



Bank OZK

**EARNINGS RELEASE
FINANCIAL SUPPLEMENT**

First Quarter
2025

Bank OZK
Consolidated Balance Sheets
Unaudited

	<u>March 31, 2025</u>	<u>December 31, 2024</u>
	(Dollars in thousands)	
ASSETS		
Cash and cash equivalents	\$ 2,377,689	\$ 2,781,101
Investment securities – available for sale (“AFS”)	2,968,373	2,836,150
Federal Home Loan Bank of Dallas (“FHLB”) and other bankers’ bank stocks	14,186	39,930
Loans	31,107,873	29,968,867
Allowance for loan losses	(488,150)	(465,547)
Net Loans	30,619,723	29,503,320
Premises and equipment, net	767,784	739,111
Foreclosed assets	151,324	69,381
Accrued interest receivable	174,325	174,025
Bank owned life insurance (“BOLI”)	834,915	829,405
Goodwill	660,789	660,789
Other, net	596,307	625,640
Total assets	<u>\$ 39,165,415</u>	<u>\$ 38,258,852</u>
LIABILITIES AND STOCKHOLDERS’ EQUITY		
Deposits:		
Demand non-interest bearing	\$ 3,868,205	\$ 3,769,543
Savings and interest bearing transaction	10,417,211	9,954,723
Time	17,640,250	17,318,806
Total deposits	31,925,666	31,043,072
Other borrowings	300,600	420,813
Subordinated notes	348,776	348,575
Subordinated debentures	113,652	113,652
Reserve for losses on unfunded loan commitments	150,609	153,813
Accrued interest payable and other liabilities	494,393	472,733
Total liabilities	<u>33,333,696</u>	<u>32,552,658</u>
Commitments and contingencies		
Stockholders’ equity:		
Preferred stock: \$0.01 par value; 100,000,000 shares authorized; 14,000,000 issued and outstanding at March 31, 2025 and December 31, 2024	338,980	338,980
Common stock: \$0.01 par value; 300,000,000 shares authorized; 113,726,947 and 113,457,726 shares issued and outstanding at March 31, 2025 and December 31, 2024, respectively	1,137	1,135
Additional paid-in capital	1,624,463	1,625,506
Retained earnings	3,936,031	3,816,138
Accumulated other comprehensive loss	(69,275)	(76,136)
Total stockholders’ equity before noncontrolling interest	5,831,336	5,705,623
Noncontrolling interest	383	571
Total stockholders’ equity	<u>5,831,719</u>	<u>5,706,194</u>
Total liabilities and stockholders’ equity	<u>\$ 39,165,415</u>	<u>\$ 38,258,852</u>

Bank OZK
Consolidated Statements of Income
Unaudited

Three Months Ended March 31,

	2025	2024
	(Dollars in thousands, except per share amounts)	

Interest income:		
Loans	\$ 588,561	\$ 591,941
Investment securities:		
Taxable	13,188	9,333
Tax-exempt	13,056	11,173
Deposits with banks	20,933	24,606
Total interest income	635,738	637,053
Interest expense:		
Deposits	255,805	254,323
Other borrowings	866	750
Subordinated notes	2,574	2,574
Subordinated debentures	1,983	2,472
Total interest expense	261,228	260,119
Net interest income	374,510	376,934
Provision for credit losses	38,417	42,923
Net interest income after provision for credit losses	336,093	334,011
Non-interest income:		
Deposit-related fees		
Overdraft fees	3,282	3,427
All other service charges	7,224	6,839
Loan-related fees		
BOLI income	5,744	5,506
Trust income	2,514	2,324
Gains on sales of other assets	769	459
Net gains on investment securities	—	410
Other	6,206	3,776
Total non-interest income	34,724	29,084
Non-interest expense:		
Salaries and employee benefits	82,200	69,564
Net occupancy and equipment	18,445	17,974
Other operating expenses	46,309	45,776
Total non-interest expense	146,954	133,314
Income before taxes	223,863	229,781
Provision for income taxes	51,892	54,226
Net income	171,971	175,555
Earnings attributable to noncontrolling interest	(12)	(18)
Preferred stock dividends	4,047	4,047
Net income available to common stockholders	\$ 167,912	\$ 171,490
Basic earnings per common share	\$ 1.48	\$ 1.51
Diluted earnings per common share	\$ 1.47	\$ 1.51

Bank OZK
Consolidated Statements of Stockholders' Equity
Unaudited

	Preferred Stock	Common Stock	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive (Loss) Income	Non- Controlling Interest	Total
(Dollars in thousands, except per share amounts)							
Three months ended March 31, 2025							
Balances – December 31, 2024	\$ 338,980	\$ 1,135	\$ 1,625,506	\$3,816,138	\$ (76,136)	\$ 571	\$5,706,194
Net income	—	—	—	171,971	—	—	171,971
Earnings attributable to noncontrolling	—	—	—	(12)	—	12	—
Total other comprehensive income	—	—	—	—	6,861	—	6,861
Preferred stock dividends, \$0.28906 per share	—	—	—	(4,047)	—	—	(4,047)
Common stock dividends, \$0.42 per share	—	—	—	(48,019)	—	—	(48,019)
Return of capital paid to noncontrolling interest	—	—	—	—	—	(200)	(200)
Issuance of 428,973 shares of common stock pursuant to stock-based compensation plans	—	4	92	—	—	—	96
Repurchase and cancellation of 149,584 shares of common stock withheld for tax pursuant to stock-based compensation plans	—	(2)	(7,094)	—	—	—	(7,096)
Stock-based compensation expense	—	—	5,959	—	—	—	5,959
Forfeitures of 10,168 shares of unvested restricted common stock	—	—	—	—	—	—	—
Balances – March 31, 2025	<u>\$ 338,980</u>	<u>\$ 1,137</u>	<u>\$ 1,624,463</u>	<u>\$3,936,031</u>	<u>\$ (69,275)</u>	<u>\$ 383</u>	<u>\$5,831,719</u>
Three months ended March 31, 2024							
Balances – December 31, 2023	\$ 338,980	\$ 1,131	\$ 1,612,446	\$3,283,818	\$ (97,374)	\$ 975	\$5,139,976
Cumulative effect of change in accounting principle	—	—	—	12,690	—	—	12,690
Balances – January 1, 2024	338,980	1,131	1,612,446	3,296,508	(97,374)	975	5,152,666
Net income	—	—	—	175,555	—	—	175,555
Earnings attributable to noncontrolling	—	—	—	(18)	—	18	—
Total other comprehensive loss	—	—	—	—	(9,833)	—	(9,833)
Preferred stock dividends, \$0.28906 per share	—	—	—	(4,047)	—	—	(4,047)
Common stock dividends, \$0.38 per share	—	—	—	(43,326)	—	—	(43,326)
Issuance of 484,818 shares of common stock pursuant to stock-based compensation plans	—	5	179	—	—	—	184
Repurchase and cancellation of 184,415 shares of common stock withheld for tax pursuant to stock-based compensation plans	—	(2)	(8,008)	—	—	—	(8,010)
Stock-based compensation expense	—	—	4,651	—	—	—	4,651
Forfeitures of 14,259 shares of unvested restricted common stock	—	—	—	—	—	—	—
Balances – March 31, 2024	<u>\$ 338,980</u>	<u>\$ 1,134</u>	<u>\$ 1,609,268</u>	<u>\$3,424,672</u>	<u>\$ (107,207)</u>	<u>\$ 993</u>	<u>\$5,267,840</u>

Bank OZK
Summary of Total Loans Outstanding
Unaudited

	March 31, 2025		December 31, 2024	
(Dollars in thousands)				
Real estate:				
Construction/land development	\$ 9,208,619	29.6%	\$ 9,522,676	31.8%
Other commercial real estate	7,997,142	25.7	7,842,692	26.2
Multifamily residential	3,865,580	12.4	3,272,635	10.9
Residential 1-4 family	1,332,867	4.3	1,323,435	4.4
Agricultural	300,388	1.0	296,898	1.0
Total real estate	22,704,596	73.0	22,258,336	74.3
Consumer	3,769,389	12.1	3,659,713	12.2
Commercial and industrial	2,066,290	6.7	1,728,801	5.8
Other	2,567,598	8.2	2,322,017	7.7
Total loans	31,107,873	100.0%	29,968,867	100.0%
Allowance for loan losses	(488,150)		(465,547)	
Net loans	\$ 30,619,723		\$ 29,503,320	

Bank OZK
Allowance for Credit Losses
Unaudited

	Allowance for Loan Losses	Reserve for Losses on Unfunded Loan Commitments	Total Allowance for Credit Losses
(Dollars in thousands)			
Three months ended March 31, 2025:			
Balances – December 31, 2024	\$ 465,547	\$ 153,813	\$ 619,360
Net charge-offs	(19,018)	—	(19,018)
Provision for credit losses	41,621	(3,204)	38,417
Balances – March 31, 2025	\$ 488,150	\$ 150,609	\$ 638,759
Three months ended March 31, 2024:			
Balances – December 31, 2023	\$ 339,394	\$ 161,834	\$ 501,228
Net charge-offs	(7,264)	—	(7,264)
Provision for credit losses	33,805	9,118	42,923
Balances – March 31, 2024	\$ 365,935	\$ 170,952	\$ 536,887

Bank OZK
Selected Consolidated Financial Data
Unaudited

	Three Months Ended			March 31, 2025 % Change from	
	March 31, 2025	March 31, 2024	December 31, 2024	March 31, 2024	December 31, 2024
	(Dollars in thousands, except per share amounts)				
Income statement data:					
Net interest income	\$ 374,510	\$ 376,934	\$ 379,398	(0.6%)	(1.3%)
Provision for credit losses	38,417	42,923	37,174	(10.5)	3.3
Non-interest income	34,724	29,084	32,942	19.4	5.4
Non-interest expense	146,954	133,314	140,127	10.2	4.9
Net income	171,971	175,555	182,208	(2.0)	(5.6)
Preferred stock dividends	4,047	4,047	4,047	—	—
Net income available to common stockholders	167,912	171,490	178,135	(2.1)	(5.7)
Pre-tax pre-provision net revenue ⁽¹⁾	262,280	272,704	272,213	(3.8)	(3.6)
Common share and per common share data:					
Diluted earnings per common share	\$ 1.47	\$ 1.51	\$ 1.56	(2.6%)	(5.8%)
Book value per share	48.29	43.44	47.30	11.2	2.1
Tangible book value per common share ⁽¹⁾	42.48	37.62	41.48	12.9	2.4
Common stock dividends per share	0.42	0.38	0.41	10.5	2.4
Weighted-average diluted shares outstanding (thousands)	114,216	113,883	114,101	0.3	0.1
End of period shares outstanding (thousands)	113,727	113,435	113,458	0.3	0.2
Balance sheet data at period end:					
Total assets	\$39,165,415	\$36,029,904	\$38,258,852	8.7%	2.4%
Loans	31,107,873	28,031,348	29,968,867	11.0	3.8
Allowance for loan losses	488,150	365,935	465,547	33.4	4.9
Foreclosed assets	151,324	60,782	69,381	149.0	118.1
Investment securities – AFS	2,968,373	3,072,391	2,836,150	(3.4)	4.7
Deposits	31,925,666	29,406,070	31,043,072	8.6	2.8
Other borrowings	300,600	202,009	420,813	48.8	(28.6)
Unfunded loan commitments	18,821,441	20,458,796	19,078,633	(8.0)	(1.3)
Reserve for losses on unfunded loan commitments	150,609	170,952	153,813	(11.9)	(2.1)
Total common stockholders' equity ⁽¹⁾	5,492,356	4,927,867	5,366,643	11.5	2.3
Total tangible common stockholders' equity ⁽¹⁾	4,831,567	4,267,078	4,705,854	13.2	2.7
Accumulated other comprehensive loss	(69,275)	(107,207)	(76,136)		
Loan to deposit ratio	97.44%	95.33%	96.54%		
Selected ratios:					
Return on average assets ⁽²⁾	1.77%	1.96%	1.87%		
Return on average common stockholders' equity ⁽¹⁾⁽²⁾	12.52	14.16	13.33		
Return on average tangible common stockholders' equity ⁽¹⁾⁽²⁾	14.25	16.38	15.22		
Total tangible common stockholders' equity to total tangible assets ⁽¹⁾	12.55	12.06	12.52		
Net interest margin – FTE ⁽²⁾	4.31	4.71	4.33		
Efficiency ratio	35.60	32.59	33.71		
Net charge-offs to average loans ⁽²⁾	0.25	0.11	0.16		
Nonperforming loans to total loans	0.20	0.22	0.44		
Nonperforming assets to total assets	0.55	0.34	0.53		
Allowance for loan losses to loans	1.57	1.31	1.55		
Allowance for credit losses to loans and unfunded loan commitments	1.28	1.11	1.26		
Other information:					
Non-accrual loans	\$ 62,719	\$ 61,197	\$ 131,494		

⁽¹⁾ See accompanying schedules for reconciliation of non-GAAP financial measures.

⁽²⁾ Ratios for interim periods annualized based on actual days.

Bank OZK
Selected Quarterly Consolidated Financial Data
Unaudited

	<u>3/31/25</u>	<u>12/31/24</u>	<u>9/30/24</u>	<u>6/30/24</u>	<u>3/31/24</u>
(Dollars in thousands, except per share amounts)					
Earnings summary:					
Net interest income	\$ 374,510	\$ 379,398	\$ 389,398	\$ 387,994	\$ 376,934
Provision for credit losses	(38,417)	(37,174)	(46,443)	(49,012)	(42,923)
Non-interest income	34,724	32,942	33,605	28,782	29,084
Non-interest expense	(146,954)	(140,127)	(140,401)	(137,451)	(133,314)
Income before taxes	223,863	235,039	236,159	230,313	229,781
Provision for income taxes	(51,892)	(52,831)	(54,953)	(52,778)	(54,226)
Noncontrolling interest	(12)	(26)	(12)	8	(18)
Preferred stock dividend	(4,047)	(4,047)	(4,047)	(4,047)	(4,047)
Net income available to common stockholders	<u>\$ 167,912</u>	<u>\$ 178,135</u>	<u>\$ 177,147</u>	<u>\$ 173,496</u>	<u>\$ 171,490</u>
Diluted earnings per common share	<u>\$ 1.47</u>	<u>\$ 1.56</u>	<u>\$ 1.55</u>	<u>\$ 1.52</u>	<u>\$ 1.51</u>
Pre-tax pre-provision net revenue ⁽¹⁾	<u>\$ 262,280</u>	<u>\$ 272,213</u>	<u>\$ 282,602</u>	<u>\$ 279,325</u>	<u>\$ 272,704</u>
Selected balance sheet data at period end:					
Total assets	\$ 39,165,415	\$ 38,258,852	\$ 37,441,804	\$ 36,836,173	\$ 36,029,904
Loans	31,107,873	29,968,867	29,218,144	28,673,685	28,031,348
Investment securities – AFS	2,968,373	2,836,150	2,952,022	2,981,929	3,072,391
Deposits	31,925,666	31,043,072	30,571,613	29,943,663	29,406,070
Unfunded loan commitments	18,821,441	19,078,633	19,307,972	19,737,557	20,458,796
Allowance for credit losses:					
Balance at beginning of period	\$ 619,360	\$ 594,537	\$ 574,101	\$ 536,887	\$ 501,228
Net charge-offs	(19,018)	(12,351)	(26,007)	(11,798)	(7,264)
Provision for credit losses	38,417	37,174	46,443	49,012	42,923
Balance at end of period	<u>\$ 638,759</u>	<u>\$ 619,360</u>	<u>\$ 594,537</u>	<u>\$ 574,101</u>	<u>\$ 536,887</u>
Allowance for loan losses	<u>\$ 488,150</u>	<u>\$ 465,547</u>	<u>\$ 420,058</u>	<u>\$ 407,079</u>	<u>\$ 365,935</u>
Reserve for losses on unfunded loan commitments	150,609	153,813	174,479	167,022	170,952
Total allowance for credit losses	<u>\$ 638,759</u>	<u>\$ 619,360</u>	<u>\$ 594,537</u>	<u>\$ 574,101</u>	<u>\$ 536,887</u>
Selected ratios:					
Net interest margin – FTE ⁽²⁾	4.31%	4.33%	4.55%	4.68%	4.71%
Efficiency ratio	35.60	33.71	32.95	32.74	32.59
Net charge-offs to average loans ⁽²⁾	0.25	0.16	0.36	0.17	0.11
Nonperforming loans to total loans	0.20	0.44	0.60	0.30	0.22
Nonperforming assets to total assets	0.55	0.53	0.68	0.42	0.34
Allowance for loan losses to loans	1.57	1.55	1.44	1.42	1.31
Allowance for credit losses to loans and unfunded loan commitments	1.28	1.26	1.23	1.19	1.11
Loans past due 30 days or more, including past due non-accrual loans, to total loans	0.14	0.17	0.14	0.17	0.18

⁽¹⁾ Calculations of pre-tax pre-provision net revenue and the reconciliation to GAAP are included in the schedules accompanying this release.

⁽²⁾ Ratios for interim periods annualized based on actual days.

Bank OZK
Average Consolidated Balance Sheets and Net Interest Analysis – FTE
Unaudited

	Three Months Ended March 31,					
	2025			2024		
	Average Balance	Income/ Expense	Yield/ Rate	Average Balance	Income/ Expense	Yield/ Rate
(Dollars in thousands)						
ASSETS						
Interest earning assets:						
Interest earning deposits	\$ 1,962,177	\$ 20,933	4.33%	\$ 1,861,871	\$ 24,606	5.32%
Investment securities:						
Taxable	1,662,345	13,188	3.22	2,052,980	9,333	1.83
Tax-exempt – FTE ⁽¹⁾	1,327,508	16,526	5.05	1,172,116	14,144	4.85
Loans - FTE ⁽¹⁾	30,646,535	588,669	7.79	27,373,995	592,000	8.70
Total earning assets – FTE ⁽¹⁾	35,598,565	639,316	7.28	32,460,962	640,083	7.93
Non-interest earning assets	2,782,886			2,747,337		
Total assets	<u>\$38,381,451</u>			<u>\$35,208,299</u>		
LIABILITIES AND STOCKHOLDERS' EQUITY						
Interest bearing liabilities:						
Deposits:						
Savings and interest bearing transaction	\$10,258,837	\$ 67,741	2.68%	\$ 9,182,745	\$ 66,902	2.93%
Time deposits	17,202,174	188,064	4.43	15,476,373	187,421	4.87
Total interest bearing deposits	27,461,011	255,805	3.78	24,659,118	254,323	4.15
Other borrowings ⁽²⁾	161,668	866	2.18	85,041	750	3.55
Subordinated notes	348,677	2,574	2.99	347,864	2,574	2.98
Subordinated debentures	113,652	1,983	7.07	121,652	2,472	8.18
Total interest bearing liabilities	28,085,008	261,228	3.77	25,213,675	260,119	4.15
Non-interest bearing liabilities:						
Non-interest bearing deposits	3,826,688			4,100,769		
Other non-interest bearing liabilities	690,643			682,455		
Total liabilities	32,602,339			29,996,899		
Total stockholders' equity before noncontrolling interest	5,778,560			5,210,418		
Noncontrolling interest	552			982		
Total liabilities and stockholders' equity	<u>\$38,381,451</u>			<u>\$35,208,299</u>		
Net interest income – FTE	<u>\$ 378,088</u>			<u>\$ 379,964</u>		
Net interest margin – FTE	<u>4.31%</u>			<u>4.71%</u>		

⁽¹⁾ Net interest income and net interest margin are analyzed on a fully taxable equivalent basis ("FTE"). For the three months ended March 31, 2025 and 2024, the total FTE adjustments included in the analysis above were \$3.6 million and \$3.0 million, respectively.

⁽²⁾ The interest expense and the rates paid related to "other borrowings" include capitalized interest which totaled \$1.0 million for the first quarter of 2025 compared to capitalized interest of \$0.3 million for the first quarter of 2024. Excluding capitalized interest from the "other borrowings" expense calculation would result in a rate of 4.56% for the first quarter of 2025 and 4.96% for the first quarter of 2024.

Bank OZK
Reconciliation of Non-GAAP Financial Measures

**Calculation of Average Common Stockholders' Equity,
Average Tangible Common Stockholders' Equity
and the Annualized Returns on Average Common Stockholders' Equity and
Average Tangible Common Stockholders' Equity**

Unaudited

	Three Months Ended		
	March 31, 2025	March 31, 2024	December 31, 2024
	(Dollars in thousands)		
Net income available to common stockholders	\$ 167,912	\$ 171,490	\$ 178,135
Average stockholders' equity before noncontrolling interest	\$ 5,778,560	\$ 5,210,418	\$ 5,655,337
Less average preferred stock	(338,980)	(338,980)	(338,980)
Total average common stockholders' equity	5,439,580	4,871,438	5,316,357
Less goodwill	(660,789)	(660,789)	(660,789)
Average tangible common stockholders' equity	\$ 4,778,791	\$ 4,210,649	\$ 4,655,568
Return on average common stockholders' equity ⁽¹⁾	12.52%	14.16%	13.33%
Return on average tangible common stockholders' equity ⁽¹⁾	14.25%	16.38%	15.22%

⁽¹⁾ Ratios for interim periods annualized based on actual days.

**Calculation of Total Common Stockholders' Equity,
Total Tangible Common Stockholders' Equity
and Tangible Book Value per Common Share**

Unaudited

	March 31,		December 31,
	2025	2024	2024
	(In thousands, except per share amounts)		
Total stockholders' equity before noncontrolling interest	\$ 5,831,336	\$ 5,266,847	\$ 5,705,623
Less preferred stock	(338,980)	(338,980)	(338,980)
Total common stockholders' equity	\$ 5,492,356	\$ 4,927,867	\$ 5,366,643
Less goodwill	(660,789)	(660,789)	(660,789)
Total tangible common stockholders' equity	\$ 4,831,567	\$ 4,267,078	\$ 4,705,854
Shares of common stock outstanding	113,727	113,435	113,458
Book value per common share	\$ 48.29	\$ 43.44	\$ 47.30
Tangible book value per common share	\$ 42.48	\$ 37.62	\$ 41.48

**Calculation of Total Common Stockholders' Equity,
Total Tangible Common Stockholders' Equity
and the Ratio of Total Tangible Common Stockholders' Equity
to Total Tangible Assets**

Unaudited

	March 31,		December 31,
	2025	2024	2024
	(Dollars in thousands)		
Total stockholders' equity before noncontrolling interest	\$ 5,831,336	\$ 5,266,847	\$ 5,705,623
Less preferred stock	(338,980)	(338,980)	(338,980)
Total common stockholders' equity	\$ 5,492,356	\$ 4,927,867	\$ 5,366,643
Less goodwill	(660,789)	(660,789)	(660,789)
Total tangible common stockholders' equity	4,831,567	4,267,078	4,705,854
Total assets	\$ 39,165,415	\$ 36,029,904	\$ 38,258,852
Less goodwill	\$ (660,789)	\$ (660,789)	\$ (660,789)
Total tangible assets	\$ 38,504,626	\$ 35,369,115	\$ 37,598,063
Ratio of total common stockholders' equity to total assets	14.02%	13.68%	14.03%
Ratio of total tangible common stockholders' equity to total tangible assets	12.55%	12.06%	12.52%

Calculation of Pre-Tax Pre-Provision Net Revenue

Unaudited

	Three Months Ended				
	March 31, 2025	Dec. 31, 2024	Sept. 30, 2024	June 30, 2024	March 31, 2024
	(Dollars in thousands)				
Net income available to common stockholders	\$ 167,912	\$ 178,135	\$ 177,147	\$ 173,496	\$ 171,490
Preferred stock dividends	4,047	4,047	4,047	4,047	4,047
Earnings attributable to noncontrolling interest	12	26	12	(8)	18
Provision for income taxes	51,892	52,831	54,953	52,778	54,226
Provision for credit losses	38,417	37,174	46,443	49,012	42,923
Pre-tax pre-provision net revenue	\$ 262,280	\$ 272,213	\$ 282,602	\$ 279,325	\$ 272,704