2023

ANNUAL SHAREHOLDERS' PRESENTATION



Community Trust® Bancorp, Inc.

Directors

CTBI Directors

M. Lynn Parrish, Chairman
Mark A. Gooch, Vice Chairman
Charles J. Baird
Franklin H. Farris, Jr.
Eugenia “Crit” Luallen
Ina Michelle Matthews
James E. McGhee II
Franky Minnifield
Anthony St. Charles
Chad C. Street

CTB Directors

Mark A. Gooch, Chairman
Franklin H. Farris, Jr.
Ina Michelle Matthews
James E. McGhee II
Richard W. Newsom
Chad C. Street

CTIC Directors

Mark A. Gooch, Chairman
Charles Baird
Franklin H. Farris, Jr.
E.B. Lowman II
Eugenia “Crit” Luallen
James E. McGhee II
Andy Waters

Executive Officers

Mark A. Gooch	Vice Chairman, President, and CEO
Richard W. Newsom	CTB President
Andy Waters	CTIC President and CEO
Kevin J. Stumbo	EVP/Chief Financial Officer
Steven E. Jameson	EVP/Chief Internal Audit and Risk Officer
James J. Gartner	EVP/Chief Credit Officer
James B. Draughn	EVP/Operations
C. Wayne Hancock	EVP/Senior Staff Attorney
Billie J. Dollins	EVP/Central Region President
David Tackett	EVP/Eastern Region President
Ricky Sparkman	EVP/South Central Region President
D. Andrew Jones	EVP/Northeastern Region President

Cautionary Statement

Information provided herein by CTBI contains “forward-looking” information. CTBI cautions that any forward-looking statements made are not guarantees of future performance and that actual results may differ materially from those in the forward-looking statements. Please refer to CTBI’s 2022 Annual Report on Form 10-K, Cautionary Statement Regarding Forward Looking Statements for additional information.

2022 Key Metrics

- Total Assets — $5.4 billion
- Market Capitalization — $823.0 million
- Cash Dividend Yield — 3.83%
- P/E Ratio — 10.0x
- Price to Book Value — 1.3x
- Price to Tangible Book Value — 1.5x
- Tangible Common Equity Ratio — 10.58%
- Competitive Position
  - 3rd largest Kentucky domiciled bank holding company
  - 2nd in Kentucky in deposit market share of all Kentucky domiciled FDIC insured institutions
  - 7th largest bank in Kentucky in terms of deposit market share of all FDIC insured institutions

Financial data as of December 31, 2022

Deposit market share as of June 30, 2022

Our Banking Franchise

Central Region

Loans - $830 million

Deposits - $1.1 billion

- Danville
- Lexington
- Mt. Sterling
- Richmond
- Versailles
- Winchester

Eastern Region

Loans - $931 million

Deposits - $1.9 billion

- Floyd/Knott/Johnson
- Hazard
- Pikeville
- Tug Valley
- Whitesburg

Northeastern Region

Loans - $428 million

Deposits - $620 million

- Advantage Valley
- Ashland
- Flemingsburg
- Summersville

South Central Region

Loans - $780 million

Deposits - $987 million

- Campbellsville
- LaFollette
- Middlesboro
- Mt. Vernon
- Williamsburg

Indirect Lending

Loans - $737 million

CTIC

Assets Under Management - $3.2 billion (including $1.2 billion CTB)
Revenues - $17.2 million

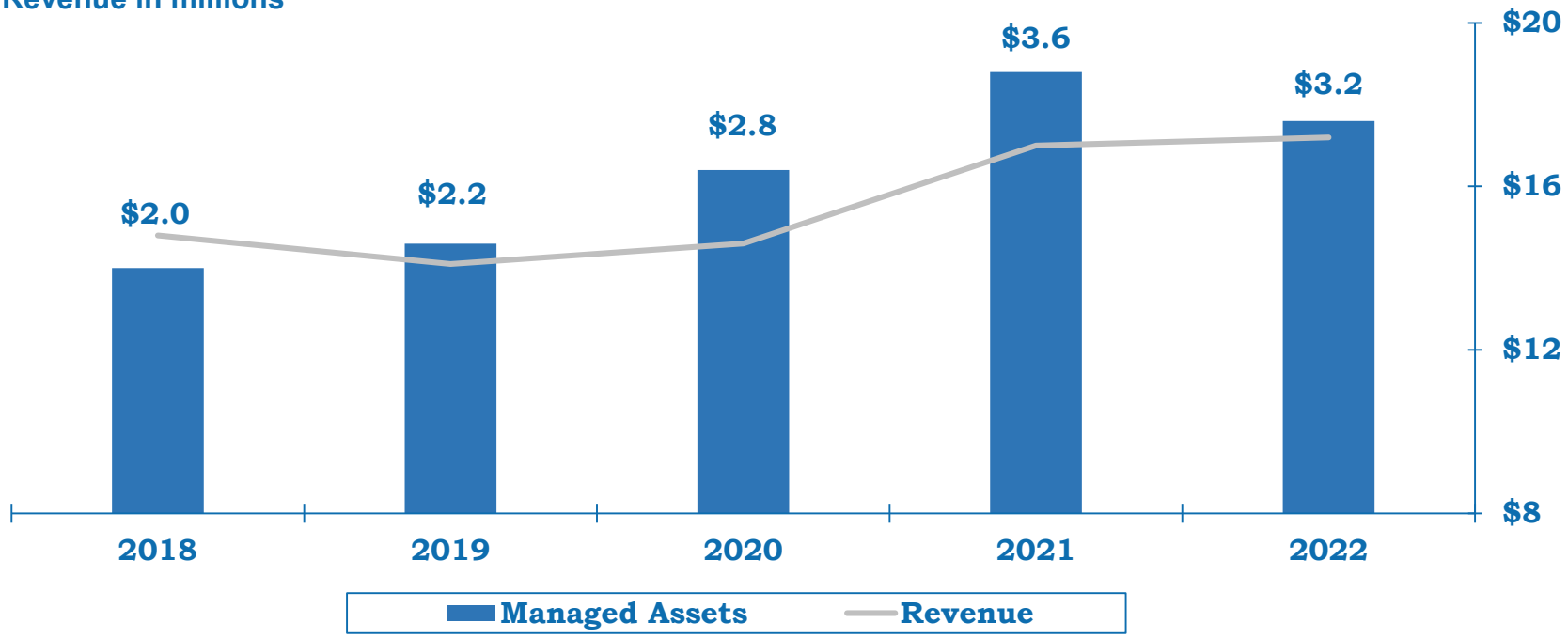
- Ashland
- Danville
- LaFollette
- Lexington
- Pikeville

Financial data as of December 31, 2022

Trust Assets Under Management & Trust Revenue

Assets in billions

Revenue in millions



Includes CTB portfolio

2022 Performance

Community Trust Bancorp, Inc.

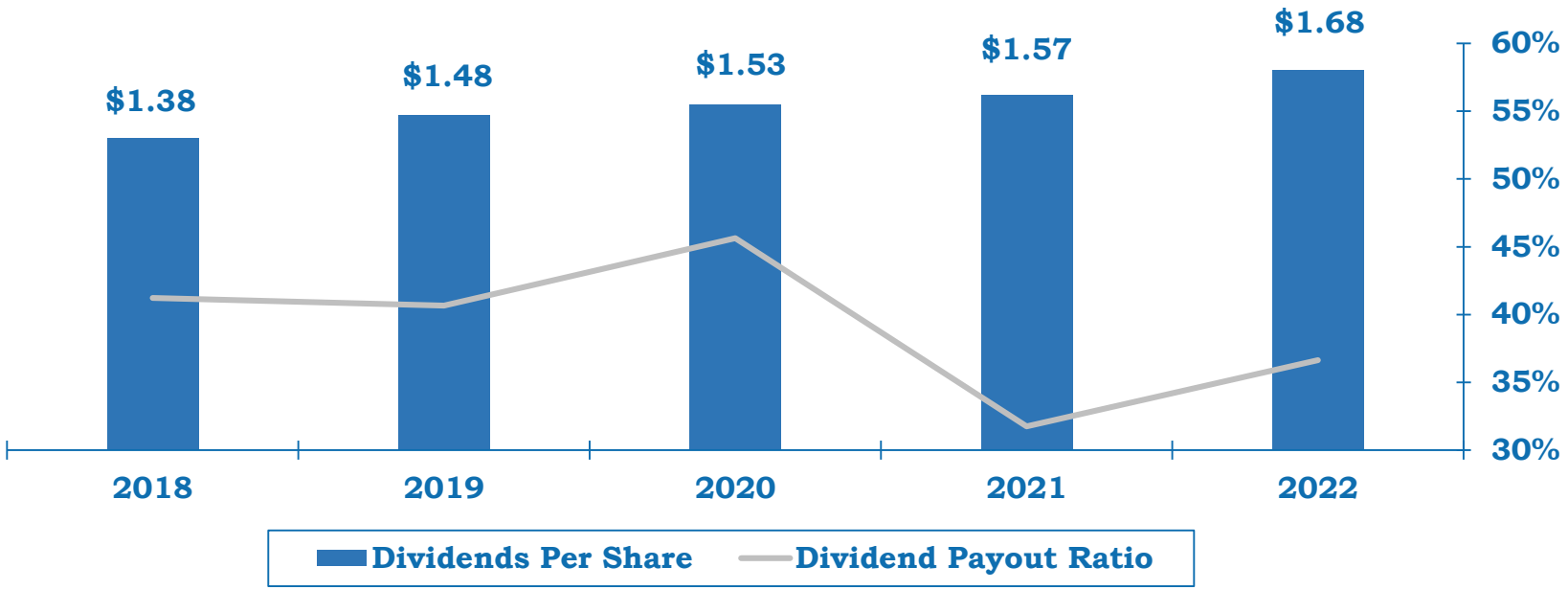
2022 Performance Summary

	Goals	Results
▪ Earnings	$74.1 - $77.1 million	$81.8 million
▪ EPS	$4.15 - $4.31 per share	$4.59 per share
▪ ROAA	1.35% - 1.40%	1.50%
▪ ROAE	10.18% - 10.59%	12.73%
▪ Assets	$5.42 - $5.75 billion	$5.38 billion
▪ Loans	$3.41 - $3.55 billion	$3.71 billion
▪ Deposits	$4.63 - $4.82 billion	$4.64 billion
▪ Shareholders' equity	$733.5 - $763.4 million	$628.0 million

Shareholder Value

Community Trust Bancorp, Inc.

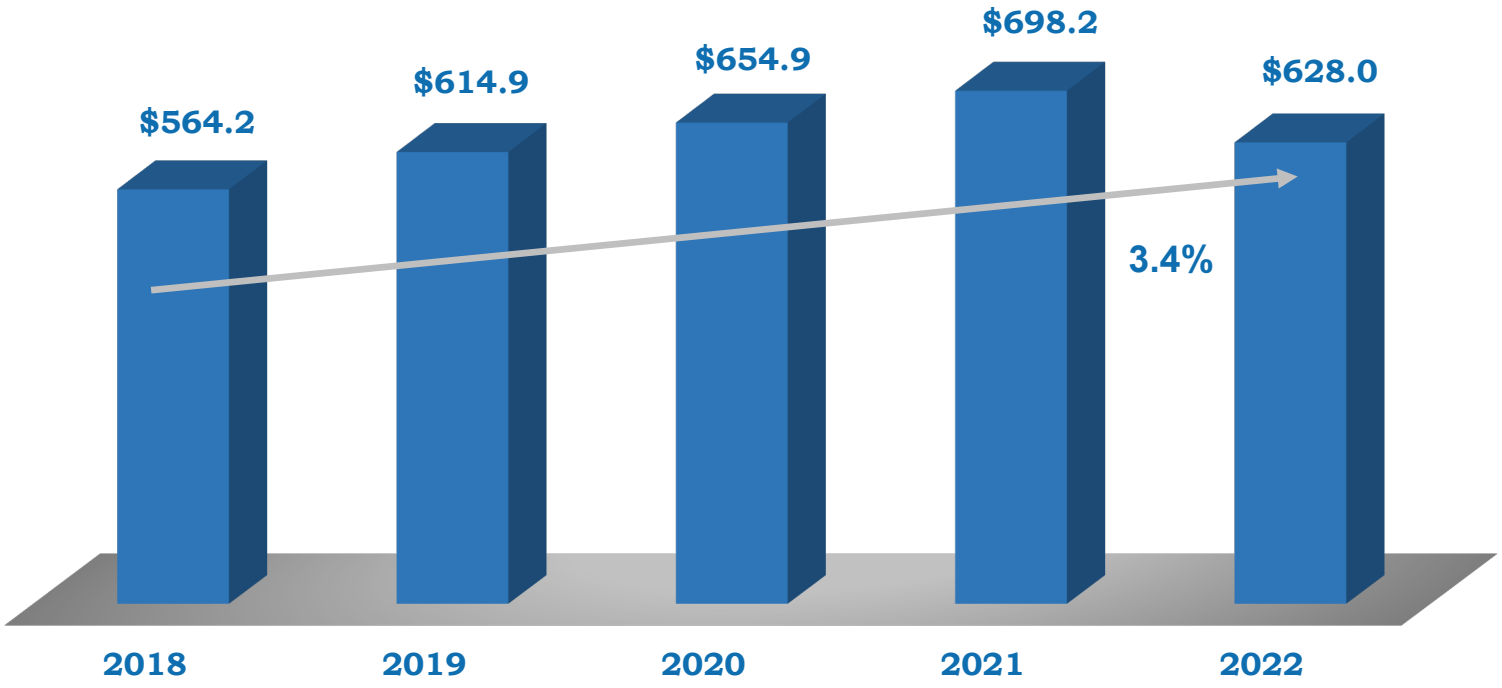
Dividends Per Share



- 2022 cash dividends increased 7.0%
- Dividend payout ratio for 2022 was 36.6%; however, the 10 year average dividend payout ratio has been 42.44%
  - Desired level between 40% and 50%
- December 31, 2022 cash dividend yield was 3.83%
- Cash dividend increased to $0.44 per share effective October 1, 2022

Shareholders' Equity

(in millions)

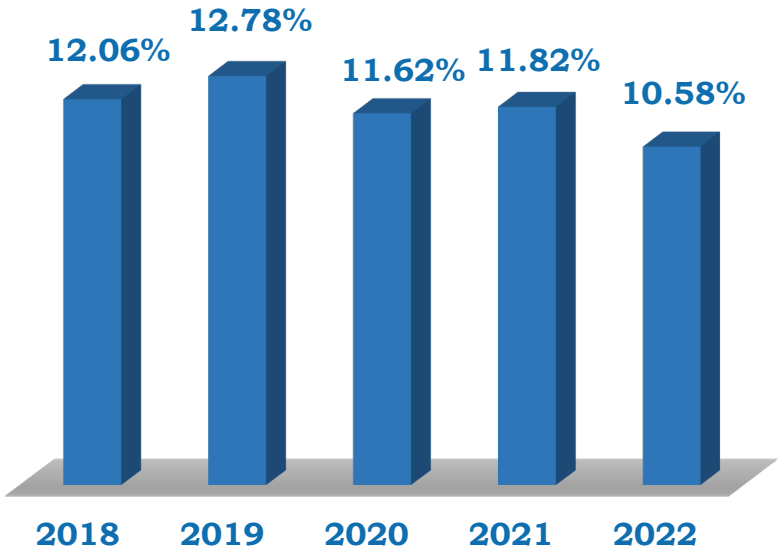


- Shareholders' equity has increased 11.3% during the past five years
- 3.4% compound growth rate for the past five years

Book Value Per Share

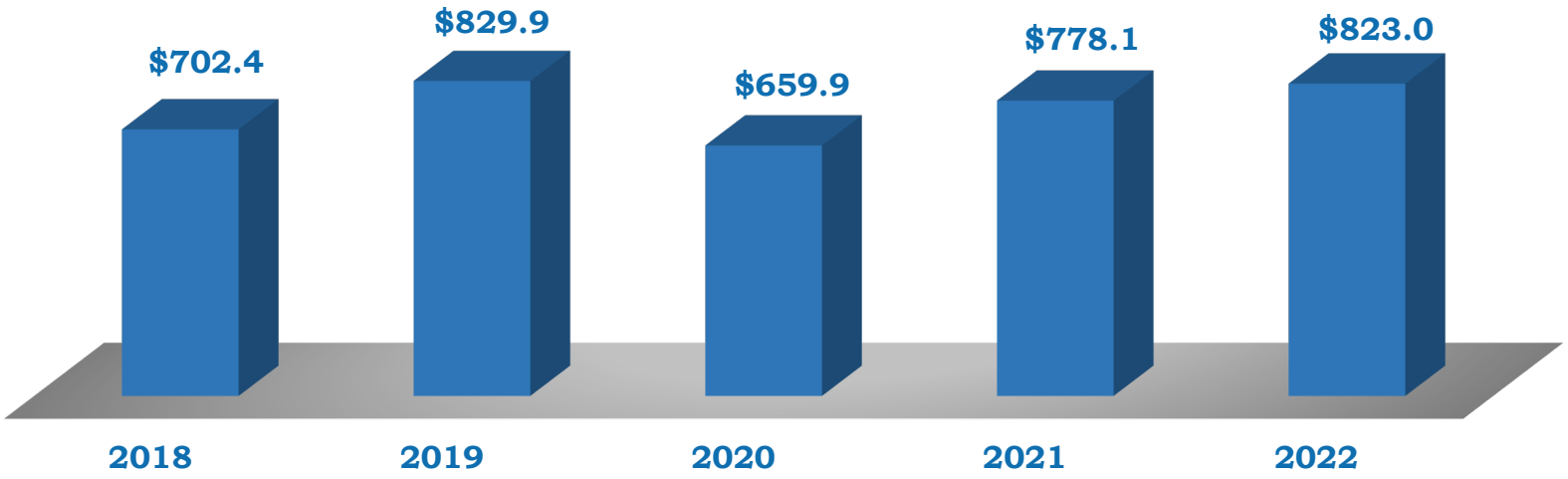


Tangible Common Equity/Assets



Total Market Capitalization

(in millions)



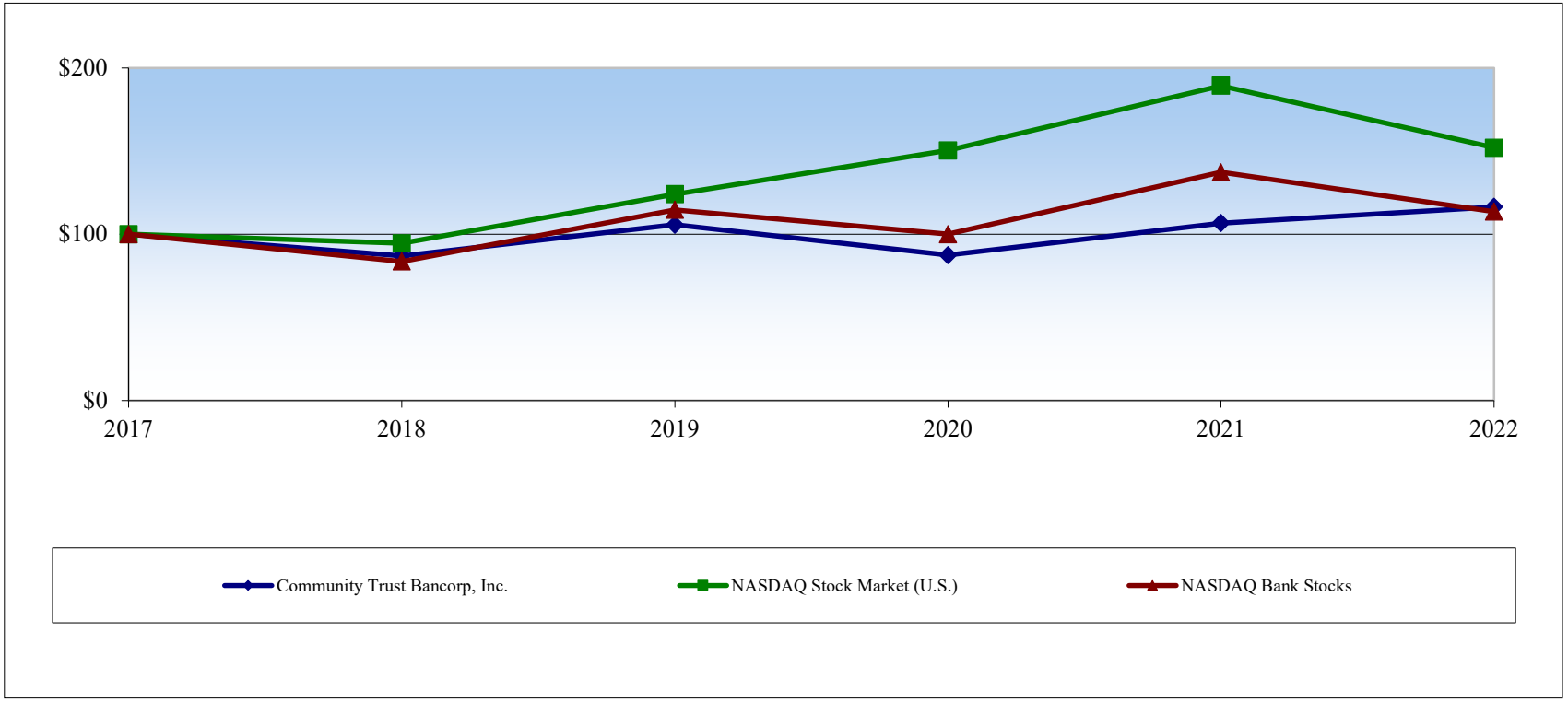
Price to Tangible Book Value

	2018	2019	2018	2021	2022
CTBI	1.41x	1.51x	1.12x	1.23x	1.46x
Peer	1.93x	1.85x	1.73x	1.81x	1.89x

Peer data obtained from S&P Global; peer group consists of publicly traded regional bank holding companies with comparative assets, as defined in our Proxy Statement.

5 Year Cumulative Total Return

Comparison of CTBI, NASDAQ Stock Market (U.S.), and NASDAQ Bank Stocks

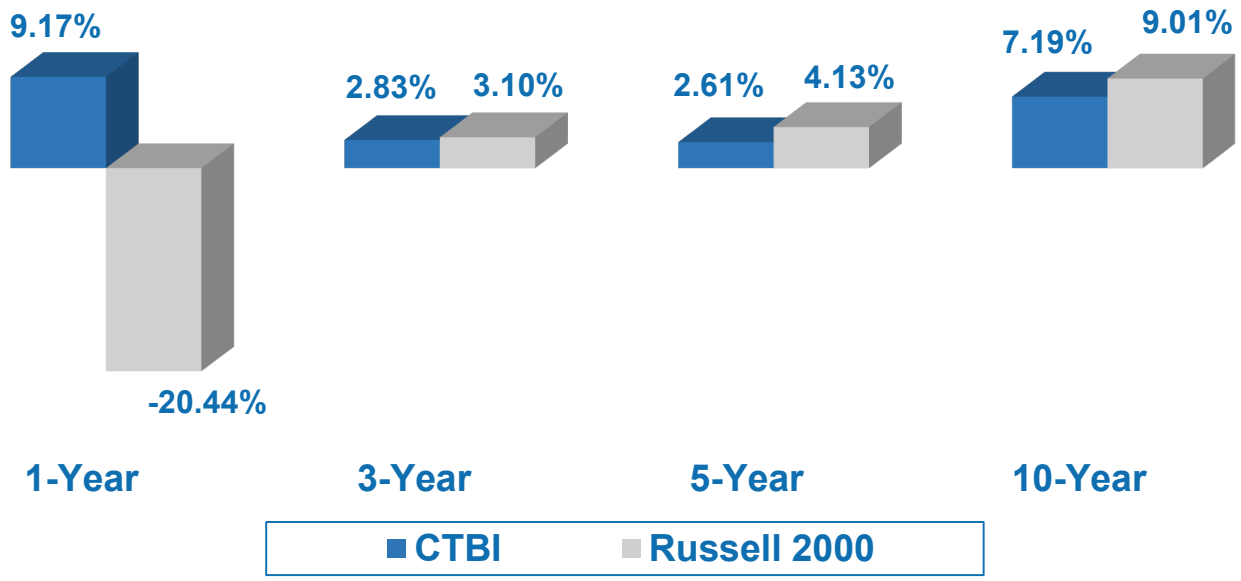


- An investment in CTBI stock on December 31, 2017 would have outperformed the NASDAQ Bank Stocks Index but not the NASDAQ Stock Market (U.S.) at December 31, 2021.

Comparison to Russell 2000 Index
of Small Cap Companies

Return to Investors

December 31, 2022



3-, 5-, and 10-year total returns annualized

Core Value Long-Term Investment

- 12 stock splits and 10 stock dividends
- 42 years of consecutive increases in cash dividends
- 5-year compound growth rate of cash dividends 5.3%
- Stock included in the NASDAQ Global Select Market, NASDAQ Dividend Achievers Index, and NASDAQ Bank Stock Index
- CTBI shareholders include
  - 214 institutional investors (including CTIC – 11.1%) hold 10.9 million shares (58.0%)
  - 315 mutual funds hold 5.2 million shares (28.7%)

Data as of December 31, 2022

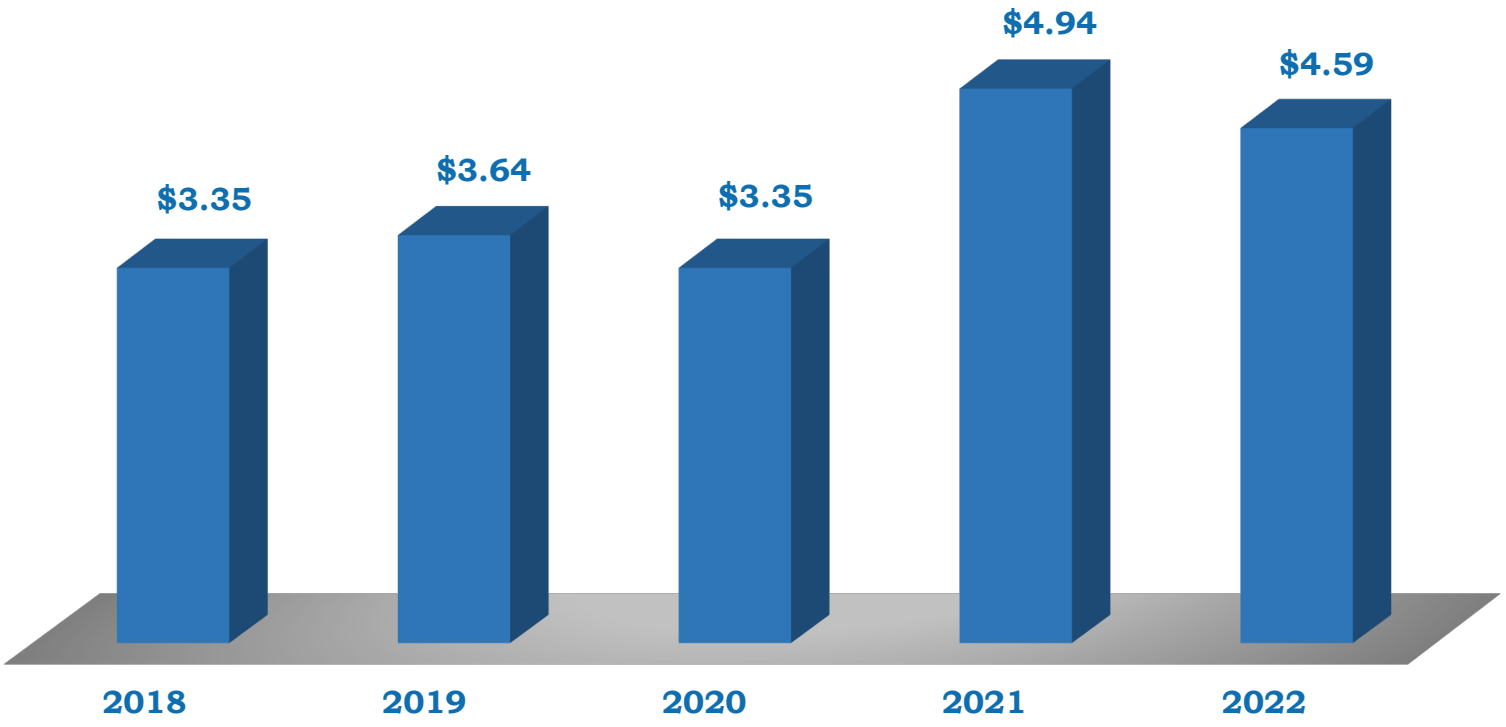
CTBI's Franchise Value

- History of solid investor returns
- Historically strong capital position
- Investor focused dividend policy
  - Dividend Achievers Index
- Consistent financial performance
- Community banking strategy
- Economic diversity in the markets we serve
- Strong experienced management team and nearly 1,000 dedicated employees
- Our shareholders

Earnings Review

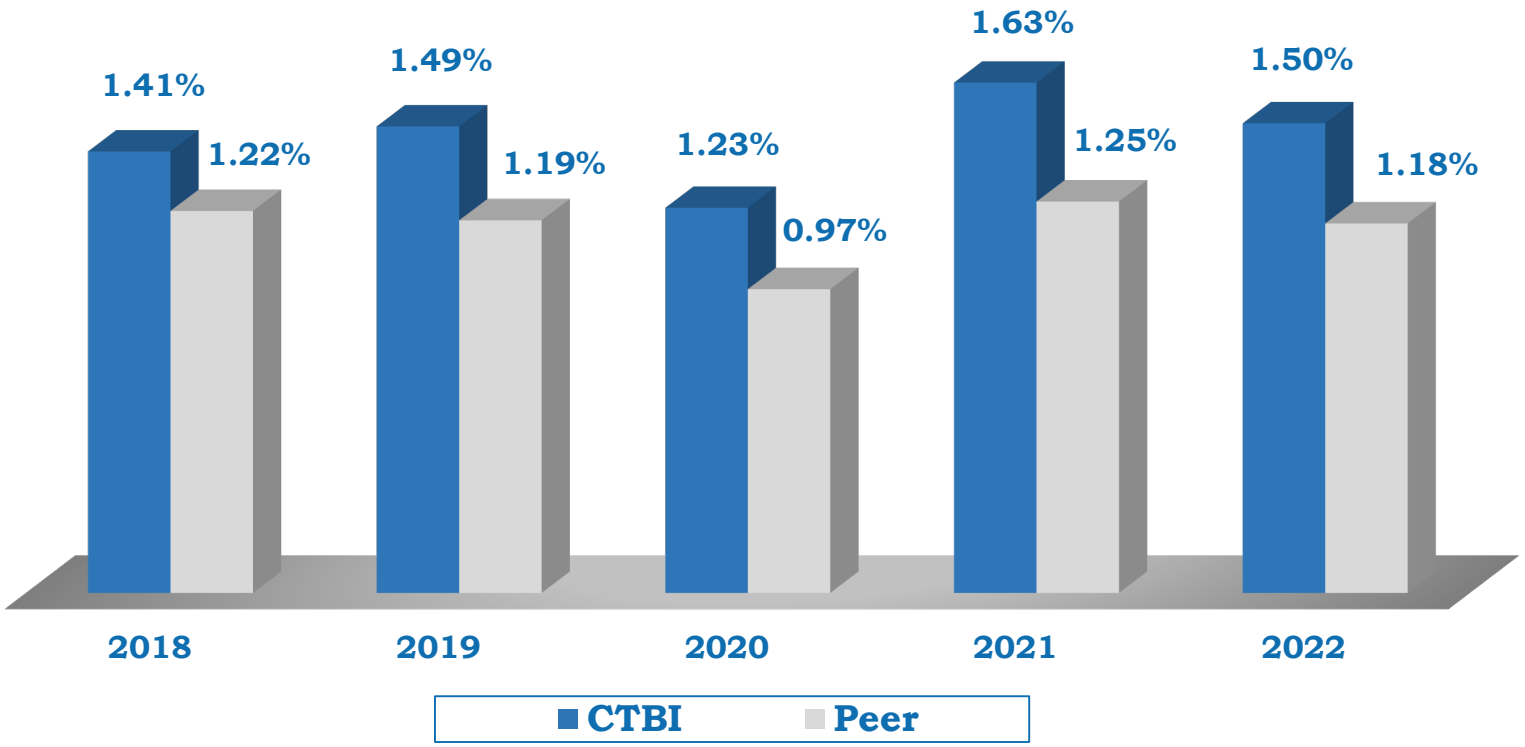
Community Trust Bancorp, Inc.

Earnings Per Share



- EPS decreased 7.1% from 2021 to 2022

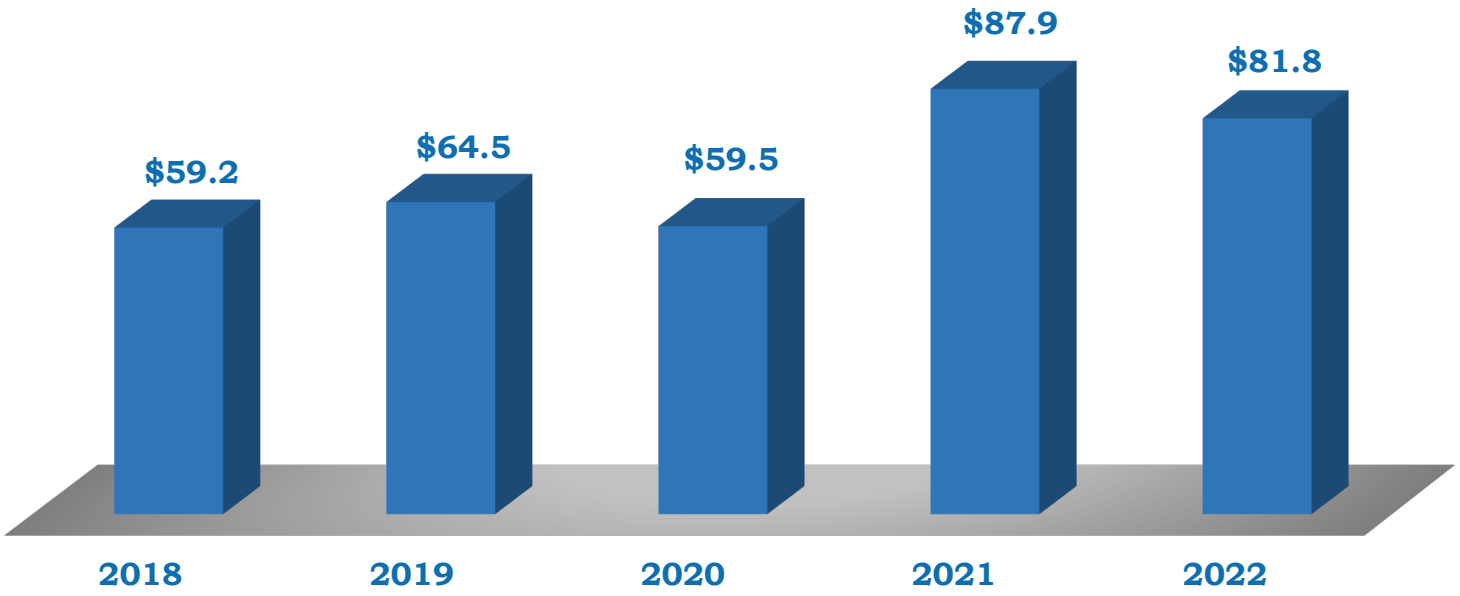
Return on Average Assets



Peer data obtained from the Federal Reserve Bank Holding Company Performance Report as of 12/31/2022 for bank holding companies with consolidated assets of $3 billion to $10 billion.

Net Income

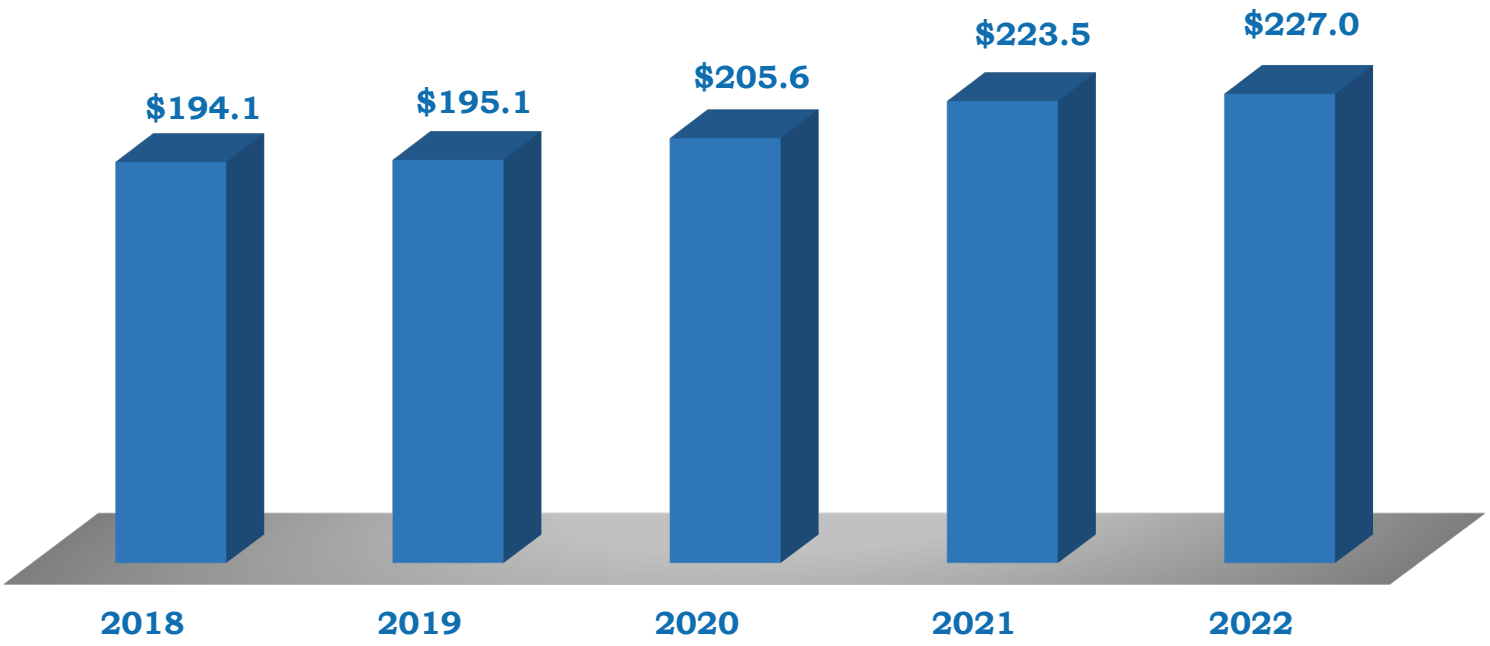
(in millions)



- Net income decreased 7.0% from 2021 to 2022
- The decrease in net income from prior year was primarily due to the $6.4 million recovery of provision for credit losses taken in 2021

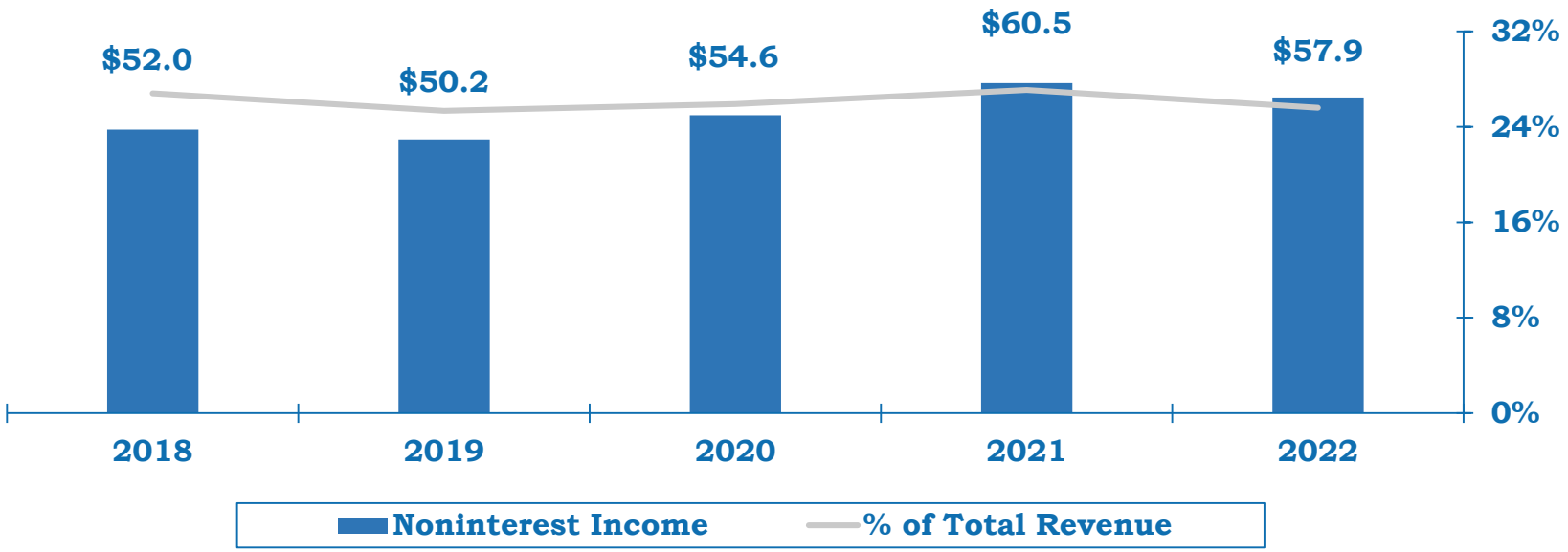
Revenues

(in millions)



- 2022 revenues increased 1.6% from 2021

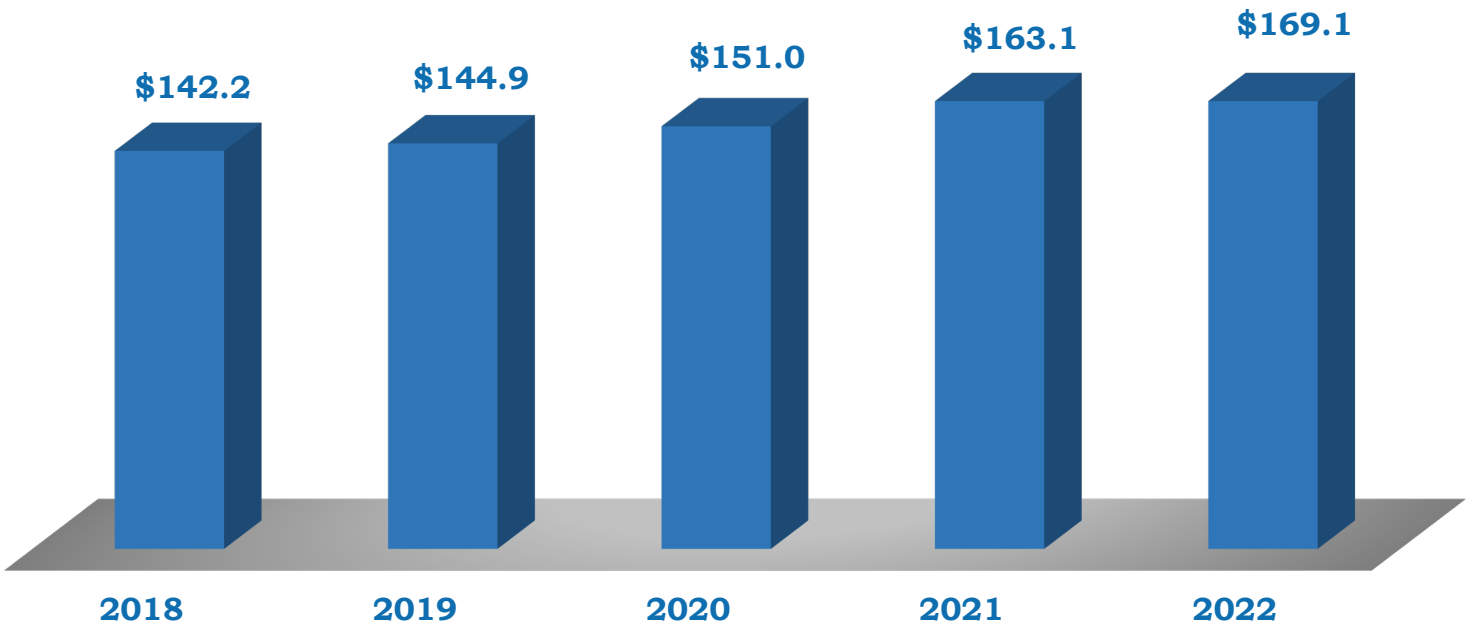
Noninterest Income
as a % of Total Revenue



- 2022 noninterest income decreased 4.2% from 2021
  - Decrease primarily due to decline in gains on sales of loans, partially offset by increases in deposit related fees

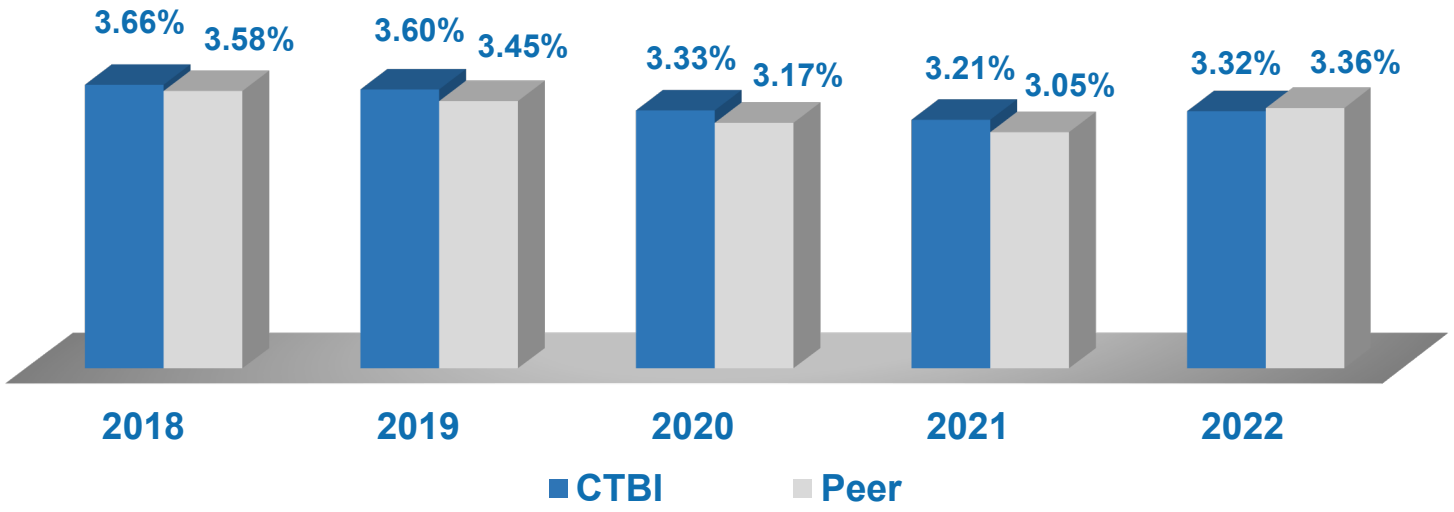
Net Interest Revenue

(in millions)



- 2022 net interest revenue increased by 3.7% from 2021
  - Net interest margin increased 11 basis points
  - Average earning assets increased $13.4 million, or 0.3%

Net Interest Margin

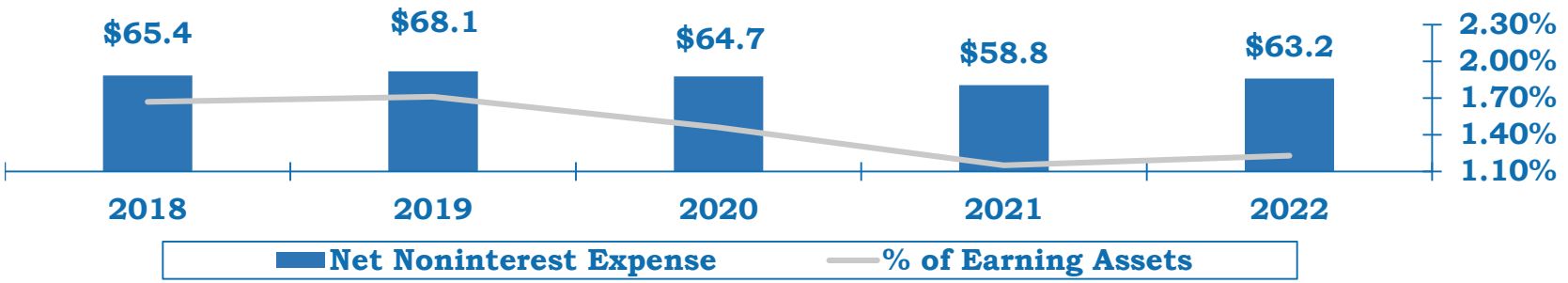


- % of assets repricing
  - Within 30 days 19.35%
- % of liabilities repricing
  - Within 30 days 49.21%
  - Within 90 days 54.15%
  - Within 180 days 56.41%

Peer data obtained from the Federal Reserve Bank Holding Company Performance Report as of 12/31/2022 for bank holding companies with consolidated assets of $3 billion to $10 billion.

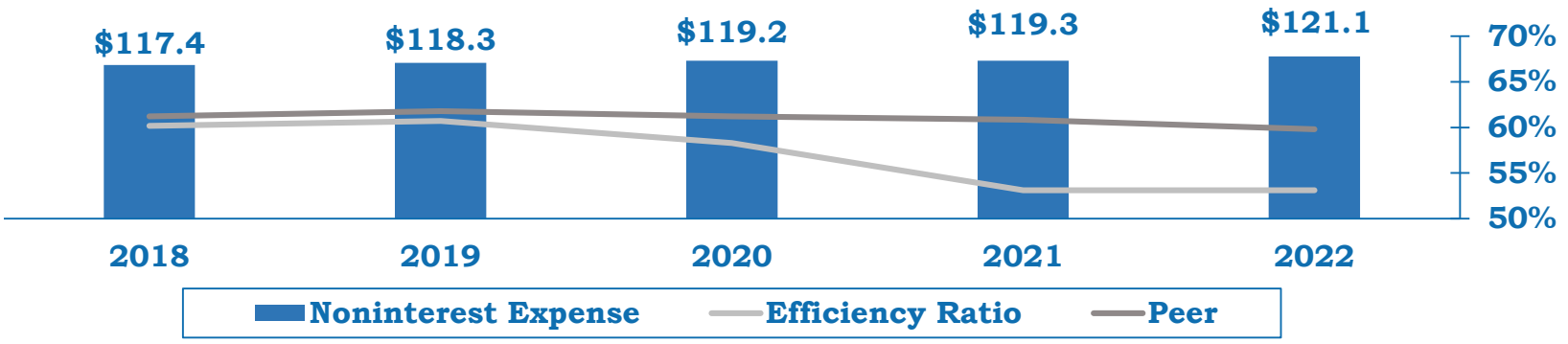
Net Noninterest Expense
as a % of Average Earning Assets

(in millions)



Noninterest Expense & Efficiency Ratio

(in millions)



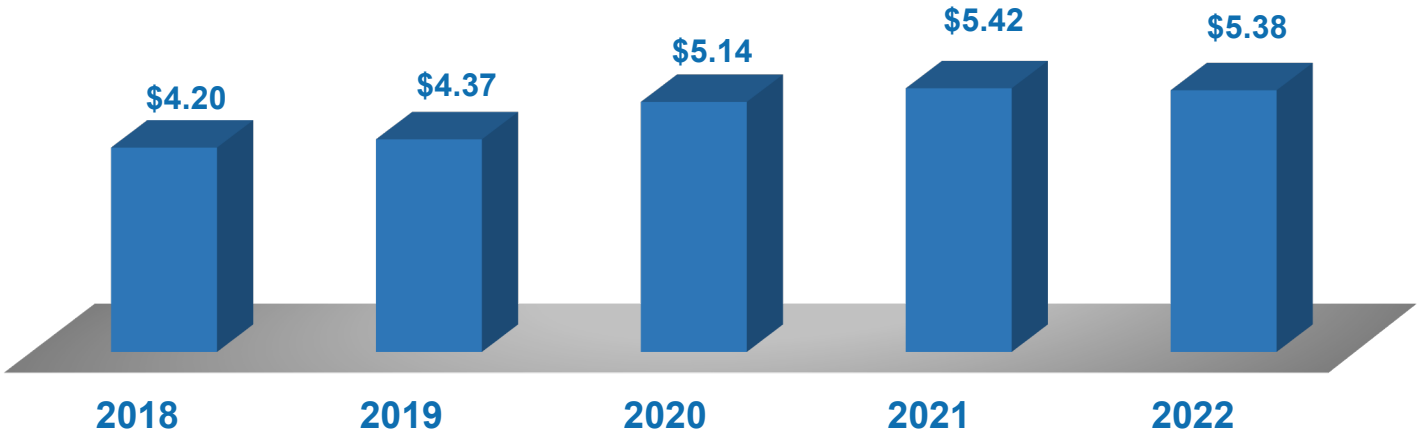
Peer data obtained from the Federal Reserve Bank Holding Company Performance Report as of 12/31/2022 for bank holding companies with consolidated assets of $3 billion to $10 billion.

Balance Sheet Review

Community Trust Bancorp, Inc.

Total Assets

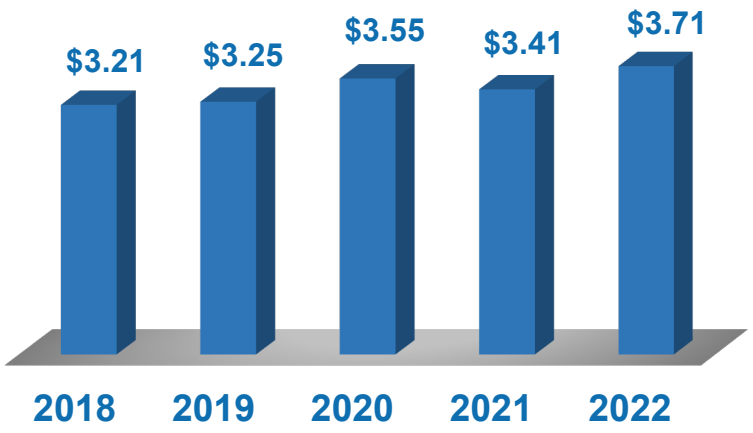
(in billions)



- Total assets at 12/31/22 decreased $37.9 million, or 0.7%, from 12/31/21
  - Loans increased $300.5 million or 8.8%
  - Investment portfolio decreased $199.3 million or 13.7%
  - Deposits increased $26.2 million or 0.6%

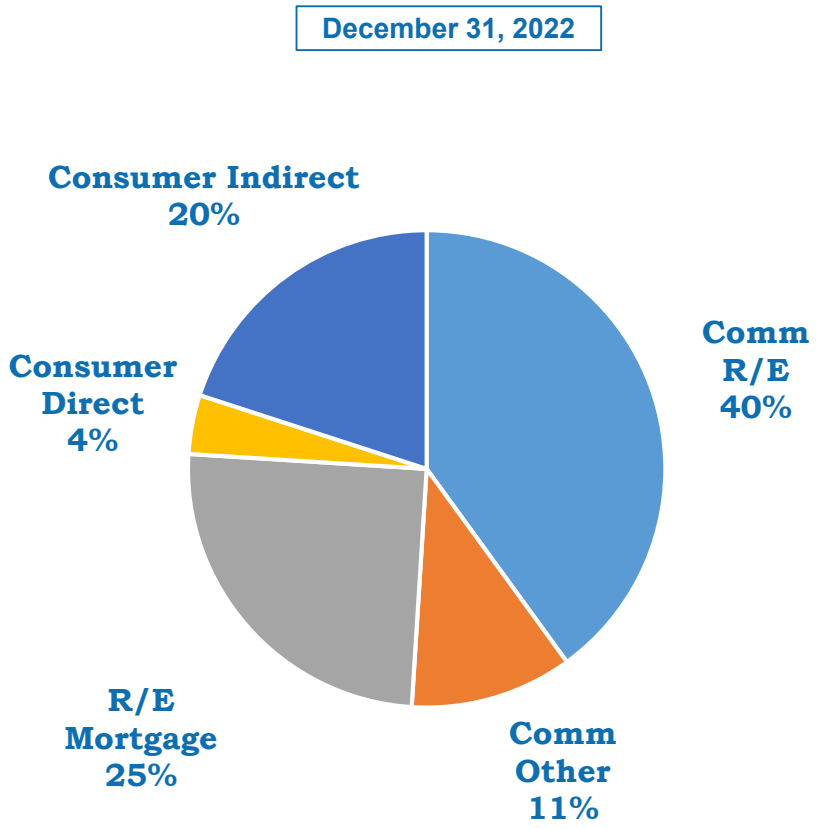
Total Loans

(in billions)



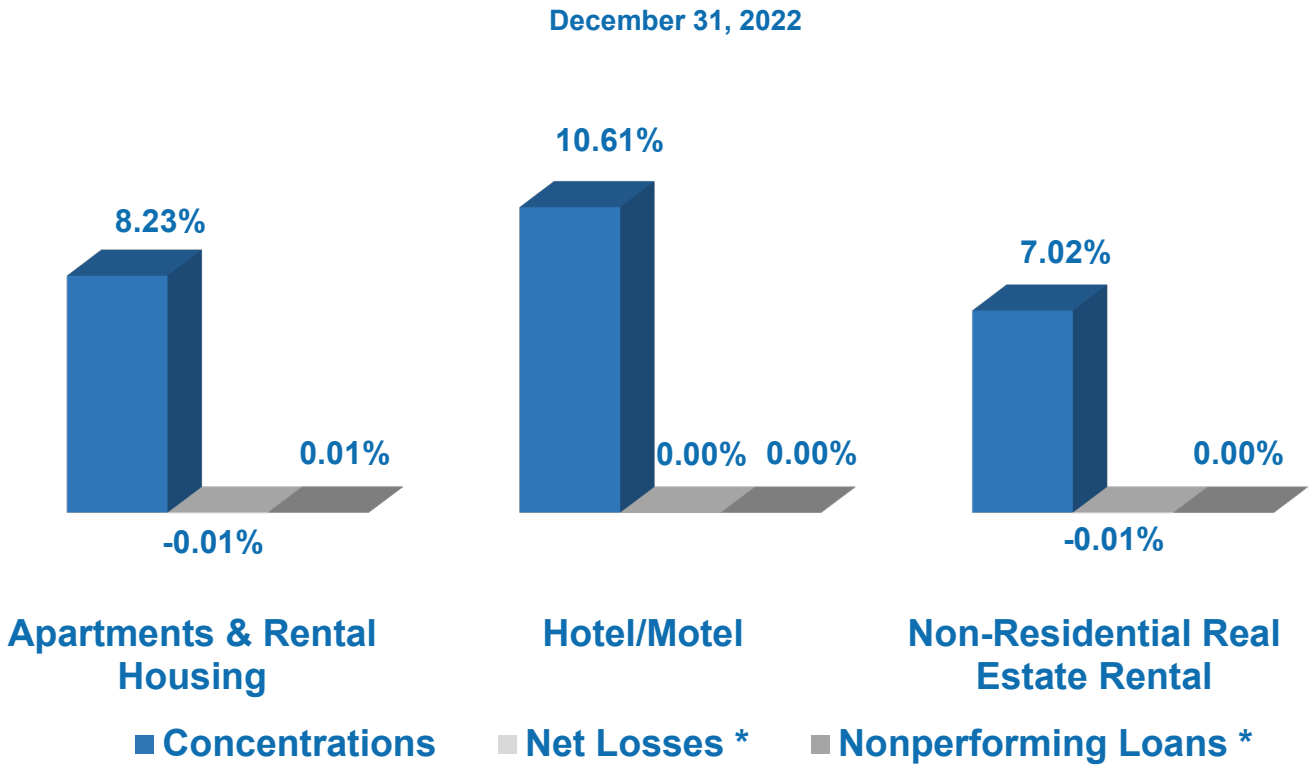
- Total loans at 12/31/22 increased 8.8% from 12/31/21
- Loan and line of credit production for the year totaled $1.5 billion

Loan Portfolio Mix



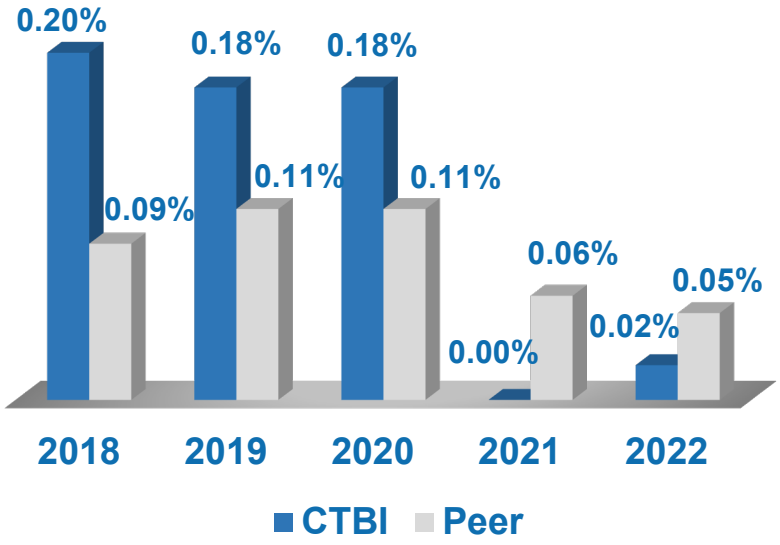
Concentrations of Credit

as a % of Total Loans

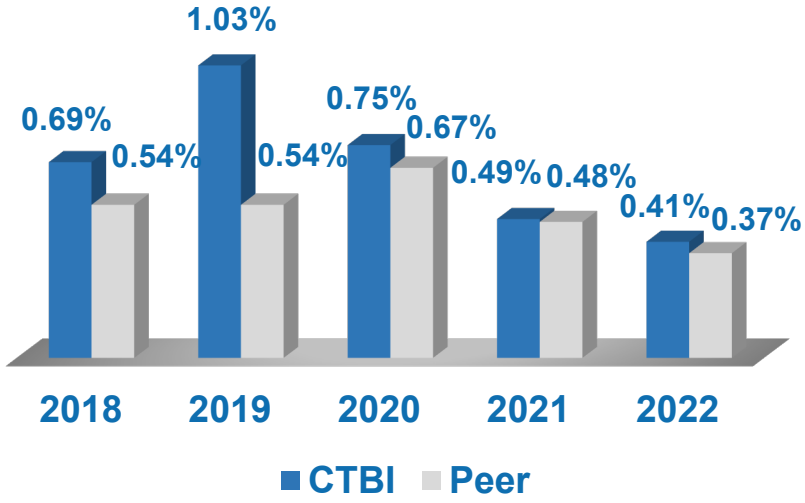


As a percentage of unfunded exposure

Net Charge-offs
as a % of Average Loans



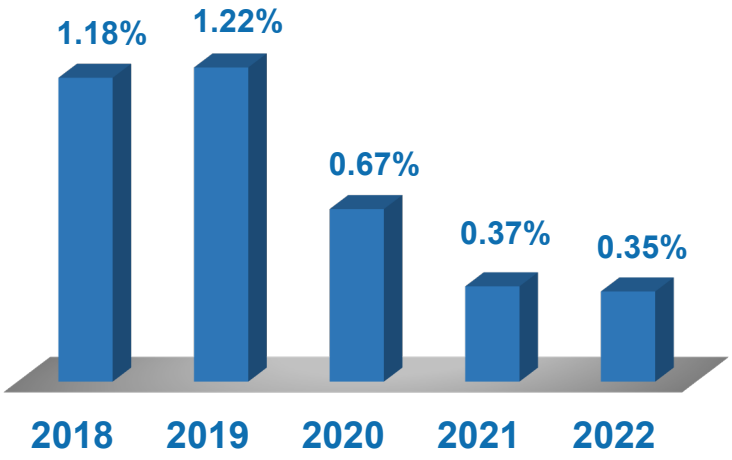
Nonperforming Loans
as a % of Total Loans



Peer data obtained from the Federal Reserve Bank Holding Company Performance Report as of 12/31/2022 for bank holding companies with consolidated assets of $3 billion to $10 billion.

Nonperforming Assets

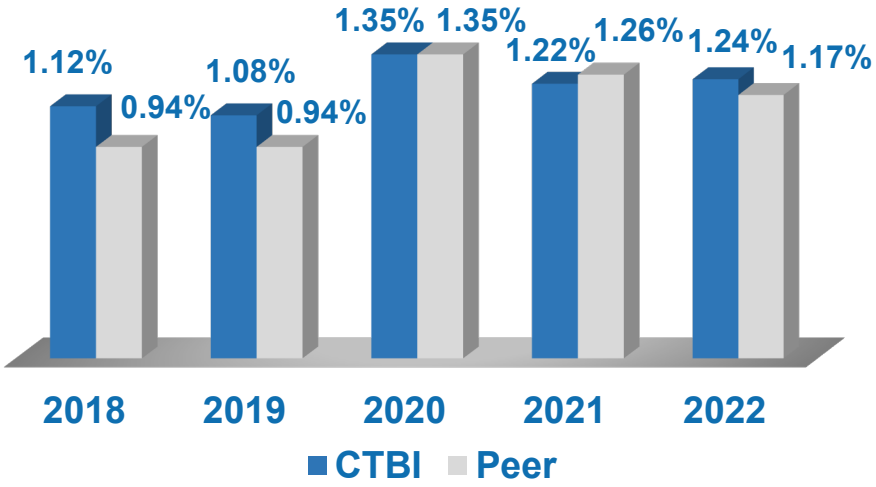
as a % of Total Assets



- $3.7 million in other real estate owned

Loan Loss Reserve

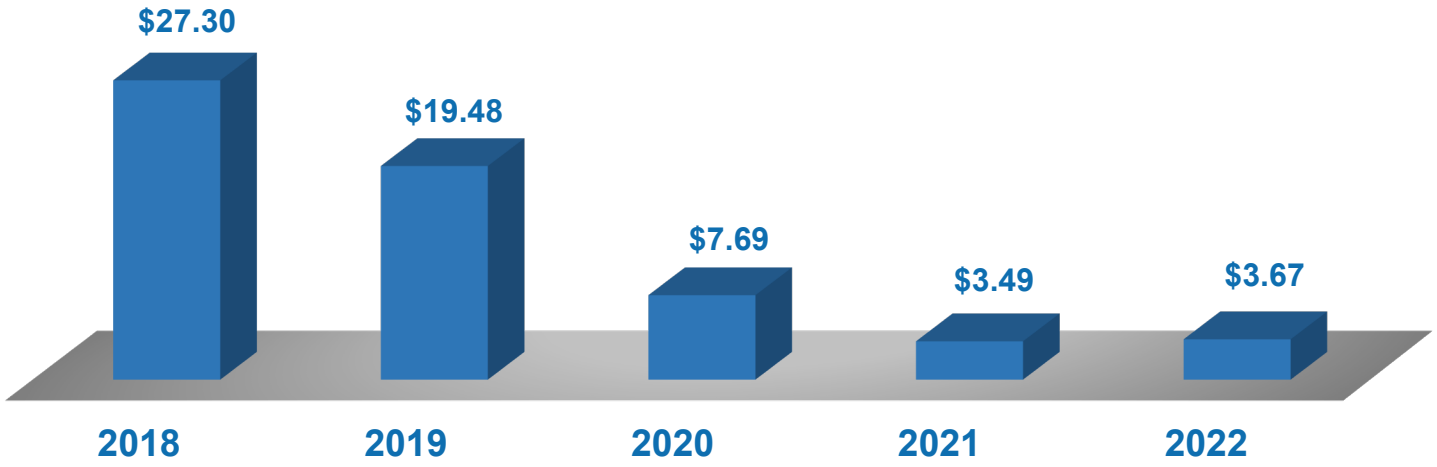
as a % of Net Loans



Peer data obtained from the Federal Reserve Bank Holding Company Performance Report as of 12/31/2022 for bank holding companies with consolidated assets of $3 billion to $10 billion.

Total Other Real Estate Owned

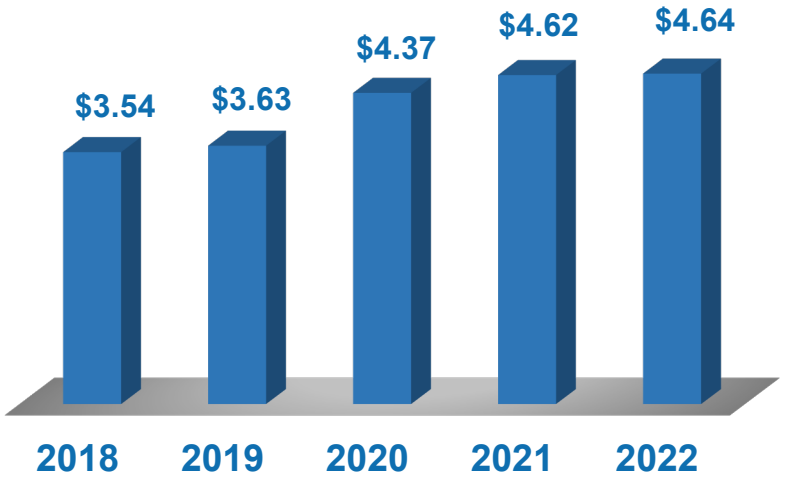
(in millions)



- Sales of foreclosed properties for the year ended 12/31/22 $2.0 million
- New bookings in 2022 $2.4 million
- Properties under contract to sell at 12/31/22 $1.2 million

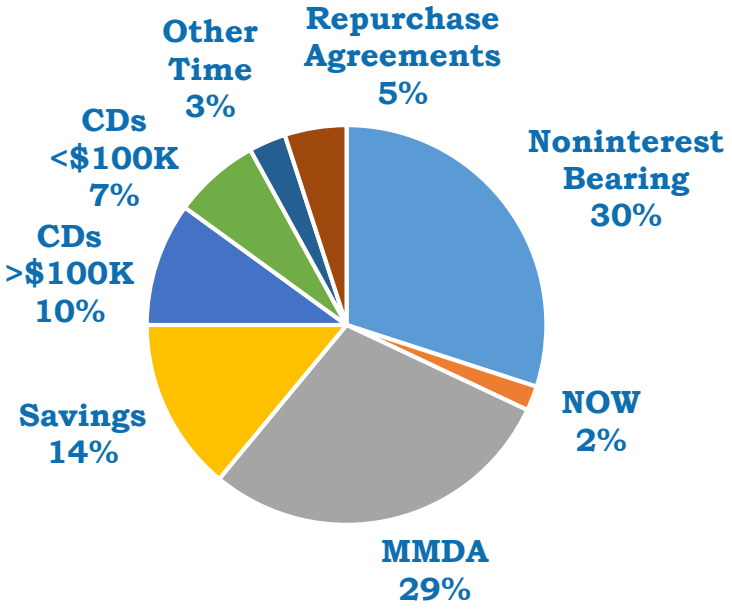
Total Deposits
including Repurchase Agreements

(in billions)



Total Deposits
including Repurchase Agreements

December 31, 2022



1st Quarter 2023 Review

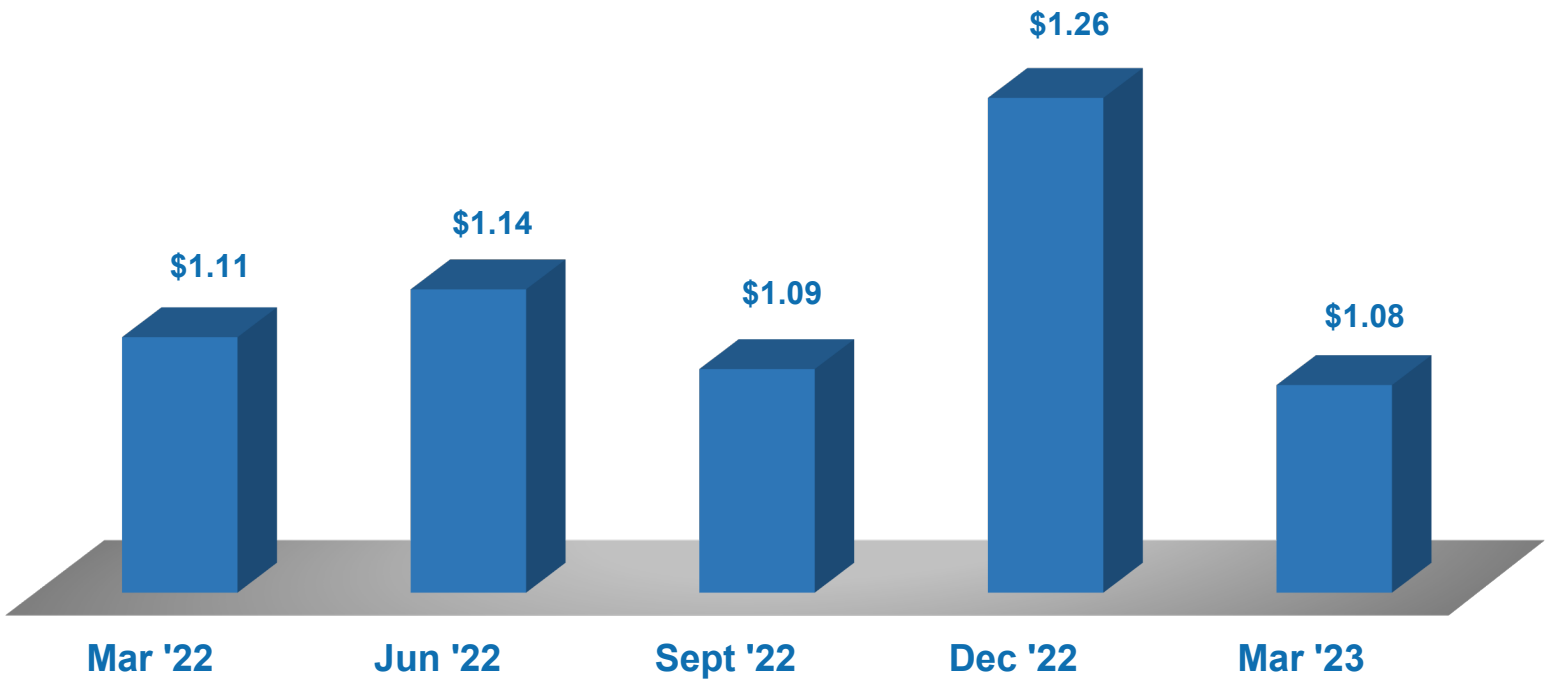
Community Trust Bancorp, Inc.

Key Metrics – 1st Quarter 2023

▪ Total Assets	$5.5 billion
▪ Market Capitalization	$682.2 million
▪ Cash Dividend Yield	4.64%
▪ P/E Ratio	8.7x
▪ Price to Book Value	1.0x
▪ Price to Tangible Book Value	1.2x
▪ Tangible Common Equity Ratio	10.82%

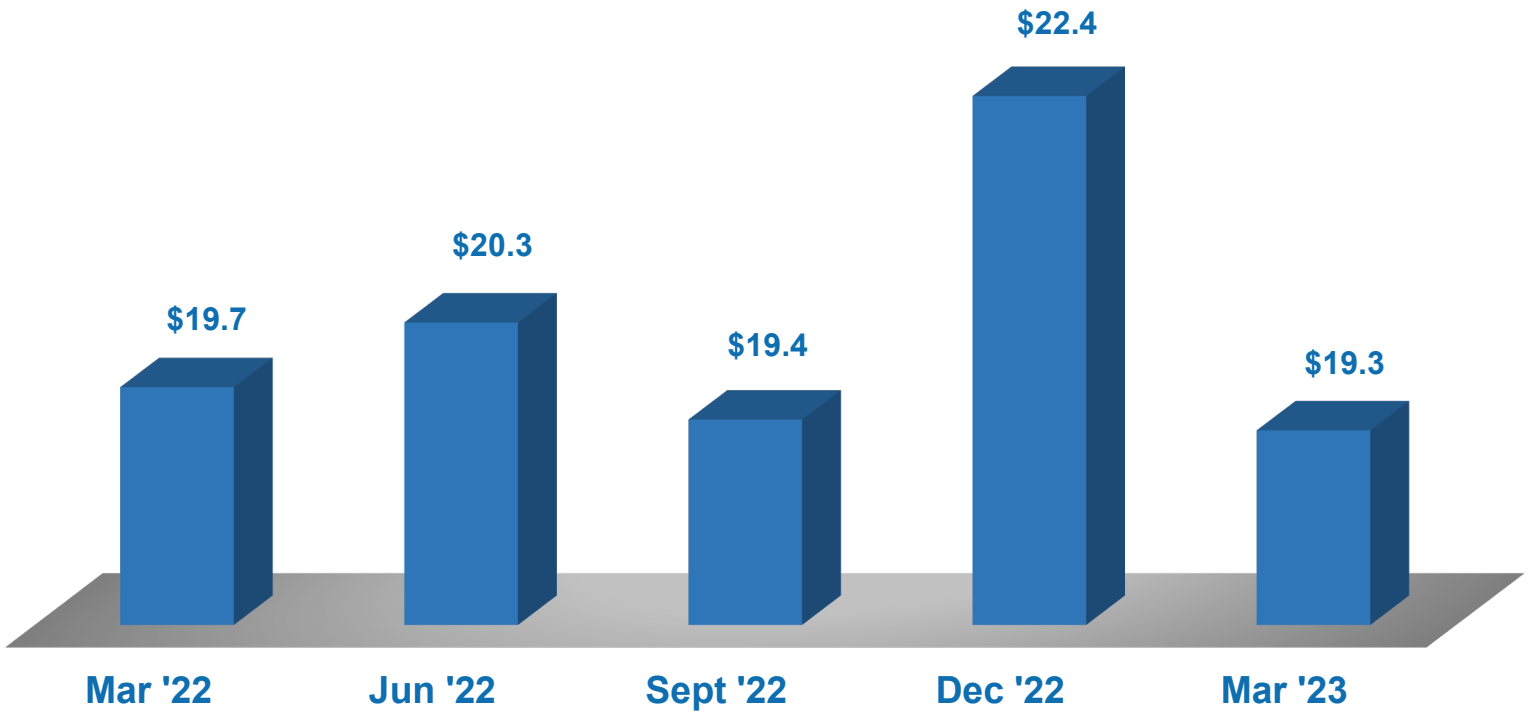
Financial data as of March 31, 2023

Earnings Per Share



Net Income

(in millions)

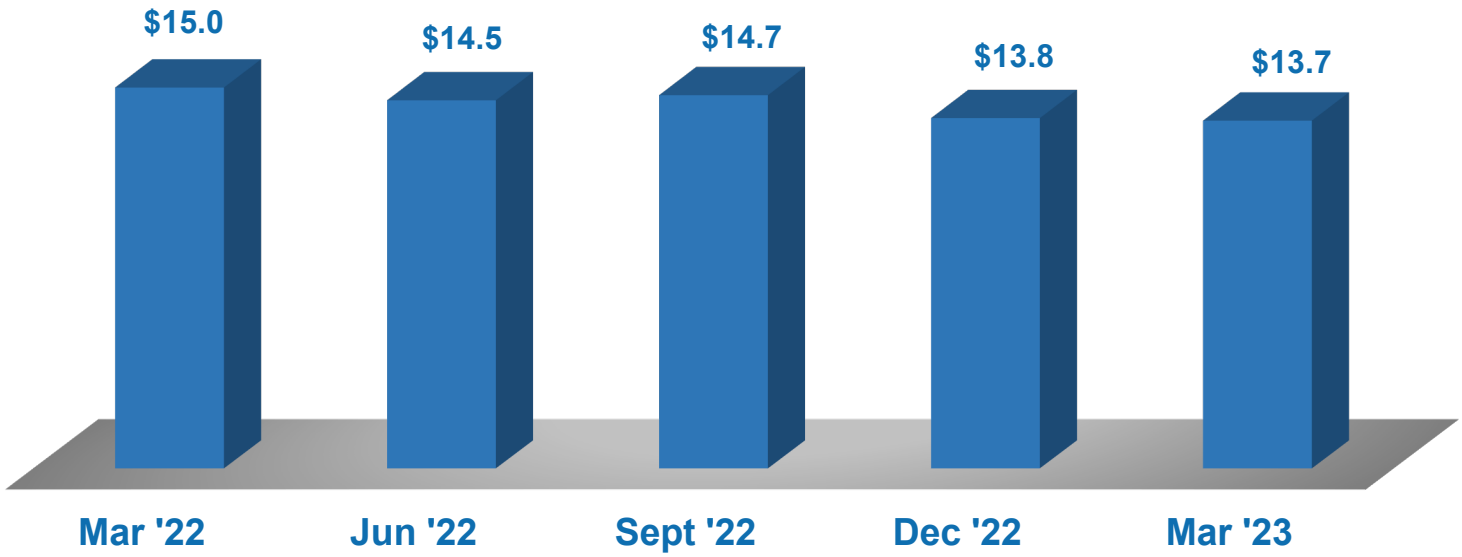


Earnings

- Net interest income for the quarter of $43.9 million was $0.8 million, or 1.8%, below prior quarter but $3.9 million, or 9.7%, above first quarter 2022.
- Provision for loan losses for the quarter of $1.1 million decreased $0.4 million from prior quarter but increased $0.2 million from prior year same quarter.
- Noninterest income for the quarter ended March 31, 2023 of $13.7 million was $0.1 million, or 0.6%, below prior quarter and $1.3 million, or 8.6% below prior year same quarter.
- Noninterest expense for the quarter ended March 31, 2023 of $31.9 million was $1.6 million, or 5.4%, above prior quarter and $2.5 million, or 8.6%, above prior year same quarter.

Noninterest Income

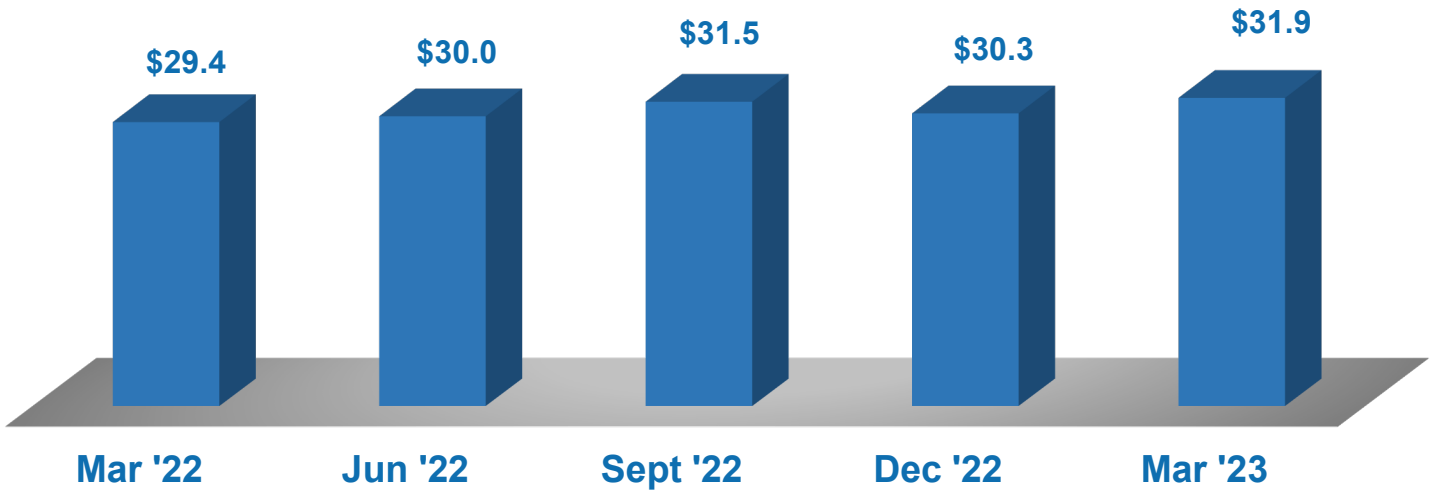
(in millions)



- YOY decrease primarily the result of a $1.2 million decrease in loan related fees due to the change in the fair market value of our mortgage servicing rights.

Noninterest Expense

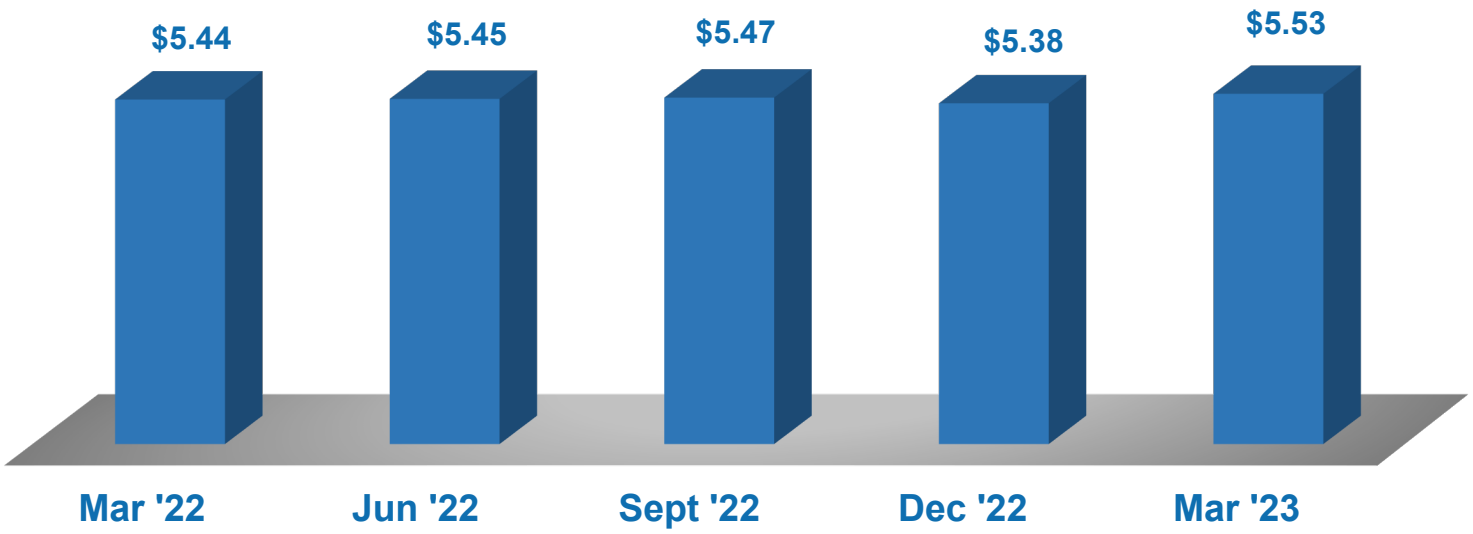
(in millions)



- Q-O-Q increase in personnel expense and occupancy and equipment
- Y-O-Y increase in personnel expense and FDIC insurance premiums

Total Assets

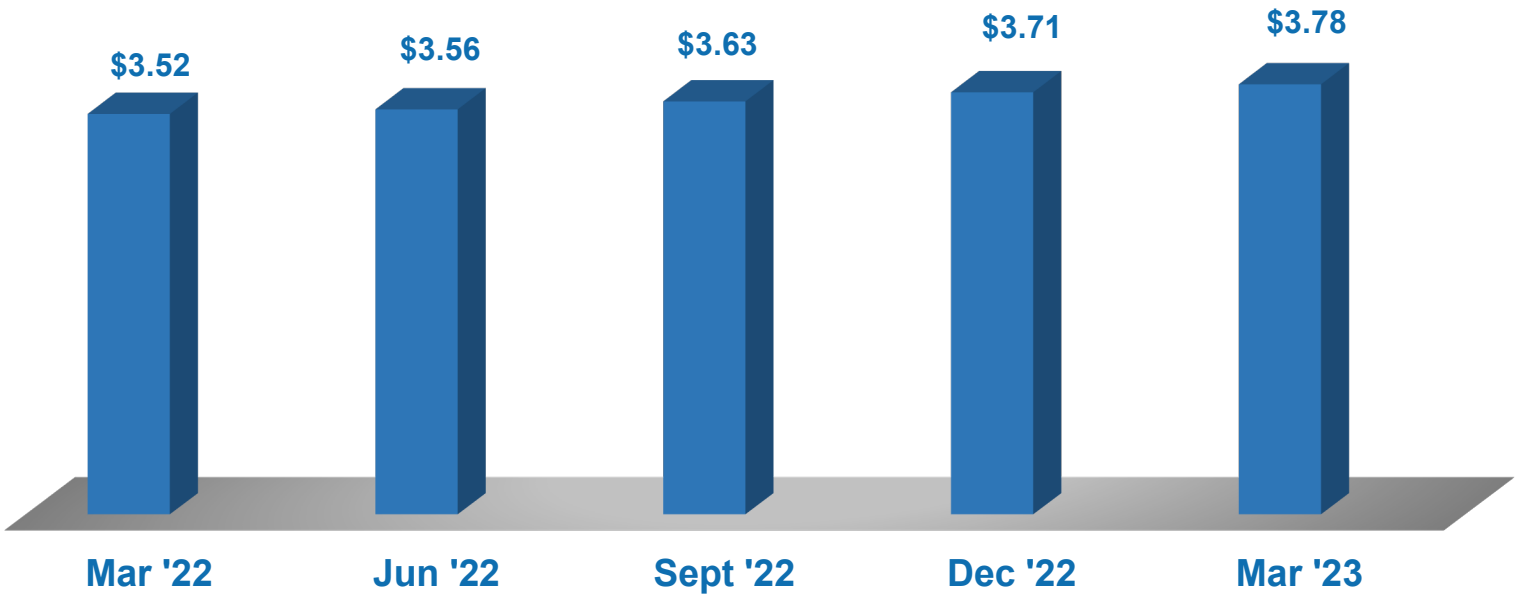
(in billions)



- Total assets at 3/31/23 increased $149.0 million, or an annualized 11.2%, during the first quarter
  - Loans increased $68.1 million
  - Investment portfolio decreased $14.9 million
  - Deposits in other banks increased $97.7 million
  - Deposits, including repurchase agreements, increased $110.6 million

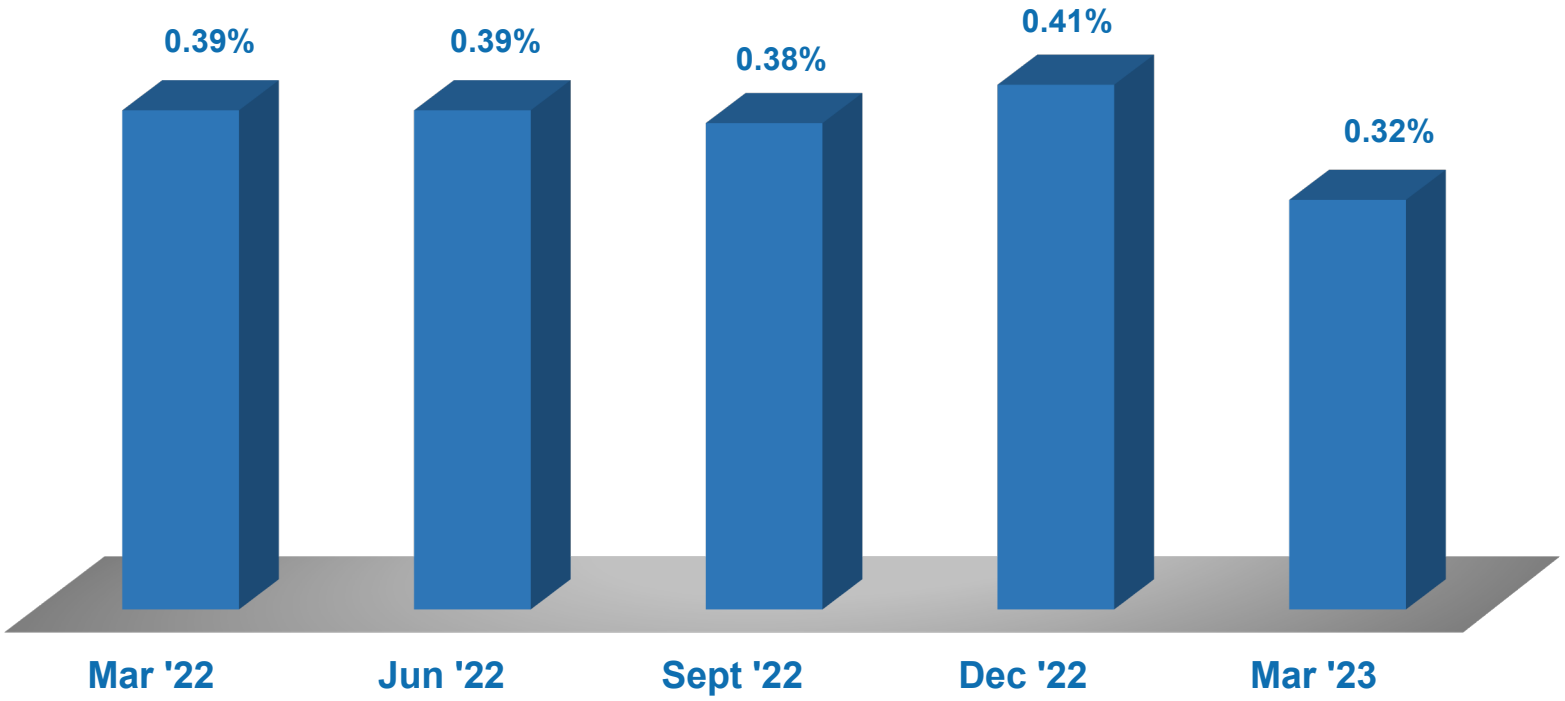
Total Loans

(in billions)

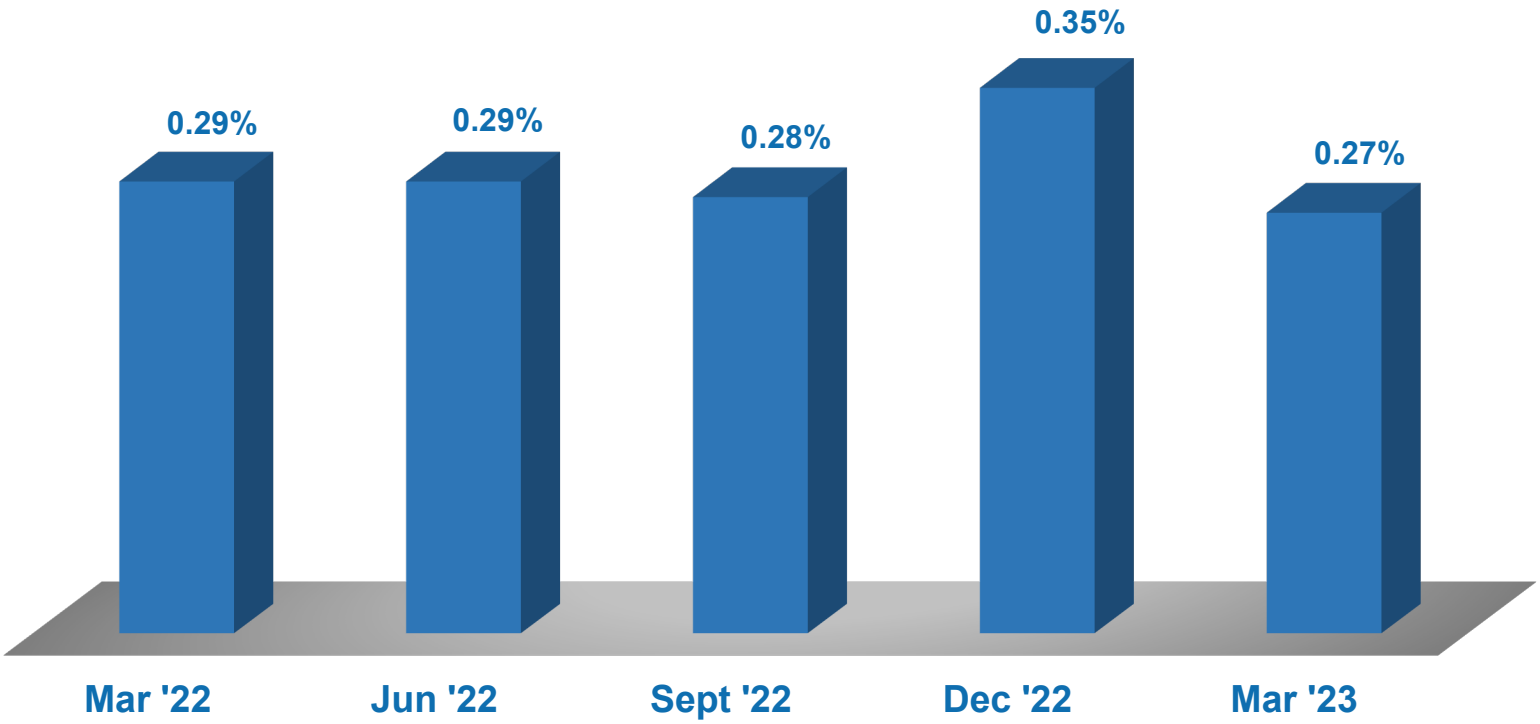


- Loan portfolio increased at an annualized rate of 7.4% during the quarter and 7.4% from prior year first quarter

Nonperforming Loans
as a % of Total Loans

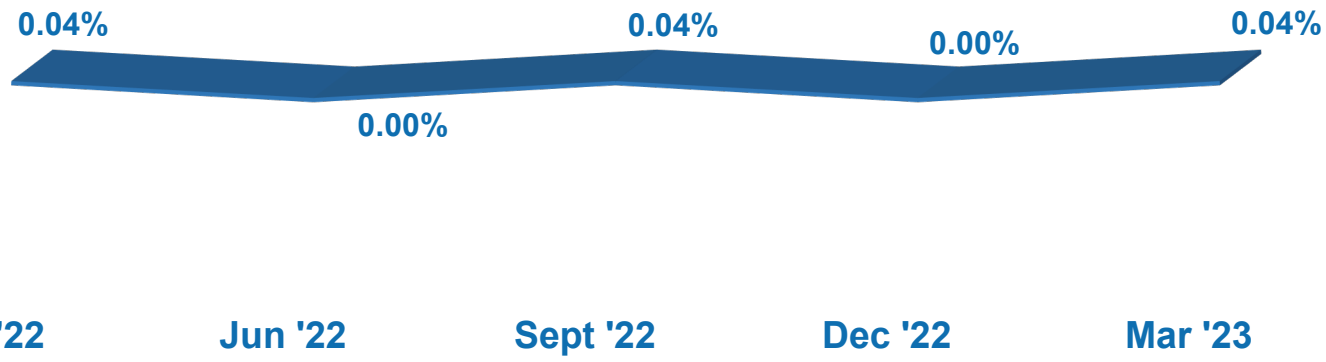


Nonperforming Assets
as a % of Total Assets



Net Charge-offs

as a % of Average Loans (annualized)

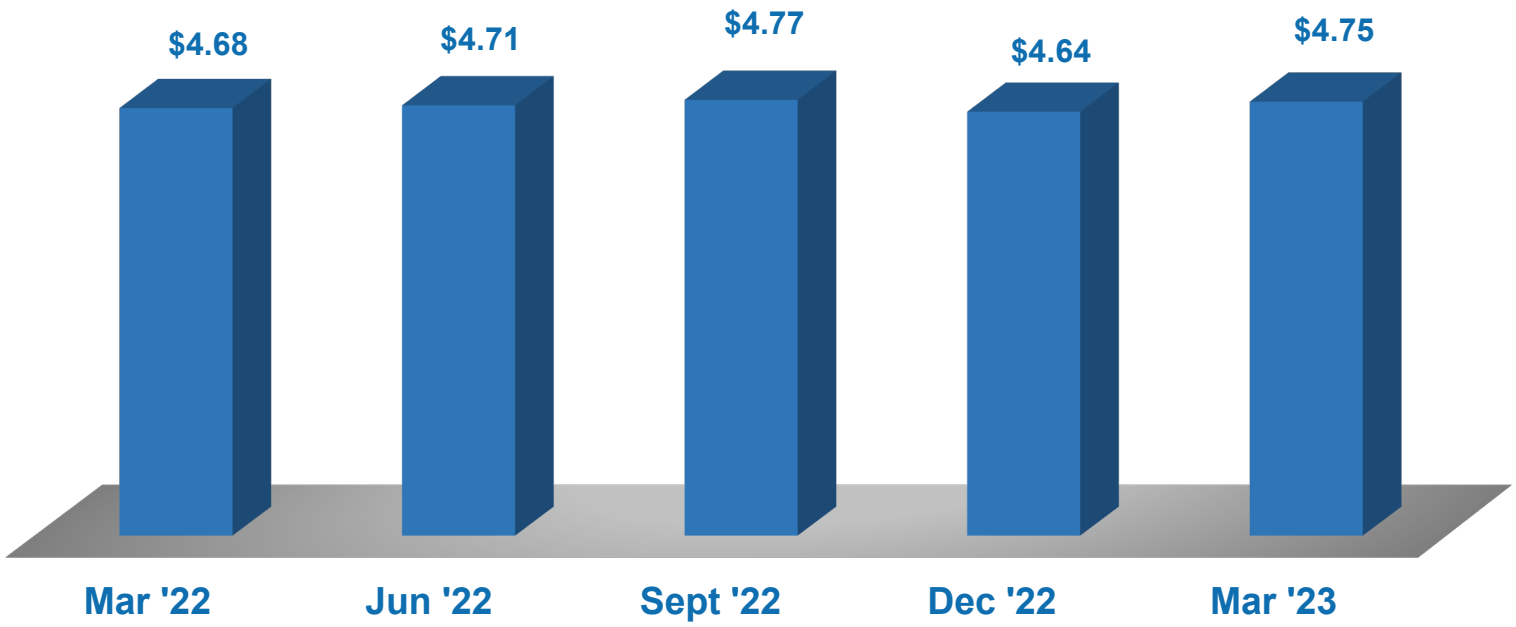


Allowance for Credit Losses

- Provision for loan losses for the quarter was $1.1 million, compared to $1.5 million for the quarter ended December 31, 2022 and $0.9 million for the first quarter 2022.
- Our reserve coverage (allowance for credit losses to nonperforming loans) at March 31, 2023 was 382.3% compared to 300.4% at December 31, 2022 and 309.1% at March 31, 2022.
- Our credit loss reserve as a percentage of total loans outstanding at March 31, 2023 remained at 1.24% from December 31, 2022 compared to 1.20% at March 31, 2022.

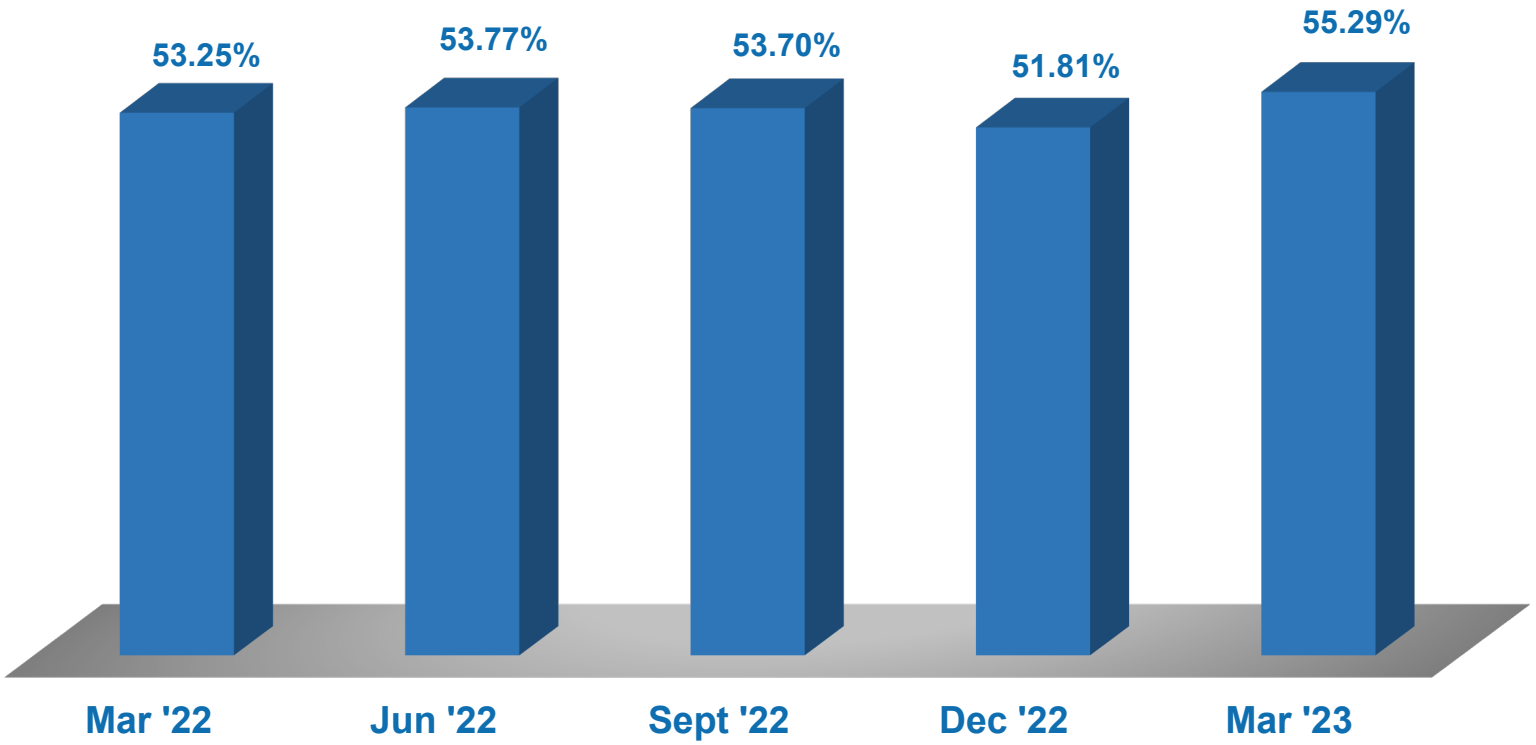
Total Deposits
including Repurchase Agreements

(in billions)



- Deposits, including repurchase agreements, increased an annualized 2.4% from prior quarter and 1.5% from prior year first quarter

Efficiency Ratio



Key Strategic Initiatives

Community Trust Bancorp, Inc.

Operational Priorities

- Build core earnings capacity
  - Quality loan growth
  - Low cost deposit growth
- Expansion and growth through acquisitions and new branches
- Manage net interest margin
- Operational efficiency
  - Expense control
  - Noninterest revenue growth
- Compliance management
- Increase noninterest income
  - Trust and wealth management
  - Brokerage
- Continuing focus on improving asset quality
- Continuing liquidation of other real estate owned portfolio

To Our Shareholders

Your management has a Strategic Plan for the performance and operations of your company. Success will be attained by the execution of this plan, not just by management, but by approximately 1,000 employees. The continuing support by you, our shareholders, by referring your friends, neighbors, and business associates to do business with your bank, is invaluable to the execution of our plans for the performance of your Company.

2023

ANNUAL SHAREHOLDERS' PRESENTATION



Dedicated to our Communities