sale	4,385,547	4,404,270	4,546,683	4,745,656	4,916,968	4,519,277	4,796,841
Total interest-earning assets	5,773,989	5,885,063	6,047,920	5,820,074	5,838,839	5,881,687	5,664,292
Allowance for credit losses	(63,711)	(61,562)	(74,258)	(66,561)	(60,342)	(66,481)	(60,008)
Noninterest-earning assets:							
Noninterest-earning cash and cash equivalents	137,556	140,037	144,327	249,842	96,567	167,556	125,904
Premises and equipment, net	37,055	38,377	39,119	39,185	40,474	38,428	42,991
Bank owned life insurance	99,978	99,386	97,257	68,257	67,867	91,329	67,264
Other assets	192,755	187,286	186,197	191,497	187,361	189,386	171,422
Total assets	\$ 6,177,622	\$ 6,288,587	\$ 6,440,562	\$ 6,302,294	\$ 6,170,766	\$ 6,301,905	\$ 6,011,865
Liabilities and Stockholders' Equity:							
Interest-bearing liabilities:							
Interest-bearing deposits	\$ 2,857,403	\$ 2,908,135	\$ 3,020,168	\$ 2,909,017	\$ 2,977,579	\$ 2,923,497	\$ 2,913,486
SSUARs	318,785	242,867	169,888	192,669	220,406	231,430	204,797
Federal Reserve Paycheck Protection Program Liquidity Facility	—	—	—	—	—	—	43,932
Federal Home Loan Bank advances	25,000	25,000	25,000	43,167	88,533	29,479	211,776
Subordinated note	—	40,791	41,240	41,240	41,240	30,732	41,240
Total interest-bearing liabilities	3,201,188	3,216,793	3,256,296	3,186,093	3,327,758	3,215,138	3,415,231
Noninterest-bearing liabilities and Stockholders' equity:							
Noninterest-bearing deposits	2,028,910	2,118,200	2,226,070	2,146,036	1,892,259	2,129,452	1,672,442
Other liabilities	102,694	104,659	108,891	133,953	127,640	112,444	121,466
Stockholders' equity	844,830	848,935	849,305	836,212	823,109	844,871	802,726
Total liabilities and stock-holders' equity	\$ 6,177,622	\$ 6,288,587	\$ 6,440,562	\$ 6,302,294	\$ 6,170,766	\$ 6,301,905	\$ 6,011,865

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Fourth Quarter 2021 (continued)

(all amounts other than per share amounts, number of employees, and number of banking centers are expressed in thousands unless otherwise noted)

Income Statement Data	Three Months Ended					Years Ended	
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020	Dec. 31, 2021	Dec. 31, 2020
Total interest income (1)	\$ 51,379	\$ 53,772	\$ 51,552	\$ 69,557	\$ 57,970	\$ 226,260	\$ 252,258
Total interest expense	1,038	1,340	1,511	1,777	2,850	5,666	19,943
Net interest income	50,341	52,432	50,041	67,780	55,120	220,594	232,315
Provision for expected credit loss expense	2,577	1,292	(4,323)	15,262	484	14,808	31,278
Noninterest income:							
Service charges on deposit accounts	3,332	3,277	3,071	2,873	3,011	12,553	11,615
Net refund transfer fees	326	1,280	5,921	12,721	409	20,248	20,297
Mortgage banking income (2)	3,339	5,280	4,182	7,193	7,879	19,994	31,847
Interchange fee income	3,291	3,263	3,481	3,027	2,917	13,062	11,188
Program fees (2)	4,217	4,530	3,549	2,225	1,846	14,521	7,095
Increase in cash surrender value of BOLI	626	626	600	390	401	2,242	1,585
Net losses on OREO	(53)	(52)	(44)	(11)	(30)	(160)	(40)
Other	1,552	1,135	1,093	619	703	4,399	3,466
Total noninterest income	16,630	19,339	21,853	29,037	17,136	86,859	87,053
Noninterest expense:							
Salaries and employee benefits	26,350	26,991	27,410	29,337	26,553	110,088	106,166
Technology, equipment, and communication	7,161	7,312	7,384	7,043	7,701	28,900	29,128
Occupancy	3,188	3,195	3,251	3,559	3,546	13,193	13,438
Marketing and development	1,080	1,279	1,193	773	1,261	4,325	4,031
FDIC insurance expense	402	325	418	446	366	1,591	1,010
Bank franchise tax expense	209	338	454	328	975	1,329	5,369
Interchange related expense	1,253	1,275	1,288	1,144	998	4,960	4,303
OREO and other repossession expense	2	—	2	(34)	1	(30)	46
Legal and professional fees	1,360	884	1,466	1,214	734	4,924	4,244
FHLB advance prepayment penalties	—	—	—	—	2,108	—	2,108
Other	3,580	2,653	2,790	4,001	3,897	13,024	15,614
Total noninterest expense	44,585	44,252	45,656	47,811	48,140	182,304	185,457
Income before income tax expense	19,809	26,227	30,561	33,744	23,632	110,341	102,633
Income tax expense	3,004	6,218	6,639	7,691	3,276	23,552	19,387
Net income	\$ 16,805	\$ 20,009	\$ 23,922	\$ 26,053	\$ 20,356	\$ 86,789	\$ 83,246

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Fourth Quarter 2021 (continued)

(all amounts other than per share amounts, number of employees, and number of banking centers are expressed in thousands unless otherwise noted)

Selected Data and Ratios

	As of and for the Three Months Ended					As of and for the Years Ended	
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020	Dec. 31, 2021	Dec. 31, 2020
Per Share Data:							
Basic weighted average shares outstanding	20,270	20,508	20,894	20,997	21,037	20,675	21,039
Diluted weighted average shares outstanding	20,379	20,591	20,949	21,062	21,072	20,757	21,069
Period-end shares outstanding:							
Class A Common Stock	17,816	18,040	18,421	18,628	18,697	17,816	18,697
Class B Common Stock	2,165	2,165	2,166	2,198	2,199	2,165	2,199
Book value per share (3)	\$ 41.75	\$ 41.51	\$ 41.05	\$ 40.22	\$ 39.40	\$ 41.75	\$ 39.40
Tangible book value per share (3)	40.48	40.26	39.85	39.07	38.27	40.48	38.27
Earnings per share ("EPS"):							
Basic EPS - Class A Common Stock	\$ 0.84	\$ 0.99	\$ 1.16	\$ 1.26	\$ 0.98	\$ 4.25	\$ 4.00
Basic EPS - Class B Common Stock	0.77	0.90	1.05	1.14	0.89	3.87	3.64
Diluted EPS - Class A Common Stock	0.84	0.99	1.16	1.25	0.98	4.24	3.99
Diluted EPS - Class B Common Stock	0.76	0.90	1.05	1.14	0.89	3.85	3.63
Cash dividends declared per Common share:							
Class A Common Stock	\$ 0.308	\$ 0.308	\$ 0.308	\$ 0.308	\$ 0.286	\$ 1.232	\$ 1.144
Class B Common Stock	0.280	0.280	0.280	0.280	0.260	1.120	1.040
Performance Ratios:							
Return on average assets	1.09 %	1.27 %	1.49 %	1.65 %	1.32 %	1.38 %	1.38 %
Return on average equity	7.96	9.43	11.27	12.46	9.89	10.27	10.37
Efficiency ratio (4)	67	62	64	49	67	59	58
Yield on average interest-earning assets (1)	3.56	3.65	3.41	4.78	3.97	3.85	4.45
Cost of average interest-bearing liabilities	0.13	0.17	0.19	0.22	0.34	0.17	0.58
Cost of average deposits (5)	0.08	0.09	0.10	0.12	0.19	0.10	0.33
Net interest spread (1)	3.43	3.48	3.22	4.56	3.63	3.68	3.87
Net interest margin - Total Company (1)	3.49	3.56	3.31	4.66	3.78	3.75	4.10
Net interest margin - Core Bank	3.08	3.25	3.03	3.46	3.48	3.20	3.39
Other Information:							
End of period FTEs (6) - Total Company	1,045	1,052	1,072	1,086	1,094	1,045	1,094
End of period FTEs - Core Bank	958	966	981	990	997	958	997
Number of full-service banking centers	42	42	42	42	42	42	42

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Fourth Quarter 2021 (continued)

(all amounts other than per share amounts, number of employees, and number of banking centers are expressed in thousands unless otherwise noted)

Loan Composition and Allowance for Credit Losses on Loans

Loan Composition	As of				
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020
Loan Composition					
Traditional Banking:					
Residential real estate:					
Owner occupied	\$ 820,731	\$ 827,898	\$ 852,947	\$ 851,869	\$ 879,800
Nonowner occupied	306,323	294,818	289,290	271,829	264,780
Commercial real estate	1,456,009	1,393,241	1,389,003	1,344,394	1,349,085
Construction & land development	129,337	105,968	95,180	102,113	98,674
Commercial & industrial	340,363	333,795	330,302	312,537	325,596
Paycheck Protection Program	56,014	126,271	250,933	383,311	392,319
Lease financing receivables	8,637	9,427	9,249	9,930	10,130
Aircraft	142,894	130,398	121,112	106,081	101,375
Home equity	210,578	215,282	217,621	226,280	240,640
Consumer:					
Credit cards	14,510	14,781	14,754	14,200	14,196
Overdrafts	683	753	717	474	587
Automobile loans	14,448	17,533	21,190	25,624	30,300
Other consumer	1,432	6,223	6,796	7,325	8,167
Total Traditional Banking	3,501,959	3,476,388	3,599,094	3,655,967	3,715,649
Warehouse lines of credit	850,550	750,682	840,155	865,844	962,796
Total Core Banking	4,352,509	4,227,070	4,439,249	4,521,811	4,678,445
Republic Processing Group:					
Tax Refund Solutions:					
Easy Advances	—	—	—	30,703	—
Other TRS loans	50,987	25	23	5,770	23,765
Republic Credit Solutions	93,066	116,711	114,949	108,309	110,893
Total Republic Processing Group	144,053	116,736	114,972	144,782	134,658
Total loans - Total Company	\$ 4,496,562	\$ 4,343,806	\$ 4,554,221	\$ 4,666,593	\$ 4,813,103
Allowance for Credit Losses on Loans ("Allowance")					
Traditional Banking	\$ 49,407	\$ 49,487	\$ 49,362	\$ 49,387	\$ 49,699
Warehouse Lending	2,126	1,877	2,100	2,165	2,407
Total Core Banking	51,533	51,364	51,462	51,552	52,106
Tax Refund Solutions	96	—	—	16,029	158
Republic Credit Solutions	12,948	11,660	8,829	7,755	8,803
Total Republic Processing Group	13,044	11,660	8,829	23,784	8,961
Total Allowance - Total Company	\$ 64,577	\$ 63,024	\$ 60,291	\$ 75,336	\$ 61,067
Allowance to Total Loans					
Traditional Banking	1.41 %	1.42 %	1.37 %	1.35 %	1.34 %
Warehouse Lending	0.25	0.25	0.25	0.25	0.25
Total Core Banking	1.18	1.22	1.16	1.14	1.11
Tax Refund Solutions	0.19	—	—	43.95	0.66
Republic Credit Solutions	13.91	9.99	7.68	7.16	7.94
Total Republic Processing Group	9.06	9.99	7.68	16.43	6.65
Total Company	1.44	1.45	1.32	1.61	1.27

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Republic Bancorp, Inc.

Earnings Release Financial Supplement

Fourth Quarter 2021 (continued)

(all amounts other than per share amounts, number of employees, and number of banking centers are expressed in thousands unless otherwise noted)

Credit Quality Data and Ratios

	As of and for the Three Months Ended					As of and for the Years Ended	
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020	Dec. 31, 2021	Dec. 31, 2020
Credit Quality Asset Balances and Net Charge-off ("NCO") Data:							
Nonperforming Assets - Total Company:							
Loans on nonaccrual status	\$ 20,504	\$ 20,252	\$ 21,621	\$ 22,004	\$ 23,548	\$ 20,504	\$ 23,548
Loans past due 90-days-or-more and still on accrual	48	691	723	517	47	48	47
Total nonperforming loans	20,552	20,943	22,344	22,521	23,595	20,552	23,595
OREO	1,792	1,845	1,898	2,015	2,499	1,792	2,499
Total nonperforming assets	\$ 22,344	\$ 22,788	\$ 24,242	\$ 24,536	\$ 26,094	\$ 22,344	\$ 26,094
Nonperforming Assets - Core Bank:							
Loans on nonaccrual status	\$ 20,504	\$ 20,252	\$ 21,621	\$ 22,004	\$ 23,548	\$ 20,504	\$ 23,548
Loans past due 90-days-or-more and still on accrual	1	—	—	—	5	1	5
Total nonperforming loans	20,505	20,252	21,621	22,004	23,553	20,505	23,553
OREO	1,792	1,845	1,898	2,015	2,499	1,792	2,499
Total nonperforming assets	\$ 22,297	\$ 22,097	\$ 23,519	\$ 24,019	\$ 26,052	\$ 22,297	\$ 26,052
Delinquent Loans:							
Delinquent loans - Core Bank	\$ 7,430	\$ 7,692	\$ 9,909	\$ 8,560	\$ 9,713	\$ 7,430	\$ 9,713
RPG	6,035	9,701	8,809	6,426	10,234	6,035	10,234
Total delinquent loans - Total Company	\$ 13,465	\$ 17,393	\$ 18,718	\$ 14,986	\$ 19,947	\$ 13,465	\$ 19,947
Net Charge-offs (Recoveries) by Segment:							
Traditional Bank	\$ 175	\$ (167)	\$ (5)	\$ 382	\$ 858	\$ 385	\$ 1,370
Warehouse Lending loans	—	—	—	—	—	—	—
Core Bank loans	175	(167)	(5)	382	858	385	1,370
Tax Refund Solutions	(1,263)	(2,261)	10,256	13	(2,067)	6,745	13,265
Republic Credit Solutions	2,119	989	518	673	686	4,299	5,534
RPG	856	(1,272)	10,774	686	(1,381)	11,044	18,799
Total NCOs (recoveries) - Total Company	\$ 1,031	\$ (1,439)	\$ 10,769	\$ 1,068	\$ (523)	\$ 11,429	\$ 20,169
Credit Quality Ratios - Total Company:							
Nonperforming loans to total loans	0.46 %	0.48 %	0.49 %	0.48 %	0.49 %	0.46 %	0.49 %
Nonperforming assets to total loans (including OREO)	0.50	0.52	0.53	0.53	0.54	0.50	0.54
Nonperforming assets to total assets	0.37	0.37	0.39	0.38	0.42	0.37	0.42
Allowance for credit losses to total loans	1.44	1.45	1.32	1.61	1.27	1.44	1.27
Allowance for credit losses to nonperforming loans	314	301	270	335	259	314	259
Delinquent loans to total loans (7)	0.30	0.40	0.41	0.32	0.41	0.30	0.41
NCOs (recoveries) to average loans (annualized)	0.09	(0.13)	0.95	0.09	(0.04)	0.25	0.42
Credit Quality Ratios - Core Bank:							
Nonperforming loans to total loans	0.47 %	0.48 %	0.49 %	0.49 %	0.50 %	0.47 %	0.50 %
Nonperforming assets to total loans (including OREO)	0.51	0.52	0.53	0.53	0.56	0.51	0.56
Nonperforming assets to total assets	0.40	0.39	0.42	0.42	0.45	0.40	0.45
Allowance for credit losses to total loans	1.18	1.22	1.16	1.14	1.11	1.18	1.11
Allowance for credit losses to nonperforming loans	251	254	238	234	221	251	221
Delinquent loans to total loans	0.17	0.18	0.22	0.19	0.21	0.17	0.21
NCOs (recoveries) to average loans (annualized)	0.02	(0.02)	—	0.03	0.07	0.01	0.03
TRS Easy Advances ("EAs")							
EAs originated	\$ —	\$ —	\$ —	\$ 250,045	\$ —	\$ 250,045	\$ 387,762
Net (credit) charge to the Provision for EAs	(1,261)	(2,242)	(5,793)	16,019	(2,206)	6,723	13,033
Net Provision to YTD EAs originated	(0.50)%	(0.90)%	(2.32)%	6.41 %	(0.57)%	2.69 %	3.36 %
EAs NCOs (recoveries)	\$ (1,261)	\$ (2,242)	\$ 10,226	\$ —	\$ (2,206)	\$ 6,723	\$ 13,033
EA NCOs (recoveries) to YTD EAs originated	(0.50)%	(0.90)%	4.09 %	— %	(0.57)%	2.69 %	3.36 %

Republic Bancorp, Inc.
Earnings Release Financial Supplement
Fourth Quarter 2021 (continued)

Segment Data:

Reportable segments are determined by the type of products and services offered and the level of information provided to the chief operating decision maker, who uses such information to review performance of various components of the business (such as banking centers and business units), which are then aggregated if operating performance, products/services, and clients are similar.

As of December 31, 2021, the Company was divided into five reportable segments: Traditional Banking, Warehouse Lending (“Warehouse”), Mortgage Banking, Tax Refund Solutions (“TRS”), and Republic Credit Solutions (“RCS”). Management considers the first three segments to collectively constitute “Core Bank” or “Core Banking” operations, while the last two segments collectively constitute Republic Processing Group (“RPG”) operations.

The nature of segment operations and the primary drivers of net revenues by reportable segment are provided below:

Reportable Segment:	Nature of Operations:	Primary Drivers of Net Revenue:
Core Banking:		
Traditional Banking	Provides traditional banking products to clients in its market footprint primarily via its network of banking centers and to clients outside of its market footprint primarily via its digital delivery channels.	Loans, investments, and deposits
Warehouse Lending	Provides short-term, revolving credit facilities to mortgage bankers across the United States.	Mortgage warehouse lines of credit
Mortgage Banking	Primarily originates, sells and services long-term, single-family, first-lien residential real estate loans primarily to clients in the Bank’s market footprint.	Loan sales and servicing
Republic Processing Group:		
Tax Refund Solutions	TRS offers tax-related credit products and facilitates the receipt and payment of federal and state tax refunds through Refund Transfer products. The RPS division of TRS offers general-purpose reloadable cards. TRS and RPS products are primarily provided to clients outside of the Bank’s market footprint.	Loans, refund transfers, and prepaid cards.
Republic Credit Solutions	Offers consumer credit products. RCS products are primarily provided to clients outside of the Bank’s market footprint, with a substantial portion of RCS clients considered subprime or near-prime borrowers.	Unsecured, consumer loans

The accounting policies used for Republic’s reportable segments are the same as those described in the summary of significant accounting policies in the Company’s 2020 Annual Report on Form 10-K. Republic evaluates segment performance using operating income. The Company allocates goodwill to the Traditional Banking segment. Republic generally allocates income taxes based on income before income tax expense unless reasonable and specific segment allocations can be made. The Company makes transactions among reportable segments at carrying value.

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Fourth Quarter 2021 (continued)

Segment information for the quarters and years ended December 31, 2021 and 2020 follows:

<i>(dollars in thousands)</i>	Three Months Ended December 31, 2021							
	Core Banking				Republic Processing Group			Total Company
	Traditional Banking	Warehouse Lending	Mortgage Banking	Total Core Banking	Tax Refund Solutions	Republic Credit Solutions	Total RPG	
Net interest income	\$ 37,572	\$ 5,831	\$ 279	\$ 43,682	\$ 244	\$ 6,415	\$ 6,659	\$ 50,341
Provision for expected credit loss expense	88	249	—	337	(1,167)	3,407	2,240	2,577
Net refund transfer fees	—	—	—	—	326	—	326	326
Mortgage banking income	—	—	3,339	3,339	—	—	—	3,339
Program fees	—	—	—	—	797	3,420	4,217	4,217
Other noninterest income	8,630	14	51	8,695	53	—	53	8,748
Total noninterest income	8,630	14	3,390	12,034	1,176	3,420	4,596	16,630
Total noninterest expense	35,184	1,060	2,972	39,216	4,379	990	5,369	44,585
Income (loss) before income tax expense	10,930	4,536	697	16,163	(1,792)	5,438	3,646	19,809
Income tax expense (benefit)	963	1,043	153	2,159	(503)	1,348	845	3,004
Net income (loss)	\$ 9,967	\$ 3,493	\$ 544	\$ 14,004	\$ (1,289)	\$ 4,090	\$ 2,801	\$ 16,805
Period-end assets	\$ 4,717,836	\$ 850,703	\$ 43,929	\$ 5,612,468	\$ 371,647	\$ 109,517	\$ 481,164	\$ 6,093,632
Net interest margin	3.08 %	3.08 %	NM	3.08 %	NM	NM	NM	3.49 %
Net-revenue concentration*	69 %	9 %	5 %	83 %	2 %	15 %	17 %	100 %

<i>(dollars in thousands)</i>	Three Months Ended December 31, 2020							
	Core Banking				Republic Processing Group			Total Company
	Traditional Banking	Warehouse Lending	Mortgage Banking	Total Core Banking	Tax Refund Solutions	Republic Credit Solutions	Total RPG	
Net interest income	\$ 40,972	\$ 8,242	\$ 430	\$ 49,644	\$ 488	\$ 4,988	\$ 5,476	\$ 55,120
Provision for expected credit loss expense	1,731	(165)	—	1,566	(2,050)	968	(1,082)	484
Net refund transfer fees	—	—	—	—	409	—	409	409
Mortgage banking income	—	—	7,879	7,879	—	—	—	7,879
Program fees	—	—	—	—	620	1,226	1,846	1,846
Other noninterest income	6,905	17	50	6,972	30	—	30	7,002
Total noninterest income	6,905	17	7,929	14,851	1,059	1,226	2,285	17,136
Total noninterest expense	39,311	898	3,243	43,452	3,925	763	4,688	48,140
Income (loss) before income tax expense	6,835	7,526	5,116	19,477	(328)	4,483	4,155	23,632
Income tax expense (benefit)	(352)	1,694	1,074	2,416	(164)	1,024	860	3,276
Net income	\$ 7,187	\$ 5,832	\$ 4,042	\$ 17,061	\$ (164)	\$ 3,459	\$ 3,295	\$ 20,356
Period-end assets	\$ 4,750,460	\$ 962,692	\$ 62,400	\$ 5,775,552	\$ 285,612	\$ 107,161	\$ 392,773	\$ 6,168,325
Net interest margin	3.46 %	3.51 %	NM	3.48 %	NM	NM	NM	3.78 %
Net-revenue concentration*	66 %	11 %	12 %	89 %	2 %	9 %	11 %	100 %

*Net revenues represent total net interest income plus noninterest income. Net-revenue concentration equals segment-level net revenue divided by total Company net revenue.

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	Year Ended December 31, 2021							
	Core Banking				Republic Processing Group			Total Company
	Traditional Banking	Warehouse Lending	Mortgage Banking	Total Core Banking	Tax Refund Solutions	Republic Credit Solutions	Total RPG	
<i>(dollars in thousands)</i>								
Net interest income	\$ 157,249	\$ 25,218	\$ 1,081	\$ 183,548	\$ 15,837	\$ 21,209	\$ 37,046	\$ 220,594
Provision for expected credit loss expense	(38)	(281)	—	(319)	6,683	8,444	15,127	14,808
Net refund transfer fees	—	—	—	—	20,248	—	20,248	20,248
Mortgage banking income	—	—	19,994	19,994	—	—	—	19,994
Program fees	—	—	—	—	3,171	11,350	14,521	14,521
Other noninterest income	31,492	57	191	31,740	356	—	356	32,096
Total noninterest income	31,492	57	20,185	51,734	23,775	11,350	35,125	86,859
Total noninterest expense	145,376	4,210	12,356	161,942	16,344	4,018	20,362	182,304
Income before income tax expense	43,403	21,346	8,910	73,659	16,585	20,097	36,682	110,341
Income tax expense	7,681	4,962	1,960	14,603	3,964	4,985	8,949	23,552
Net income	\$ 35,722	\$ 16,384	\$ 6,950	\$ 59,056	\$ 12,621	\$ 15,112	\$ 27,733	\$ 86,789
Period-end assets	\$ 4,717,836	\$ 850,703	\$ 43,929	\$ 5,612,468	\$ 371,647	\$ 109,517	\$ 481,164	\$ 6,093,632
Net interest margin	3.18 %	3.37 %	NM	3.20 %	NM	NM	NM	3.75 %
Net-revenue concentration*	61 %	8 %	7 %	76 %	13 %	11 %	24 %	100 %

	Year Ended December 31, 2020							
	Core Banking				Republic Processing Group			Total Company
	Traditional Banking	Warehouse Lending	Mortgage Banking	Total Core Banking	Tax Refund Solutions	Republic Credit Solutions	Total RPG	
<i>(dollars in thousands)</i>								
Net interest income	\$ 159,381	\$ 25,957	\$ 1,362	\$ 186,700	\$ 22,972	\$ 22,643	\$ 45,615	\$ 232,315
Provision for expected credit loss expense	16,257	613	—	16,870	13,189	1,219	14,408	31,278
Net refund transfer fees	—	—	—	—	20,297	—	20,297	20,297
Mortgage banking income	—	—	31,847	31,847	—	—	—	31,847
Program fees	—	—	—	—	2,193	4,902	7,095	7,095
Other noninterest income	27,404	24	103	27,531	283	—	283	27,814
Total noninterest income	27,404	24	31,950	59,378	22,773	4,902	27,675	87,053
Total noninterest expense	149,061	4,387	10,760	164,208	17,514	3,735	21,249	185,457
Income before income tax expense	21,467	20,981	22,552	65,000	15,042	22,591	37,633	102,633
Income tax expense	1,395	4,721	4,736	10,852	3,323	5,212	8,535	19,387
Net income	\$ 20,072	\$ 16,260	\$ 17,816	\$ 54,148	\$ 11,719	\$ 17,379	\$ 29,098	\$ 83,246
Period-end assets	\$ 4,750,460	\$ 962,692	\$ 62,400	\$ 5,775,552	\$ 285,612	\$ 107,161	\$ 392,773	\$ 6,168,325
Net interest margin	3.42 %	3.19 %	NM	3.39 %	NM	NM	NM	4.10 %
Net-revenue concentration*	59 %	8 %	10 %	77 %	14 %	9 %	23 %	100 %

*Net revenues represent total net interest income plus noninterest income. Net-revenue concentration equals segment-level net revenue divided by total Company net revenue.

Republic Bancorp, Inc.
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Footnotes:

(1) *The amount of loan fee income can meaningfully impact total interest income, loan yields, net interest margin, and net interest spread. The following table presents the Company's loan fees by segment:*

<i>(dollars in thousands)</i>	Three Months Ended					Years Ended	
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020	Dec. 31, 2021	Dec. 31, 2020
Traditional Bank excluding PPP fees	\$ 1,126	\$ 1,152	\$ 963	\$ 895	\$ 1,046	\$ 4,136	\$ 3,301
Traditional Bank - PPP fees	2,850	5,182	3,676	5,757	4,822	17,465	8,569
Warehouse Lending	662	779	789	871	1,064	3,101	3,427
Total Core Bank	4,638	7,113	5,428	7,523	6,932	24,702	15,297
TRS - Easy Advances	43	76	294	12,789	68	13,202	19,671
TRS - Other Loan Fees	—	—	4	1,652	—	1,656	1,375
RCS	5,694	4,167	3,568	3,770	3,830	17,199	18,522
Total RPG	5,737	4,243	3,866	18,211	3,898	32,057	39,568
Total loan fees - Total Company	\$ 10,375	\$ 11,356	\$ 9,294	\$ 25,734	\$ 10,830	\$ 56,759	\$ 54,865

(2) *In the ordinary course of business, the Bank originates for sale mortgage loans and consumer loans. Mortgage loans originated for sale are primarily originated and sold into the secondary market through the Bank's Mortgage Banking segment, while consumer loans originated for sale are originated and sold through the RCS segment. Gains on sale of mortgage loans are recorded as a component of Mortgage Banking income. Gains on sale of consumer loans are recorded as a component of Program Fees.*

<i>(dollars in thousands)</i>	As of and for the Three Months Ended					As of and for the Years Ended	
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020	Dec. 31, 2021	Dec. 31, 2020
Mortgage Loans Held for Sale							
Balance, beginning of period	\$ 25,791	\$ 32,401	\$ 63,636	\$ 46,867	\$ 44,860	\$ 46,867	\$ 19,224
Originations	155,468	170,482	141,177	213,587	235,383	680,714	782,939
Proceeds from sales	(155,186)	(182,422)	(176,424)	(203,815)	(241,525)	(717,847)	(788,475)
Net gain on sale	3,320	5,330	4,012	6,997	8,149	19,659	33,179
Balance, end of period	<u>\$ 29,393</u>	<u>\$ 25,791</u>	<u>\$ 32,401</u>	<u>\$ 63,636</u>	<u>\$ 46,867</u>	<u>\$ 29,393</u>	<u>\$ 46,867</u>
RCS Consumer Loans Held for Sale							
Balance, beginning of period	\$ 14,755	\$ 24,432	\$ 15,671	\$ 4,776	\$ 11,892	\$ 4,776	\$ 12,244
Originations	321,118	257,018	186,771	117,274	127,184	882,180	518,873
Proceeds from sales	(316,597)	(270,463)	(180,826)	(107,683)	(135,529)	(875,570)	(531,321)
Net gain on sale	3,408	3,768	2,816	1,304	1,229	11,298	4,980
Balance, end of period	<u>\$ 22,684</u>	<u>\$ 14,755</u>	<u>\$ 24,432</u>	<u>\$ 15,671</u>	<u>\$ 4,776</u>	<u>\$ 22,684</u>	<u>\$ 4,776</u>

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- (3) *The following table provides a reconciliation of total stockholders' equity in accordance with GAAP to tangible stockholders' equity in accordance with applicable regulatory requirements, a non-GAAP disclosure. The Company provides the tangible book value per share, a non-GAAP measure, in addition to those defined by banking regulators, because of its widespread use by investors as a means to evaluate capital adequacy.*

<i>(dollars in thousands, except per share data)</i>	As of				
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020
Total stockholders' equity - GAAP (a)	\$ 834,232	\$ 838,657	\$ 845,090	\$ 837,709	\$ 823,323
Less: Goodwill	16,300	16,300	16,300	16,300	16,300
Less: Mortgage servicing rights	9,196	8,867	8,335	7,711	7,095
Less: Core deposit intangible	—	—	—	53	189
Tangible stockholders' equity - Non-GAAP (c)	<u>\$ 808,736</u>	<u>\$ 813,490</u>	<u>\$ 820,455</u>	<u>\$ 813,645</u>	<u>\$ 799,739</u>
Total assets - GAAP (b)	\$ 6,093,632	\$ 6,187,634	\$ 6,183,310	\$ 6,476,540	\$ 6,168,325
Less: Goodwill	16,300	16,300	16,300	16,300	16,300
Less: Mortgage servicing rights	9,196	8,867	8,335	7,711	7,095
Less: Core deposit intangible	—	—	—	53	189
Tangible assets - Non-GAAP (d)	<u>\$ 6,068,136</u>	<u>\$ 6,162,467</u>	<u>\$ 6,158,675</u>	<u>\$ 6,452,476</u>	<u>\$ 6,144,741</u>
Total stockholders' equity to total assets - GAAP (a/b)	13.69 %	13.55 %	13.67 %	12.93 %	13.35 %
Tangible stockholders' equity to tangible assets - Non-GAAP (c/d)	13.33 %	13.20 %	13.32 %	12.61 %	13.02 %
Number of shares outstanding (e)	<u>19,981</u>	<u>20,205</u>	<u>20,587</u>	<u>20,826</u>	<u>20,896</u>
Book value per share - GAAP (a/e)	\$ 41.75	\$ 41.51	\$ 41.05	\$ 40.22	\$ 39.40
Tangible book value per share - Non-GAAP (c/e)	40.48	40.26	39.85	39.07	38.27

- (4) *The efficiency ratio, a non-GAAP measure with no GAAP comparable, equals total noninterest expense divided by the sum of net interest income and noninterest income. The ratio excludes net gains (losses) on sales, calls, and impairment of investment securities.*

<i>(dollars in thousands)</i>	Three Months Ended					Years Ended	
	Dec. 31, 2021	Sep. 30, 2021	Jun. 30, 2021	Mar. 31, 2021	Dec. 31, 2020	Dec. 31, 2021	Dec. 31, 2020
Net interest income - GAAP	\$ 50,341	\$ 52,432	\$ 50,041	\$ 67,780	\$ 55,120	\$ 220,594	\$ 232,315
Noninterest income - GAAP	16,630	19,339	21,853	29,037	17,136	86,859	87,053
Less: Net gain (loss) on securities	(23)	(10)	(1)	(35)	(12)	(69)	49
Total adjusted income - Non-GAAP (a)	<u>\$ 66,994</u>	<u>\$ 71,781</u>	<u>\$ 71,895</u>	<u>\$ 96,852</u>	<u>\$ 72,268</u>	<u>\$ 307,522</u>	<u>\$ 319,319</u>
Noninterest expense - GAAP (b)	<u>\$ 44,585</u>	<u>\$ 44,252</u>	<u>\$ 45,656</u>	<u>\$ 47,811</u>	<u>\$ 48,140</u>	<u>\$ 182,304</u>	<u>\$ 185,457</u>
Efficiency Ratio - Non-GAAP (b/a)	67 %	62 %	64 %	49 %	67 %	59 %	58 %

- (5) *The cost of average deposits ratio equals annualized total interest expense on deposits divided by total average interest-bearing deposits plus total average noninterest-bearing deposits.*
- (6) *FTEs – Full-time-equivalent employees.*
- (7) *The delinquent loans to total loans ratio equals loans 30-days-or-more past due divided by total loans. Depending on loan class, loan delinquency is determined by the number of days or the number of payments past due.*

NM – Not meaningful

NA – Not applicable

YTD – Year to date

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