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Republic Bancorp, Inc. Reports Third Quarter Net Income of \$19.5 Million

October 21, 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”) reported third quarter 2022 net income of \$19.5 million, resulting in Diluted Earnings per Class A Common Share (“Diluted EPS”) of \$0.99. Year-to-date net income was \$71.3 million, a \$1.3 million, or 2%, increase from the same period in 2021, resulting in return on average assets (“ROA”) and return on average equity (“ROE”) of 1.52% and 11.19% for the nine months ended September 30, 2022.

[Logan Pichel](#), President and CEO of Republic Bank & Trust Company, commented, “We are very proud of our strong third quarter earnings. Disciplined overhead expense management and expansion in our net interest margin were able to substantially offset a decrease in our nonrecurring PPP⁽²⁾ revenues and rate-driven reductions in our Mortgage Banking and Warehouse Lending income. As a result, we have strengthened our core franchise earnings, which should continue to benefit us in the future.

“We are particularly pleased with our non-PPP Traditional Bank loan growth, as we grew this portfolio another \$81 million during the third quarter of 2022, bringing our total growth for the first nine months of the year to almost \$300 million, or 9%. That year-to-date number includes growth in almost all our geographic markets and business lines. Loan growth, however, has been particularly strong during the first nine months of the year in our Louisville-based Corporate Banking, Private Banking and Commercial Banking business lines, as well as our Tampa, Florida and Northern Kentucky/Cincinnati markets. We are excited about the strong momentum across our Company.

“Our continued success is dependent on the successes of the communities we serve, and this quarter we learned that we were one of just seven banks in the U.S. honored with the 2022 Community Commitment Award from the American Bankers Association Foundation. We are grateful for this recognition from the preeminent voice of the banking industry. It creates great pride that they called us an inspiration for banks nationwide on how to make a difference through Economic and Community Development programs.

“Finally, our thoughts and prayers go out to all the people in Florida related to the devastation from Hurricane Ian. While our Greater Tampa market was spared from the worst of Hurricane Ian, it did not go unscathed and will take some time to recover from its effects. Greater Tampa is a strong community, and as always, we will

do our part and be there for the people in this community to help them rebuild from this terrible event,” concluded Pichel.

The following table highlights Republic’s key metrics for the three and nine months ended September 30, 2022 and 2021. Additional financial details, including segment-level data, are provided in the financial supplement to this release. *The attached digital version of this release includes the financial supplement as an appendix. The financial supplement may also be found as Exhibit 99.2 of the Company’s Form 8-K filed with the SEC on October 21, 2022.*

Total Company Financial Performance Highlights								
(dollars in thousands, except per share data)	Three Months Ended Sep. 30,				Nine Months Ended Sep. 30,			
	2022	2021	\$ Change	% Change	2022	2021	\$ Change	% Change
Income Before Income Tax Expense	\$ 25,405	\$ 26,227	\$ (822)	(3)%	\$ 91,659	\$ 90,532	\$ 1,127	1 %
Net Income	19,483	20,009	(526)	(3)	71,310	69,984	1,326	2
Diluted EPS	0.99	0.99	—	—	3.58	3.39	0.19	6
Return on Average Assets ("ROA")	1.28 %	1.27 %	NA	1	1.52 %	1.47 %	NA	3
Return on Average Equity ("ROE")	9.15	9.43	NA	(3)	11.19	11.04	NA	1

NA – Not applicable

Results of Operations for the Third Quarter of 2022 Compared to the Third Quarter of 2021

Core Bank⁽¹⁾

Net income from Core Banking was \$15.0 million for the third quarter of 2022 compared to \$15.5 million for the third quarter of 2021. An increase of \$11.7 million in pre-tax non-PPP Traditional Bank net interest income was a strong, positive driver to the Core Bank’s earnings for the quarter and helped to offset pre-tax declines of \$5.5 million in PPP loan revenue, \$4.1 million of Mortgage Banking income, and \$3.3 million of net interest income within the Warehouse Lending (“Warehouse”) segment. The decreases in both Warehouse and Mortgage Banking income were driven by a reduction in demand across the nation for home mortgage refinancing following a dramatic rise in long-term interest rates during the first nine months of 2022.

Net Interest Income – Core Bank net interest income was \$49.7 million for the third quarter of 2022, a \$2.8 million, or 6%, net increase from the third quarter of 2021. This increase was driven primarily by the following:

Traditional Bank, Excluding PPP

Excluding PPP⁽²⁾ loan fees and interest, the Traditional Bank’s net interest income increased \$11.7 million, or 34%, and its net interest margin (“NIM”) expanded 75 basis points to 3.62% from the third quarter of 2021 to the third quarter of 2022. This increase in net interest income and related expansion in NIM resulted primarily from the Company’s balance sheet management strategies, which benefited from increases in the Federal Funds Target Rate (“FFTR”). Notable changes in specific categories included the following:

- Average interest-earning cash was \$921 million with a weighted-average yield of 0.16% during the third quarter of 2021 compared to \$724 million with a weighted-average yield of 2.31% for the third quarter of 2022.
- Average investments grew from \$556 million with a weighted-average yield of 1.39% during the third quarter of 2021 to \$695 million with a weighted-average yield of 1.88% for the third quarter of 2022.

- Average non-PPP Traditional Bank loans grew from \$3.3 billion with a weighted-average yield of 4.00% during the third quarter of 2021 to \$3.7 billion with a weighted average yield of 4.22% during the third quarter of 2022.

Traditional Bank, PPP

The Core Bank recognized \$184,000 of fees and interest on its PPP portfolio during the third quarter of 2022 compared to \$5.7 million of similar fees and interest during the third quarter of 2021. The \$5.5 million decrease in PPP fees and interest primarily highlighted the short-term nature of the PPP, as approximately 97% of all fees and interest eligible to be recognized under the program by the Core Bank were recognized during 2020 and 2021. As of September 30, 2022, total PPP loans of \$8 million remained on the Core Bank's balance sheet out of the original \$738 million originated during 2020 and 2021.

Warehouse Lending

Net interest income within the Warehouse segment decreased \$3.3 million, or 52%, from the third quarter of 2021 to the third quarter of 2022, driven by decreases in both average outstanding balances and net interest margin. Overall average outstanding Warehouse balances declined from \$717 million during the third quarter of 2021 to \$474 million for the third quarter of 2022, driven largely by the sharp rise in long-term interest rates during 2022, which depressed mortgage-refinancing demand and resulted in a sharp drop in Warehouse line usage.

In addition, the Warehouse net interest margin decreased 97 basis points from 3.51% during the third quarter of 2021 to 2.54% during the third quarter of 2022. The decline in the Warehouse net interest margin occurred as its funding costs, as charged through the Company's funds-transfer-pricing methodology, generally rose in tandem with the increase in short-term interest rates during the year, while its yield increases were delayed until the adjustable rates on its clients' lines of credit surpassed their contractual interest rate floors. These interest rate floors benefited Warehouse's net interest margin substantially during 2020 and 2021 when market rates declined to historical lows but have produced margin compression since the onset of the FFTR increases during 2022.

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 Sep. 30,			Three Months Ended Sep. 30,		
	2022	2021	Change	2022	2021	Change
Traditional Banking - excluding PPP	\$ 46,378	\$ 34,629	\$ 11,749	3.62 %	2.87 %	0.75 %
Traditional Banking - PPP	184	5,668	(5,484)	NM	NM	NM
Warehouse Lending	3,011	6,291	(3,280)	2.54	3.51	(0.97)
Mortgage Banking*	112	253	(141)	NM	NM	NM
Total Core Bank	\$ 49,685	\$ 46,841	\$ 2,844	3.54	3.25	0.29

(dollars in thousands) Reportable Segment	Average Loan Balances				Period-End Loan Balances			
	Three Months Ended Sep. 30,				Sep. 30,			
	2022	2021	\$ Change	% Change	2022	2021	\$ Change	% Change
Traditional Banking - excluding PPP	\$ 3,705,177	\$ 3,343,126	\$ 362,051	11 %	\$ 3,740,085	\$ 3,350,117	\$ 389,968	12 %
Traditional Banking - PPP	12,462	185,931	(173,469)	(93)	7,855	126,271	(118,416)	(94)
Warehouse Lending	473,923	717,036	(243,113)	(34)	442,238	750,682	(308,444)	(41)
Mortgage Banking*	6,259	29,959	(23,700)	(79)	2,912	32,401	(29,489)	(91)
Total Core Bank	\$ 4,197,821	\$ 4,276,052	\$ (78,231)	(2)	\$ 4,193,090	\$ 4,259,471	\$ (66,381)	(2)

*Includes loans held for sale

NM – Not meaningful

Provision for Expected Credit Loss Expense – The Core Bank’s Provision⁽³⁾ was a net credit of \$1.1 million during the third quarter of 2022 compared to a net credit of \$267,000 for the third quarter of 2021. The net credit during the third quarter of 2022 was primarily driven by the following:

- The Core Bank recorded a net credit to the Provision of \$1.7 million during the third quarter of 2022 substantially related to the favorable payoff of one large, classified loan.
- The Core Bank recorded a net credit to the Provision of \$386,000 during the third quarter of 2022 resulting from general formula reserves applied to a decline in outstanding Warehouse balances from \$597 million as of June 30, 2022 to \$442 million as of September 30, 2022.
- Offsetting the above, the Core Bank recorded a net charge to the Provision of \$974,000 during the third quarter of 2022 resulting primarily from general formula reserves applied to \$81 million of growth in non-PPP Traditional Bank loans from June 30, 2022 to September 30, 2022.

As of September 30, 2022, while its credit metrics remained solid, the Core Bank’s Allowance remained generally elevated compared to historical levels due to continued economic uncertainty resulting from continued inflation.

As a percentage of total loans, the Core Bank’s Allowance⁽³⁾ decreased from 1.22% as of September 30, 2021 to 1.20% as of September 30, 2022. The table below provides a view of the Company’s percentage of Allowance-to-total-loans by reportable segment.

(dollars in thousands) Reportable Segment	As of Sep. 30, 2022			As of Sep. 30, 2021			Year-over-Year Change	
	Gross Loans	Allowance	Allowance to Loans	Gross Loans	Allowance	Allowance to Loans	Allowance to Loans	% Change
Traditional Bank, Less PPP	\$ 3,740,085	\$ 49,231	1.32 %	\$ 3,350,117	\$ 49,487	1.48 %	(0.16)%	(11)%
Plus: Paycheck Protection Program	7,855	—		126,271	—			
Traditional Bank	\$ 3,747,940	\$ 49,231	1.31	3,476,388	49,487	1.42	(0.11)	(8)
Warehouse Lending	442,238	1,105	0.25	750,682	1,877	0.25	—	—
Total Core Bank	4,190,178	50,336	1.20	4,227,070	51,364	1.22	(0.02)	(2)
Tax Refund Solutions	295	—	—	25	—	—	—	—
Republic Credit Solutions	98,977	14,583	14.73	116,711	11,660	9.99	4.74	47
Total Republic Processing Group	99,272	14,583	14.69	116,736	11,660	9.99	4.70	47
Total Company	\$ 4,289,450	\$ 64,919	1.51	\$ 4,343,806	\$ 63,024	1.45	0.06	4

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

Core Banking Credit Quality Ratios	Quarters Ended:			Years Ended:		
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Dec. 31, 2020	Dec. 31, 2019
	Nonperforming loans to total loans	0.39 %	0.38 %	0.40 %	0.47 %	0.50 %
Nonperforming assets to total loans (including OREO)	0.43	0.42	0.44	0.51	0.56	0.54
Delinquent loans* to total loans	0.10	0.13	0.14	0.17	0.21	0.30
Net charge-offs (recoveries) to average loans (Quarterly rates annualized)	(0.02)	—	0.01	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 \$9.5 million during the third quarter of 2022, a decrease of \$4.0 million, or 30%, from the third quarter of 2021. The decrease in noninterest income was driven primarily by a reduction in Mortgage Banking income of \$4.1 million for the quarter.

The decrease in Mortgage banking income for the quarter was caused by a large and rapid rise in long-term interest rates during the first nine months of 2022, which led to a significant slowdown in the origination of mortgage loans to be sold into the secondary market. As of September 30, 2022, the 30-year mortgage rate was hovering near levels not generally seen since 2008. As a result, the Core Bank sold only \$39 million in secondary market loans and achieved an average cash-gain-as-a-percent-of-loans-sold of 2.23% during the third quarter of 2022 compared to sales of \$182 million with comparable cash-gain-as-a-percent-of-loans-sold of 2.82% during the third quarter of 2021.

Noninterest Expense – Core Bank noninterest expense was \$40.6 million for the third quarter of 2022 compared to \$40.2 million for the third quarter of 2021, an increase of 1%. Notable changes within noninterest expense categories were as follows:

- Other noninterest expense increased by \$776,000, or 31%. Meals, Entertainment, and Travel expenses as well as Freight and Office Supplies, all together, increased \$400,000, as banking activities for these categories increased nearer to pre-pandemic levels, in combination with inflationary pressures on their costs.
- Salaries and Benefits expense decreased a net \$332,000, or 1%, to \$23.7 million for the third quarter of 2022. The most notable changes within this category were as follows:
 - Estimated bonus expense decreased \$1.1 million from the third quarter of 2021 to the third quarter of 2022, as the September 30, 2022 bonus accrual balance was reduced to bring it in-line with the current expected payouts for the year; while Commissions related to mortgage originations decreased by \$680,000 due to the previously discussed slowdown in mortgage origination volume.
 - Offsetting the above, Employee Benefit expense increased a net \$660,000 driven by an \$842,000 increase in healthcare claims.
 - Base salaries and wages increased a net \$229,000, or 1%, as the additional cost of annual merit increases was substantially offset by a 50-count reduction in full-time equivalent employees.

Republic Processing Group⁽⁴⁾

The Republic Processing Group (“RPG”) reported net income of \$4.5 million for the third quarter of 2022, matching net income for the same period in 2021. The Tax Refund Solutions (“TRS”) segment, which recorded net income of \$934,000 for the third quarter of 2022 compared to \$1.3 million for the same period in 2021, was the most notable segment driving the net income of RPG for the quarter. The \$391,000 decrease in net income for TRS was primarily driven by the following:

- More in-line with historical norms, TRS recorded a \$1.3 million credit to the Provision during the third quarter of 2022 related to its Easy Advances, representing 41 basis points of EA originated during 2022. This figure compares to a \$2.2 million credit to the Provision for the same period in 2021, representing 90 basis points of EAs originated during 2021.

The EA recovery rate during the third quarter of 2021 was generally better than historical norms and driven by delays in tax return processing by the IRS during the first half of the year for certain types of tax returns that required further taxpayer communication and verification. This information is further displayed in the table below:

<i>(dollars in thousands)</i>		<u>2022 Tax Season</u>	<u>2021 Tax Season</u>	<u>2022/2021 Change</u>
EAs originated during the first two months of the year	(a)	\$ 311,207	\$ 250,045	\$ 61,162
EA net charge-offs (recoveries) recorded (\$):				
EA net losses recognized for the nine months ended September 30,	(b)	\$ 7,583	\$ 7,984	\$ (401)
Provision expense recorded during the six months ended June 30,	(c)	8,879	10,226	(1,347)
Provision true-up/EA (recoveries) for the three months ended September 30,	(d)	<u>\$ (1,296)</u>	<u>\$ (2,242)</u>	<u>\$ 946</u>
EA net charge-offs (recoveries) recorded (%):				
EA net losses recognized for the nine months ended September 30,	(b)/(a)	2.44 %	3.19 %	(0.75)%
Provision expense recorded during the six months ended June 30,	(c)/(a)	2.85	4.09	(1.24)
Provision true-up/EA (recoveries) for the three months ended September 30,	(d)/(a)	<u>(0.41)%</u>	<u>(0.90)%</u>	<u>0.49 %</u>

- In addition, net RT revenue decreased \$687,000 from the third quarter of 2021 to the same period in 2022, as RT volume decreased 3% from period to period. This period-to-period decline was driven partially by the loss of one of TRS’s tax providers following the announcement of the now-cancelled May 2021 Asset Purchase Agreement.
- Offsetting the decreases to income above, TRS’s net interest income increased \$1.4 million from the third quarter of 2021 to the same period in 2022 resulting from a higher crediting rate applied through the Company’s funds-transfer-pricing methodology to TRS’s prepaid card deposits offered through its Republic Payment Solutions division.

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 \$6.0 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, other future conditions, 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, 2021. 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) 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.

<i>(dollars in thousands)</i>	Net Interest Income				Interest-Earning Assets				Net Interest Margin		
	Three Months Ended Sep. 30,				Three Months Ended Sep. 30,				Three Months Ended Sep. 30,		
	2022	2021	\$ Change	% Change	2022	2021	\$ Change	% Change	2022	2021	% Change
Traditional Banking - GAAP	\$ 46,562	\$ 40,297	\$ 6,265	16 %	\$ 5,136,395	\$ 5,006,198	\$ 130,197	3 %	3.63 %	3.22 %	0.41 %
Less: Impact of PPP fees and interest	184	5,668	(5,484)	(97)	12,462	185,931	(173,469)	(93)	0.01	0.35	(0.34)
Traditional Banking ex PPP fees and interest - non-GAAP	\$ 46,378	\$ 34,629	\$ 11,749	34	\$ 5,123,933	\$ 4,820,267	\$ 303,666	6	3.62	2.87	0.75

- (3) Provision – Provision for Expected Credit Loss Expense
Allowance – Allowance for Credit Losses on Loans
- (4) Republic Processing Group operations consist of the Tax Refund Solutions and Republic Credit Solutions segments.

NM – Not meaningful

NA – Not applicable

CONTACT:

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EARNINGS RELEASE FINANCIAL SUPPLEMENT

THIRD QUARTER 2022

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Third Quarter 2022

(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					\$ Change	
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021	From Dec. 31, 2021	From Sep. 30, 2021
Assets:							
Cash and cash equivalents	\$ 754,393	\$ 795,143	\$ 1,077,158	\$ 756,971	\$ 1,011,247	\$ (2,578)	\$ (256,854)
Investment securities, net of allowance for credit losses	662,750	655,296	614,836	542,045	543,449	120,705	119,301
Loans held for sale	24,387	39,727	28,037	52,077	40,546	(27,690)	(16,159)
Loans	4,289,450	4,362,233	4,390,243	4,496,562	4,343,806	(207,112)	(54,356)
Allowance for credit losses	(64,919)	(64,449)	(71,656)	(64,577)	(63,024)	(342)	(1,895)
Loans, net	4,224,531	4,297,784	4,318,587	4,431,985	4,280,782	(207,454)	(56,251)
Federal Home Loan Bank stock, at cost	8,568	10,311	10,311	10,311	10,311	(1,743)	(1,743)
Premises and equipment, net	32,813	33,886	34,358	36,073	37,499	(3,260)	(4,686)
Right-of-use assets	41,303	41,364	42,402	38,825	39,257	2,478	2,046
Goodwill	16,300	16,300	16,300	16,300	16,300	—	—
Other real estate owned ("OREO")	1,634	1,687	1,740	1,792	1,845	(158)	(211)
Bank owned life insurance ("BOLI")	101,013	100,396	99,773	99,161	99,634	1,852	1,379
Other assets and accrued interest receivable	131,971	120,582	106,367	108,092	106,764	23,879	25,207
Total assets	\$ 5,999,663	\$ 6,112,476	\$ 6,349,869	\$ 6,093,632	\$ 6,187,634	\$ (93,969)	\$ (187,971)
Liabilities and Stockholders' Equity:							
Deposits:							
Noninterest-bearing	\$ 2,014,123	\$ 2,094,436	\$ 2,226,714	\$ 1,990,781	\$ 2,086,548	\$ 23,342	\$ (72,425)
Interest-bearing	2,786,385	2,733,093	2,860,392	2,849,637	2,861,399	(63,252)	(75,014)
Total deposits	4,800,508	4,827,529	5,087,106	4,840,418	4,947,947	(39,910)	(147,439)
Securities sold under agreements to repurchase ("SSUAR") and other short-term borrowings							
	209,376	303,315	287,818	290,967	260,583	(81,591)	(51,207)
Operating lease liabilities	42,109	42,163	43,204	39,672	40,151	2,437	1,958
Federal Home Loan Bank advances	20,000	20,000	20,000	25,000	25,000	(5,000)	(5,000)
Other liabilities and accrued interest payable	86,712	77,295	71,412	63,343	75,296	23,369	11,416
Total liabilities	5,158,705	5,270,302	5,509,540	5,259,400	5,348,977	(100,695)	(190,272)
Stockholders' equity	840,958	842,174	840,329	834,232	838,657	6,726	2,301
Total liabilities and stockholders' equity	\$ 5,999,663	\$ 6,112,476	\$ 6,349,869	\$ 6,093,632	\$ 6,187,634	\$ (93,969)	\$ (187,971)

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Third Quarter 2022 (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					\$ Change (\$) Q3 to Q3	Nine Months Ended		\$ Change (\$) 9M to 9M
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021		Sep. 30, 2022	Sep. 30, 2021	
Assets:									
Interest-earning assets:									
Federal funds sold and other interest-earning deposits	\$ 727,626	\$ 813,956	\$ 861,822	\$ 848,215	\$ 924,859	\$ (197,233)	\$ 800,643	\$ 792,858	\$ 7,785
Investment securities, including FHLB stock	694,781	691,427	606,182	540,227	555,934	138,847	664,455	560,780	103,675
Loans, including loans held for sale	4,306,169	4,339,432	4,355,255	4,385,547	4,404,270	(98,101)	4,333,439	4,564,344	(230,905)
Total interest-earning assets	5,728,576	5,844,815	5,823,259	5,773,989	5,885,063	(156,487)	5,798,537	5,917,982	(119,445)
Allowance for credit losses	(65,262)	(72,037)	(69,287)	(63,711)	(61,562)	(3,700)	(68,847)	(67,415)	(1,432)
Noninterest-earning assets:									
Noninterest-earning cash and cash equivalents	108,069	172,382	354,165	137,556	140,037	(31,968)	210,637	177,667	32,970
Premises and equipment, net	33,307	34,322	35,460	37,055	38,377	(5,070)	34,355	38,891	(4,536)
Bank owned life insurance	100,740	100,152	99,532	99,978	99,386	1,354	100,146	88,414	11,732
Other assets	170,692	164,090	180,779	192,755	187,286	(16,594)	171,819	188,250	(16,431)
Total assets	\$ 6,076,122	\$ 6,243,724	\$ 6,423,908	\$ 6,177,622	\$ 6,288,587	\$ (212,465)	\$ 6,246,647	\$ 6,343,789	\$ (97,142)
Liabilities and Stockholders' Equity:									
Interest-bearing liabilities:									
Interest-bearing deposits	\$ 2,777,124	\$ 2,779,941	\$ 2,827,496	\$ 2,857,403	\$ 2,908,135	\$ (131,011)	\$ 2,794,669	\$ 2,945,770	\$ (151,101)
SSUARs and other short-term borrowings	220,149	294,388	300,169	318,785	242,867	(22,718)	271,276	201,992	69,284
Federal Home Loan Bank advances	20,000	20,000	23,333	25,000	25,000	(5,000)	21,099	30,989	(9,890)
Subordinated note	—	—	—	—	40,791	(40,791)	—	41,089	(41,089)
Total interest-bearing liabilities	3,017,273	3,094,329	3,150,998	3,201,188	3,216,793	(199,520)	3,087,044	3,219,840	(132,796)
Noninterest-bearing liabilities and Stockholders' equity:									
Noninterest-bearing deposits	2,096,911	2,197,300	2,313,549	2,028,910	2,118,200	(21,289)	2,201,793	2,163,334	38,459
Other liabilities	110,190	100,937	112,331	102,694	104,660	5,530	107,814	115,730	(7,916)
Stockholders' equity	851,748	851,158	847,030	844,830	848,935	2,813	849,996	844,885	5,111
Total liabilities and stock-holders' equity	\$ 6,076,122	\$ 6,243,724	\$ 6,423,908	\$ 6,177,622	\$ 6,288,588	\$ (212,466)	\$ 6,246,647	\$ 6,343,789	\$ (97,142)

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Third Quarter 2022 (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					\$ Change (8) Q3 to Q3	Nine Months Ended		\$ Change (8) 9M to 9M
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021		Sep. 30, 2022	Sep. 30, 2021	
Total interest income (1)	\$ 60,056	\$ 52,320	\$ 63,555	\$ 51,379	\$ 54,469	\$ 5,587	\$ 175,931	\$ 175,927	\$ 4
Total interest expense	2,020	1,088	943	1,038	1,340	680	4,051	4,628	(577)
Net interest income	58,036	51,232	62,612	50,341	53,129	4,907	171,880	171,299	581
Provision (2)	1,573	3,705	9,226	2,577	1,292	281	14,504	12,231	2,273
Noninterest income:									
Service charges on deposit accounts	3,409	3,363	3,226	3,332	3,277	132	9,998	9,221	777
Net refund transfer fees	593	3,950	12,051	326	1,280	(687)	16,594	19,924	(3,330)
Mortgage banking income (3)	1,154	1,763	2,657	3,339	5,280	(4,126)	5,574	16,655	(11,081)
Interchange fee income	3,322	3,461	3,070	3,291	3,263	59	9,853	9,771	82
Program fees (3)	4,932	3,885	3,854	4,668	4,018	914	12,671	9,569	3,102
Increase in cash surrender value of BOLI	617	623	612	626	626	(9)	1,852	1,616	236
Net losses on OREO	(53)	(52)	(53)	(53)	(52)	(1)	(158)	(107)	(51)
Contract termination fee	—	—	5,000	—	—	—	5,000	—	5,000
Legal settlement	—	13,000	—	—	—	—	13,000	—	13,000
Other	1,073	573	584	1,552	1,133	(60)	2,230	2,845	(615)
Total noninterest income	15,047	30,566	31,001	17,081	18,825	(3,778)	76,614	69,494	7,120
Noninterest expense:									
Salaries and employee benefits	27,269	28,896	29,312	26,350	26,991	278	85,477	83,738	1,739
Technology, equipment, and communication	7,235	7,229	7,214	7,342	7,498	(263)	21,678	22,009	(331)
Occupancy	3,211	3,224	3,440	3,188	3,195	16	9,875	10,005	(130)
Marketing and development	1,951	1,720	1,348	1,291	1,233	718	5,019	3,099	1,920
FDIC insurance expense	423	399	419	402	325	98	1,241	1,189	52
Interchange related expense	1,221	1,264	1,117	1,253	1,275	(54)	3,602	3,707	(105)
Legal and professional fees	904	804	1,365	1,360	884	20	3,073	3,564	(491)
Other (2)	3,891	4,117	4,358	3,850	3,034	857	12,366	10,719	1,647
Total noninterest expense	46,105	47,653	48,573	45,036	44,435	1,670	142,331	138,030	4,301
Income before income tax expense	25,405	30,440	35,814	19,809	26,227	(822)	91,659	90,532	1,127
Income tax expense	5,922	6,539	7,888	3,004	6,218	(296)	20,349	20,548	(199)
Net income	\$ 19,483	\$ 23,901	\$ 27,926	\$ 16,805	\$ 20,009	\$ (526)	\$ 71,310	\$ 69,984	\$ 1,326

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Third Quarter 2022 (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					Change (\$) From Dec. 31, 2021 or Q3 to Q3	As of and for the Nine Months Ended		Change (\$) From Sep. 30, 2021 or 9M to 9M
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021		Sep. 30, 2022	Sep. 30, 2021	
Per Share Data:									
Basic weighted average shares outstanding	19,919	20,107	20,145	20,270	20,508	(589)	20,066	20,807	(741)
Diluted weighted average shares outstanding	19,981	20,169	20,225	20,379	20,591	(610)	20,134	20,879	(745)
Period-end shares outstanding:									
Class A Common Stock	17,587	17,629	17,834	17,816	18,040	(453)	17,587	18,040	(453)
Class B Common Stock	2,160	2,161	2,165	2,165	2,165	(5)	2,160	2,165	(5)
Book value per share (4)	\$ 42.59	\$ 42.56	\$ 42.02	\$ 41.75	\$ 41.51	\$ 1.08	\$ 42.59	\$ 41.51	\$ 1.08
Tangible book value per share (4)	41.30	41.26	40.73	40.48	40.26	1.04	41.30	40.26	1.04
Earnings per share ("EPS"):									
Basic EPS - Class A Common Stock	\$ 0.99	\$ 1.20	\$ 1.40	\$ 0.84	\$ 0.99	\$ —	\$ 3.60	\$ 3.40	\$ 0.20
Basic EPS - Class B Common Stock	0.90	1.09	1.27	0.77	0.90	—	3.27	3.10	0.17
Diluted EPS - Class A Common Stock	0.99	1.20	1.40	0.84	0.99	—	3.58	3.39	0.19
Diluted EPS - Class B Common Stock	0.90	1.09	1.27	0.76	0.90	—	3.26	3.09	0.17
Cash dividends declared per Common share:									
Class A Common Stock	\$ 0.341	\$ 0.341	\$ 0.341	\$ 0.308	\$ 0.308	\$ 0.033	\$ 1.023	\$ 0.924	\$ 0.099
Class B Common Stock	0.310	0.310	0.310	0.280	0.280	0.030	0.930	0.840	0.090
Performance Ratios:									
Return on average assets	1.28 %	1.53 %	1.74 %	1.09 %	1.27 %	0.01 %	1.52 %	1.47 %	0.05 %
Return on average equity	9.15	11.23	13.19	7.96	9.43	(0.28)	11.19	11.04	0.15
Efficiency ratio (5)	63	68	55	66	61	2	61	57	4
Yield on average interest-earning assets (1)	4.19	3.58	4.37	3.56	3.70	0.49	4.05	3.96	0.09
Cost of average interest-bearing liabilities	0.27	0.14	0.12	0.13	0.17	0.10	0.17	0.19	(0.02)
Cost of average deposits (6)	0.15	0.08	0.07	0.08	0.09	0.06	0.10	0.11	(0.01)
Net interest spread (1)	3.92	3.44	4.25	3.43	3.53	0.39	3.88	3.77	0.11
Net interest margin - Total Company (1)	4.05	3.51	4.30	3.49	3.61	0.44	3.95	3.86	0.09
Net interest margin - Core Bank	3.54	3.02	2.92	3.08	3.25	0.29	3.16	3.24	(0.08)
Other Information:									
End of period FTEs (7) - Total Company	1,009	1,020	1,040	1,045	1,052	(43)	1,009	1,052	(43)
End of period FTEs - Core Bank	916	929	955	958	966	(50)	916	966	(50)
Number of full-service banking centers	42	42	42	42	42	—	42	42	—

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Third Quarter 2022 (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

	As of					Change From Dec. 31, 2021	Change From Sep. 30, 2021
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021		
Loan Composition							
Traditional Banking:							
Residential real estate:							
Owner occupied	\$ 863,899	\$ 832,137	\$ 808,658	\$ 820,731	\$ 827,898	\$ 43,168	\$ 36,001
Nonowner occupied	321,037	313,534	314,933	306,323	294,818	14,714	26,219
Commercial real estate	1,571,593	1,569,119	1,556,575	1,456,009	1,393,241	115,584	178,352
Construction & land development	147,418	137,452	129,970	129,337	105,968	18,081	41,450
Commercial & industrial	404,971	394,175	342,175	340,363	333,795	64,608	71,176
Paycheck Protection Program	7,855	14,657	18,276	56,014	126,271	(48,159)	(118,416)
Lease financing receivables	11,333	11,345	10,396	8,637	9,427	2,696	1,906
Aircraft	166,313	159,958	151,284	142,894	130,398	23,419	35,915
Home equity	229,038	214,069	210,364	210,578	215,282	18,460	13,756
Consumer:							
Credit cards	14,897	15,419	14,654	14,510	14,781	387	116
Overdrafts	723	901	716	683	753	40	(30)
Automobile loans	7,890	9,579	11,846	14,448	17,533	(6,558)	(9,643)
Other consumer	973	1,245	939	1,432	6,223	(459)	(5,250)
Total Traditional Banking	3,747,940	3,673,590	3,570,786	3,501,959	3,476,388	245,981	271,552
Warehouse lines of credit	442,238	596,678	690,200	850,550	750,682	(408,312)	(308,444)
Total Core Banking	4,190,178	4,270,268	4,260,986	4,352,509	4,227,070	(162,331)	(36,892)
Republic Processing Group:							
Tax Refund Solutions:							
Easy Advances	—	—	16,475	—	—	—	—
Other TRS loans	295	149	25,132	50,987	25	(50,692)	270
Republic Credit Solutions	98,977	91,816	87,650	93,066	116,711	5,911	(17,734)
Total Republic Processing Group	99,272	91,965	129,257	144,053	116,736	(44,781)	(17,464)
Total loans - Total Company	\$ 4,289,450	\$ 4,362,233	\$ 4,390,243	\$ 4,496,562	\$ 4,343,806	\$ (207,112)	\$ (54,356)
Allowance for Credit Losses on Loans ("Allowance")							
Traditional Banking	\$ 49,231	\$ 49,727	\$ 49,616	\$ 49,407	\$ 49,487	\$ (176)	\$ (256)
Warehouse Lending	1,105	1,491	1,725	2,126	1,877	(1,021)	(772)
Total Core Banking	50,336	51,218	51,341	51,533	51,364	(1,197)	(1,028)
Tax Refund Solutions	—	—	8,370	96	—	(96)	—
Republic Credit Solutions	14,583	13,231	11,945	12,948	11,660	1,635	2,923
Total Republic Processing Group	14,583	13,231	20,315	13,044	11,660	1,539	2,923
Total Allowance - Total Company	\$ 64,919	\$ 64,449	\$ 71,656	\$ 64,577	\$ 63,024	\$ 342	\$ 1,895
Allowance to Total Loans							
Traditional Banking	1.31 %	1.35 %	1.39 %	1.41 %	1.42 %	(0.10)%	(0.11)%
Warehouse Lending	0.25	0.25	0.25	0.25	0.25	—	—
Total Core Banking	1.20	1.20	1.20	1.18	1.22	0.02	(0.02)
Tax Refund Solutions	—	—	20.12	0.19	—	(0.19)	—
Republic Credit Solutions	14.73	14.41	13.63	13.91	9.99	0.82	4.74
Total Republic Processing Group	14.69	14.39	15.72	9.06	9.99	5.63	4.70
Total Company	1.51	1.48	1.63	1.44	1.45	0.07	0.06

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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Third Quarter 2022 (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					Change (\$) From Dec. 31,2021 or Q3 to Q3	As of and for the Nine Months Ended		Change (\$) From Sep. 30,2021 or 9M to 9M
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021		Sep. 30, 2022	Sep. 30, 2021	
Credit Quality Asset Balances and Net Charge-off ("NCO") Data:									
Nonperforming Assets - Total Company:									
Loans on nonaccrual status	\$ 16,322	\$ 16,168	\$ 16,935	\$ 20,504	\$ 20,252	\$ (3,930)	\$ 16,322	\$ 20,252	\$ (3,930)
Loans past due 90-days-or-more and still on accrual	37	42	31	48	691	(654)	37	691	(654)
Total nonperforming loans	16,359	16,210	16,966	20,552	20,943	(4,584)	16,359	20,943	(4,584)
OREO	1,634	1,687	1,740	1,792	1,845	(211)	1,634	1,845	(211)
Total nonperforming assets	\$ 17,993	\$ 17,897	\$ 18,706	\$ 22,344	\$ 22,788	\$ (4,795)	\$ 17,993	\$ 22,788	\$ (4,795)
Nonperforming Assets - Core Bank:									
Loans on nonaccrual status	\$ 16,322	\$ 16,168	\$ 16,935	\$ 20,504	\$ 20,252	\$ (3,930)	\$ 16,322	\$ 20,252	\$ (3,930)
Loans past due 90-days-or-more and still on accrual	—	—	—	1	—	—	—	—	—
Total nonperforming loans	16,322	16,168	16,935	20,505	20,252	(3,930)	16,322	20,252	(3,930)
OREO	1,634	1,687	1,740	1,792	1,845	(211)	1,634	1,845	(211)
Total nonperforming assets	\$ 17,956	\$ 17,855	\$ 18,675	\$ 22,297	\$ 22,097	\$ (4,141)	\$ 17,956	\$ 22,097	\$ (4,141)
Delinquent Loans:									
Delinquent loans - Core Bank	\$ 4,368	\$ 5,352	\$ 5,863	\$ 7,430	\$ 7,692	\$ (3,324)	\$ 4,368	\$ 7,692	\$ (3,324)
RPG	7,522	6,099	10,352	6,035	9,701	(2,179)	7,522	9,701	(2,179)
Total delinquent loans - Total Company	\$ 11,890	\$ 11,451	\$ 16,215	\$ 13,465	\$ 17,393	\$ (5,503)	\$ 11,890	\$ 17,393	\$ (5,503)
NCOs (Recoveries) by Segment:									
Traditional Bank	\$ (187)	\$ (5)	\$ 118	\$ 175	\$ (167)	\$ (20)	\$ (73)	\$ 210	\$ (283)
Warehouse Lending loans	—	—	—	—	—	—	—	—	—
Core Bank loans	(187)	(5)	118	175	(167)	(20)	(73)	210	(283)
Tax Refund Solutions	(1,296)	8,730	(362)	(1,263)	(2,261)	965	7,070	8,008	(938)
Republic Credit Solutions	2,656	2,147	2,398	2,119	989	1,667	7,203	2,180	5,023
RPG	1,360	10,877	2,036	856	(1,272)	2,632	14,273	10,188	4,085
Total NCOs (recoveries) - Total Company	\$ 1,173	\$ 10,872	\$ 2,154	\$ 1,031	\$ (1,439)	\$ 2,612	\$ 14,200	\$ 10,398	\$ 3,802
Credit Quality Ratios - Total Company:									
Nonperforming loans to total loans	0.38 %	0.37 %	0.39 %	0.46 %	0.48 %	(0.10)%	0.38 %	0.48 %	(0.10)%
Nonperforming assets to total loans (including OREO)	0.42	0.41	0.43	0.50	0.52	(0.10)	0.42	0.52	(0.10)
Nonperforming assets to total assets	0.30	0.29	0.29	0.37	0.37	(0.07)	0.30	0.37	(0.07)
Allowance for credit losses to total loans	1.51	1.48	1.63	1.44	1.45	0.06	1.51	1.45	0.06
Allowance for credit losses to nonperforming loans	397	398	422	314	301	96	397	301	96
Delinquent loans to total loans (9)	0.28	0.26	0.37	0.30	0.40	(0.12)	0.28	0.40	(0.12)
NCOs (recoveries) to average loans (annualized)	0.11	1.00	0.20	0.09	(0.13)	0.24	0.44	0.30	0.14
Credit Quality Ratios - Core Bank:									
Nonperforming loans to total loans	0.39 %	0.38 %	0.40 %	0.47 %	0.48 %	(0.09)%	0.39 %	0.48 %	(0.09)%
Nonperforming assets to total loans (including OREO)	0.43	0.42	0.44	0.51	0.52	(0.09)	0.43	0.52	(0.09)
Nonperforming assets to total assets	0.33	0.32	0.33	0.40	0.39	(0.06)	0.33	0.39	(0.06)
Allowance for credit losses to total loans	1.20	1.20	1.20	1.18	1.22	(0.02)	1.20	1.22	(0.02)
Allowance for credit losses to nonperforming loans	308	317	303	251	254	54	308	254	54
Delinquent loans to total loans	0.10	0.13	0.14	0.17	0.18	(0.08)	0.10	0.18	(0.08)
NCOs (recoveries) to average loans (annualized)	(0.02)	—	0.01	0.02	(0.02)	—	—	0.01	(0.01)
TRS Easy Advances ("EAs")									
EAs originated	\$ —	\$ —	\$ 311,207	\$ —	\$ —	\$ —	\$ 311,207	\$ 250,045	\$ 61,162
Net (credit) charge to the Provision for EAs	(1,296)	564	8,315	(1,261)	(2,242)	946	7,583	7,984	(401)
Net Provision to YTD EAs originated	(0.41)%	0.18 %	2.67 %	(0.50)%	(0.90)%	0.49 %	2.44 %	3.19 %	(0.75)%
EAs NCOs (recoveries)	\$ (1,296)	\$ 8,879	\$ —	\$ (1,261)	\$ (2,242)	\$ 946	\$ 7,583	\$ 7,984	\$ (401)
EA NCOs (recoveries) to YTD EAs originated	(0.41)%	2.85 %	— %	(0.50)%	(0.90)%	0.49 %	2.44 %	3.19 %	(0.75)%

Republic Bancorp, Inc.
Earnings Release Financial Supplement
Third Quarter 2022 (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 September 30, 2022, 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 2021 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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Republic Bancorp, Inc.
Earnings Release Financial Supplement
Third Quarter 2022 (continued)

Segment information for the quarters and nine months ended September 30, 2022 and 2021 follows:

<i>(dollars in thousands)</i>	Three Months Ended September 30, 2022							
	Core Banking				Republic Processing Group			
	Traditional Banking	Warehouse Lending	Mortgage Banking	Total Core Banking	Tax Refund Solutions	Republic Credit Solutions	Total RPG	Total Company
Net interest income	\$ 46,562	\$ 3,011	\$ 112	\$ 49,685	\$ 1,709	\$ 6,642	\$ 8,351	\$ 58,036
Provision for expected credit loss expense	(753)	(386)	—	(1,139)	(1,296)	4,008	2,712	1,573
Net refund transfer fees	—	—	—	—	593	—	593	593
Mortgage banking income	—	—	1,154	1,154	—	—	—	1,154
Program fees	—	—	—	—	724	4,208	4,932	4,932
Other noninterest income	8,260	13	33	8,306	62	—	62	8,368
Total noninterest income	8,260	13	1,187	9,460	1,379	4,208	5,587	15,047
Total noninterest expense	37,777	851	2,005	40,633	3,248	2,224	5,472	46,105
Income (loss) before income tax expense	17,798	2,559	(706)	19,651	1,136	4,618	5,754	25,405
Income tax expense (benefit)	4,278	572	(156)	4,694	202	1,026	1,228	5,922
Net income (loss)	\$ 13,520	\$ 1,987	\$ (550)	\$ 14,957	\$ 934	\$ 3,592	\$ 4,526	\$ 19,483
Period-end assets	\$ 5,036,343	\$ 441,885	\$ 16,418	\$ 5,494,646	\$ 395,873	\$ 109,144	\$ 505,017	\$ 5,999,663
Net interest margin	3.63 %	2.54 %	NM	3.54 %	NM	NM	NM	4.05 %
Net-revenue concentration*	75 %	4 %	2 %	81 %	4 %	15 %	19 %	100 %

<i>(dollars in thousands)</i>	Three Months Ended September 30, 2021							
	Core Banking				Republic Processing Group			
	Traditional Banking	Warehouse Lending	Mortgage Banking	Total Core Banking	Tax Refund Solutions	Republic Credit Solutions	Total RPG	Total Company
Net interest income	\$ 40,297	\$ 6,291	\$ 253	\$ 46,841	\$ 294	\$ 5,994	\$ 6,288	\$ 53,129
Provision for expected credit loss expense	(44)	(223)	—	(267)	(2,261)	3,820	1,559	1,292
Net refund transfer fees	—	—	—	—	1,280	—	1,280	1,280
Mortgage banking income	—	—	5,280	5,280	—	—	—	5,280
Program fees	—	—	—	—	762	3,256	4,018	4,018
Other noninterest income	8,105	15	62	8,182	65	—	65	8,247
Total noninterest income	8,105	15	5,342	13,462	2,107	3,256	5,363	18,825
Total noninterest expense	35,924	1,056	3,257	40,237	2,966	1,232	4,198	44,435
Income before income tax expense	12,522	5,473	2,338	20,333	1,696	4,198	5,894	26,227
Income tax expense	3,038	1,258	514	4,810	371	1,037	1,408	6,218
Net income	\$ 9,484	\$ 4,215	\$ 1,824	\$ 15,523	\$ 1,325	\$ 3,161	\$ 4,486	\$ 20,009
Period-end assets	\$ 4,907,503	\$ 750,266	\$ 41,196	\$ 5,698,965	\$ 365,552	\$ 123,117	\$ 488,669	\$ 6,187,634
Net interest margin	3.22 %	3.51 %	NM	3.25 %	NM	NM	NM	3.61 %
Net-revenue concentration*	67 %	9 %	8 %	84 %	3 %	13 %	16 %	100 %

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Nine Months Ended September 30, 2022

	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	\$ 121,868	\$ 11,412	\$ 469	\$ 133,749	\$ 18,751	\$ 19,380	\$ 38,131	\$ 171,880
Provision for expected credit loss expense	(287)	(1,021)	—	(1,308)	6,976	8,836	15,812	14,504
Net refund transfer fees	—	—	—	—	16,594	—	16,594	16,594
Mortgage banking income	—	—	5,574	5,574	—	—	—	5,574
Program fees	—	—	—	—	2,187	10,484	12,671	12,671
Contract termination fee	—	—	—	—	5,000	—	5,000	5,000
Legal settlement	—	—	—	—	13,000	—	13,000	13,000
Other noninterest income	23,225	38	113	23,376	399	—	399	23,775
Total noninterest income	23,225	38	5,687	28,950	37,180	10,484	47,664	76,614
Total noninterest expense	114,310	2,838	7,527	124,675	11,926	5,730	17,656	142,331
Income (loss) before income tax expense	31,070	9,633	(1,371)	39,332	37,029	15,298	52,327	91,659
Income tax expense (benefit)	6,397	2,168	(302)	8,263	8,573	3,513	12,086	20,349
Net income (loss)	\$ 24,673	\$ 7,465	\$ (1,069)	\$ 31,069	\$ 28,456	\$ 11,785	\$ 40,241	\$ 71,310
Period-end assets	\$ 5,036,343	\$ 441,885	\$ 16,418	\$ 5,494,646	\$ 395,873	\$ 109,144	\$ 505,017	\$ 5,999,663
Net interest margin	3.20 %	2.79 %	NM	3.16 %	NM	NM	NM	3.95 %
Net-revenue concentration*	58 %	5 %	2 %	65 %	23 %	12 %	35 %	100 %

Nine Months Ended September 30, 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	\$ 119,677	\$ 19,387	\$ 802	\$ 139,866	\$ 15,593	\$ 15,840	\$ 31,433	\$ 171,299
Provision for expected credit loss expense	(126)	(530)	—	(656)	7,850	5,037	12,887	12,231
Net refund transfer fees	2	—	—	2	19,922	—	19,922	19,924
Mortgage banking income	—	—	16,655	16,655	—	—	—	16,655
Program fees	—	—	—	—	2,373	7,196	9,569	9,569
Other noninterest income	22,859	43	140	23,042	304	—	304	23,346
Total noninterest income	22,861	43	16,795	39,699	22,599	7,196	29,795	69,494
Total noninterest expense	110,191	3,150	9,384	122,725	11,965	3,340	15,305	138,030
Income before income tax expense	32,473	16,810	8,213	57,496	18,377	14,659	33,036	90,532
Income tax expense	6,718	3,919	1,807	12,444	4,467	3,637	8,104	20,548
Net income	\$ 25,755	\$ 12,891	\$ 6,406	\$ 45,052	\$ 13,910	\$ 11,022	\$ 24,932	\$ 69,984
Period-end assets	\$ 4,907,503	\$ 750,266	\$ 41,196	\$ 5,698,965	\$ 365,552	\$ 123,117	\$ 488,669	\$ 6,187,634
Net interest margin	3.21 %	3.47 %	NM	3.24 %	NM	NM	NM	3.86 %
Net-revenue concentration*	59 %	8 %	7 %	74 %	16 %	10 %	26 %	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.
Earnings Release Financial Supplement
Third Quarter 2022 (continued)

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					<i>\$ Change (8)</i> <i>Q3 to Q3</i>	Nine Months Ended		<i>\$ Change (8)</i> <i>9M to 9M</i>
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021		Sep. 30, 2022	Sep. 30, 2021	
Traditional Bank excluding PPP fees	\$ 911	\$ 1,545	\$ 1,451	\$ 1,126	\$ 1,152	\$ (241)	\$ 3,907	\$ 3,010	\$ 897
Traditional Bank - PPP fees	152	124	879	2,850	5,182	(5,030)	1,155	14,615	(13,460)
Warehouse Lending	402	500	574	662	779	(377)	1,476	2,439	(963)
Total Core Bank	1,465	2,169	2,904	4,638	7,113	(5,648)	6,538	20,064	(13,526)
TRS - Easy Advances	81	81	13,444	43	76	5	13,606	13,159	447
TRS - Other Loan Fees	(1)	2	662	—	—	(1)	663	1,656	(993)
RCS	6,635	5,782	5,702	5,695	4,862	1,773	18,119	12,550	5,569
Total RPG	6,715	5,865	19,808	5,738	4,938	1,777	32,388	27,365	5,023
Total loan fees - Total Company	\$ 8,180	\$ 8,034	\$ 22,712	\$ 10,376	\$ 12,051	\$ (3,871)	\$ 38,926	\$ 47,429	\$ (8,503)

(2) *Provision for expected credit loss expense includes provisions for losses on on-balance sheet loans and investment securities. Provision expense for off-balance sheet credit exposures is a component of "Other" noninterest expense.*

(3) *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					<i>\$ Change (8)</i> <i>Q3 to Q3</i>	As of and for the Nine Months Ended		<i>\$ Change (8)</i> <i>9M to 9M</i>
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021		Sep. 30, 2022	Sep. 30, 2021	
Mortgage Loans Held for Sale									
Balance, beginning of period	\$ 8,491	\$ 13,302	\$ 29,393	\$ 25,791	\$ 32,401	\$ (23,910)	\$ 29,393	\$ 46,867	\$ (17,474)
Originations	32,856	61,489	100,661	155,468	170,482	(137,626)	195,006	525,246	(330,240)
Proceeds from sales	(39,220)	(67,759)	(119,212)	(155,186)	(182,422)	143,202	(226,191)	(562,661)	336,470
Net gain on sale	785	1,459	2,460	3,320	5,330	(4,545)	4,704	16,339	(11,635)
Balance, end of period	\$ 2,912	\$ 8,491	\$ 13,302	\$ 29,393	\$ 25,791	\$ (22,879)	\$ 2,912	\$ 25,791	\$ (22,879)
RCS Consumer Loans Held for Sale									
Balance, beginning of period	\$ 31,236	\$ 14,735	\$ 22,684	\$ 14,755	\$ 24,432	\$ 6,804	\$ 22,684	\$ 4,776	\$ 17,908
Originations	292,131	282,782	245,214	321,118	257,018	35,113	820,127	561,062	259,065
Proceeds from sales	(306,093)	(269,429)	(256,280)	(316,597)	(270,463)	(35,630)	(831,802)	(558,972)	(272,830)
Net gain on sale	4,201	3,148	3,117	3,408	3,768	433	10,466	7,889	2,577
Balance, end of period	\$ 21,475	\$ 31,236	\$ 14,735	\$ 22,684	\$ 14,755	\$ 6,720	\$ 21,475	\$ 14,755	\$ 6,720

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- (4) *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				
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021
Total stockholders' equity - GAAP (a)	\$ 840,958	\$ 842,174	\$ 840,329	\$ 834,232	\$ 838,657
Less: Goodwill	16,300	16,300	16,300	16,300	16,300
Less: Mortgage servicing rights	9,177	9,407	9,502	9,196	8,867
Tangible stockholders' equity - Non-GAAP (c)	<u>\$ 815,481</u>	<u>\$ 816,467</u>	<u>\$ 814,527</u>	<u>\$ 808,736</u>	<u>\$ 813,490</u>
Total assets - GAAP (b)	\$ 5,999,663	\$ 6,112,476	\$ 6,349,869	\$ 6,093,632	\$ 6,187,634
Less: Goodwill	16,300	16,300	16,300	16,300	16,300
Less: Mortgage servicing rights	9,177	9,407	9,502	9,196	8,867
Tangible assets - Non-GAAP (d)	<u>\$ 5,974,186</u>	<u>\$ 6,086,769</u>	<u>\$ 6,324,067</u>	<u>\$ 6,068,136</u>	<u>\$ 6,162,467</u>
Total stockholders' equity to total assets - GAAP (a/b)	14.02 %	13.78 %	13.23 %	13.69 %	13.55 %
Tangible stockholders' equity to tangible assets - Non-GAAP (c/d)	13.65 %	13.41 %	12.88 %	13.33 %	13.20 %
Number of shares outstanding (e)	<u>19,747</u>	<u>19,790</u>	<u>19,999</u>	<u>19,981</u>	<u>20,205</u>
Book value per share - GAAP (a/e)	\$ 42.59	\$ 42.56	\$ 42.02	\$ 41.75	\$ 41.51
Tangible book value per share - Non-GAAP (c/e)	41.30	41.26	40.73	40.48	40.26

- (5) *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 material nonrecurring revenues and expenses related to the now-cancelled TRS Transaction, as well as net gains (losses) on sales, calls, and impairment of investment securities.*

<i>(dollars in thousands)</i>	Three Months Ended					Nine Months Ended September 30, 2022	
	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021	Sep. 30, 2022	Sep. 30, 2021
Net interest income - GAAP	\$ 58,036	\$ 51,232	\$ 62,612	\$ 50,341	\$ 53,129	\$ 171,880	\$ 171,299
Noninterest income - GAAP	15,047	30,566	31,001	17,081	18,825	76,614	69,494
Less: Contract termination fee related to TRS Transaction	—	—	5,000	—	—	5,000	—
Less: Legal settlement related to TRS Transaction	—	13,000	—	—	—	13,000	—
Less: Net gain (loss) on securities	2	(102)	(120)	(23)	(10)	(220)	(46)
Total adjusted income - Non-GAAP (a)	<u>\$ 73,081</u>	<u>\$ 68,900</u>	<u>\$ 88,733</u>	<u>\$ 67,445</u>	<u>\$ 71,964</u>	<u>\$ 230,714</u>	<u>\$ 240,839</u>
Noninterest expense - GAAP	\$ 46,105	\$ 47,653	\$ 48,573	\$ 45,036	\$ 44,435	\$ 142,331	\$ 138,030
Less: Expenses related to TRS Transaction	88	699	127	611	300	914	1,300
Adjusted noninterest expense - Non-GAAP (b)	<u>\$ 46,017</u>	<u>\$ 46,954</u>	<u>\$ 48,446</u>	<u>\$ 44,425</u>	<u>\$ 44,135</u>	<u>\$ 141,417</u>	<u>\$ 136,730</u>
Efficiency Ratio - Non-GAAP (b/a)	63 %	68 %	55 %	66 %	61 %	61 %	57 %

- (6) *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.*

- (7) *FTEs – Full-time-equivalent employees.*

- (8) *Quarter (“Q”) to Quarter changes compare the most recent quarter or quarter end to the same quarter or quarter end of a year prior. Year-to-date changes compare the most recent period or period end to the same period or period end of a year prior. Year-to-date changes are expressed as either 3M to 3M (three months), 6M to 6M (six months), 9M to 9M (nine months), or 12M to 12M (twelve months).*

- (9) *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. Delinquent loans as of March 31, 2022 included \$4.7 million of Easy Advances, which do not have a contractual due date but the Company considered an EA delinquent in 2022 if it remained unpaid 35 days after the taxpayer’s tax return was submitted to the applicable taxing authority.*

NM – Not meaningful

NA – Not applicable

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YTD – Year to date

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