



NEWS RELEASE

## Park National Corporation reports financial results for second quarter and first half of 2018

7/23/2018

NEWARK, Ohio, July 23, 2018 (GLOBE NEWSWIRE) -- Park National Corporation (Park) (NYSE American:PRK) today reported financial results for the second quarter and first half of 2018 (three and six months ended June 30, 2018). Park's board of directors also declared a quarterly cash dividend of \$0.96 per common share, payable on September 10, 2018 to common shareholders of record as of August 17, 2018.

Park's net income for the second quarter of 2018 was \$28.2 million, a 48.4 percent increase from \$19.0 million for the second quarter of 2017. Second quarter 2018 net income per diluted common share was \$1.83, compared to \$1.24 in the second quarter of 2017. Park's net income for the six months ended 2018 was \$59.4 million, a 51.1 percent increase from \$39.3 million for the six months ended 2017. Six months ended 2018 net income per diluted common share was \$3.85, compared to \$2.55 for the six months ended 2017. Increased net interest income, steady fee income, benefits from credit recoveries, decreased loan loss provision, federal tax changes, and other factors all contributed to Park's net income results in the second quarter.

"We continue to focus on long-term plans to fuel and sustain loan growth and strong overall performance," said Park Chief Executive Officer David L. Trautman. "We celebrated NewDominion Bank officially joining our organization on July 1st, and everyone is engaged in further fortifying that relationship and ensuring a smooth transition."

Park's community-banking subsidiary, The Park National Bank, reported net income of \$28.8 million for the second quarter of 2018, compared to \$20.2 million for the second quarter of 2017 and \$55.5 million for the six months

ended 2018, compared to \$41.6 million for the six months ended 2017.

Headquartered in Newark, Ohio, Park National Corporation had \$7.5 billion in total assets (as of June 30, 2018). With the addition of NewDominion Bank effective July 1, 2018, the Park organization now consists of 11 community bank divisions, a non-bank subsidiary and two specialty finance companies. Park's banking operations are conducted through Park subsidiary The Park National Bank and its divisions, which include Fairfield National Bank Division, Richland Bank Division, Century National Bank Division, First-Knox National Bank Division, United Bank, N.A. Division, Second National Bank Division, Security National Bank Division, Unity National Bank Division, The Park National Bank of Southwest Ohio & Northern Kentucky Division, and NewDominion Bank Division. The Park organization also includes Scope Leasing, Inc. (d.b.a. Scope Aircraft Finance), Guardian Financial Services Company (d.b.a. Guardian Finance Company) and SE Property Holdings, LLC.

Complete financial tables are listed below...

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Park National Corporation

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#### SAFE HARBOR STATEMENT UNDER THE PRIVATE SECURITIES LITIGATION REFORM ACT OF 1995

Park cautions that any forward-looking statements contained in this Current Report on Form 8-K or made by management of Park are provided to assist in the understanding of anticipated future financial performance. Forward-looking statements provide current expectations or forecasts of future events and are not guarantees of future performance. The forward-looking statements are based on management's expectations and are subject to a number of risks and uncertainties. Although management believes that the expectations reflected in such forward-looking statements are reasonable, actual results may differ materially from those expressed or implied in such statements. Risks and uncertainties that could cause actual results to differ materially include, without limitation: Park's ability to execute our business plan successfully and within the expected timeframe; general economic and financial market conditions, specifically in the real estate markets and the credit markets, either nationally or in the states in which Park and our subsidiaries do business, may experience a slowing or reversal of the recent economic expansion in addition to continuing residual effects of recessionary conditions and an uneven spread of positive impacts of recovery on the economy and our counterparties, resulting in adverse impacts on the demand for loan, deposit and other financial services, delinquencies, defaults and counterparties' ability to meet credit and other obligations; changes in interest rates and prices may adversely impact prepayment penalty income, mortgage banking income, the value of securities, loans, deposits and other financial instruments and the

interest rate sensitivity of our consolidated balance sheet as well as reduce interest margins and impact loan demand; changes in consumer spending, borrowing and saving habits, whether due to the newly-enacted tax reform legislation, changing business and economic conditions, legislative and regulatory initiatives, or other factors; changes in unemployment; changes in customers', suppliers', and other counterparties' performance and creditworthiness; asset/liability repricing risks and liquidity risks; our liquidity requirements could be adversely affected by changes to regulations governing bank and bank holding company capital and liquidity standards as well as by changes in our assets and liabilities; competitive factors among financial services organizations could increase significantly, including product and pricing pressures, changes to third-party relationships and our ability to attract, develop and retain qualified bank professionals; clients could pursue alternatives to bank deposits, causing us to lose a relatively inexpensive source of funding; uncertainty regarding the nature, timing, cost and effect of changes in banking regulations or other regulatory or legislative requirements affecting the respective businesses of Park and our subsidiaries, including major reform of the regulatory oversight structure of the financial services industry and changes in laws and regulations concerning taxes, pensions, bankruptcy, consumer protection, rent regulation and housing, financial accounting and reporting, environmental protection, insurance, bank products and services, bank capital and liquidity standards, fiduciary standards, securities and other aspects of the financial services industry, specifically the reforms provided for in the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 (the "Dodd-Frank Act") and the Basel III regulatory capital reforms, as well as regulations already adopted and which may be adopted in the future by the relevant regulatory agencies, including the Consumer Financial Protection Bureau, the Office of the Comptroller of the Currency, the Federal Deposit Insurance Corporation, and the Federal Reserve Board, to implement the Dodd-Frank Act's provisions, and the Basel III regulatory capital reforms; the effect of changes in accounting policies and practices, as may be adopted by the Financial Accounting Standards Board, the SEC, the Public Company Accounting Oversight Board and other regulatory agencies, and the accuracy of our assumptions and estimates used to prepare our financial statements; changes in law and policy accompanying the current presidential administration, including the recently-enacted Tax Cuts and Jobs Act, and uncertainty or speculation pending the enactment of such changes; uncertainties in Park's preliminary review of, and additional analysis of, the impact of the Tax Cuts and Jobs Act; the effect of healthcare laws in the United States and potential changes for such laws which may increase our healthcare and other costs and negatively impact our operations and financial results; significant changes in the tax laws, which may adversely affect the fair values of net deferred tax assets and obligations of state and political subdivisions held in Park's investment securities portfolio; the effect of trade, monetary, fiscal and other governmental policies of the U.S. federal government, including money supply and interest rate policies of the Federal Reserve Board; disruption in the liquidity and other functioning of U.S. financial markets; the impact on financial markets and the economy of any changes in the credit ratings of the U.S. Treasury obligations and other U.S. government-backed debt, as well as issues surrounding the levels of U.S., European and Asian government debt and concerns regarding the creditworthiness of certain sovereign governments, supranationals and financial institutions in Europe and Asia; the uncertainty surrounding the actions to be taken to implement the referendum by United Kingdom voters to exit

the European Union; our litigation and regulatory compliance exposure, including any adverse developments in legal proceedings or other claims and unfavorable resolution of regulatory and other governmental examinations or other inquiries; the adequacy of our risk management program; the impact of our ability to anticipate and respond to technological changes on our ability to respond to customer needs and meet competitive demands; the ability to secure confidential information and deliver products and services through the use of computer systems and telecommunications networks; a failure in or breach of our operational or security systems or infrastructure, or those of our third-party vendors and other service providers, resulting in failures or disruptions in customer account management, general ledger, deposit, loan, or other systems, including as a result of cyber attacks; operational issues stemming from and/or capital spending necessitated by, the potential need to adapt to industry changes in information technology systems on which Park and our subsidiaries are highly dependent; fraud, scams and schemes of third parties; the impact of widespread natural and other disasters, pandemics, dislocations, civil unrest, terrorist activities or international hostilities on the economy and financial markets generally or on us or our counterparties specifically; demand for loans in the respective market areas served by Park and our subsidiaries; the risk that the businesses of PNB and NewDominion Bank will not be integrated successfully following the recently-completed merger transaction involving Park, PNB and NewDominion Bank (the "NewDominion Transaction") or such integration may be more difficult, time-consuming or costly than expected; expected revenue synergies and cost savings from the NewDominion Transaction may not be fully realized within the expected timeframe; revenues following the NewDominion Transaction may be lower than expected; customer and employee relationships and business operations may be disrupted by the NewDominion Transaction; Park issued equity securities in the NewDominion Transaction, and may issue equity securities in connection with future acquisitions, which could cause ownership and economic dilution to Park's current shareholders; and other risk factors relating to the banking industry as detailed from time to time in Park's reports filed with the SEC including those described in "Item 1A. Risk Factors" of Part I of Park's Annual Report on Form 10-K for the fiscal year ended December 31, 2017. Park does not undertake, and specifically disclaims any obligation, to publicly release the results of any revisions that may be made to update any forward-looking statement to reflect the events or circumstances after the date on which the forward-looking statement was made, or reflect the occurrence of unanticipated events, except to the extent required by law.

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PARK NATIONAL CORPORATION  
 Financial Highlights  
 As of or for the three months ended June 30, 2018, March 31, 2018, and June 30, 2017

| (in thousands, except share and per share data) | 2018    | 2018    | 2017    | Percent change vs. |        |
|---|---------|---------|---------|--------------------|--------|
|   | 2nd QTR | 1st QTR | 2nd QTR | 1Q '18             | 2Q '17 |

INCOME STATEMENT:

|                            |           |           |           |         |         |
|----------------------------|-----------|-----------|-----------|---------|---------|
| Net interest income        | \$ 64,742 | \$ 64,850 | \$ 59,778 | (0.2%)  | 8.3%    |
| Provision for loan losses  | 1,386     | 260       | 4,581     | N.M.    | N.M.    |
| Other income               | 23,242    | 26,903    | 20,699    | (13.6%) | 12.3%   |
| Other expense              | 52,534    | 54,308    | 49,554    | (3.3%)  | 6.0%    |
| Income before income taxes | \$ 34,064 | \$ 37,185 | \$ 26,342 | (8.4%)  | 29.3%   |
| Federal income taxes       | 5,823     | 6,062     | 7,310     | (3.9%)  | (20.3%) |
| Net income                 | \$ 28,241 | \$ 31,123 | \$ 19,032 | (9.3%)  | 48.4%   |

MARKET DATA:

|  |            |            |            |        |        |
|--|------------|------------|------------|--------|--------|
| Earnings per common share - basic (b)        | \$ 1.85    | \$ 2.04    | \$ 1.24    | (9.3%) | 49.2%  |
| Earnings per common share - diluted (b)      | 1.83       | 2.02       | 1.24       | (9.4%) | 47.6%  |
| Cash dividends per common share              | 1.21       | 0.94       | 0.94       | 28.7%  | 28.7%  |
| Book value per common share at period end    | 49.51      | 49.20      | 49.18      | 0.6%   | 0.7%   |
| Market price per common share at period end  | 111.42     | 103.76     | 103.72     | 7.4%   | 7.4%   |
| Market capitalization at period end          | 1,699,277  | 1,587,642  | 1,586,613  | 7.0%   | 7.1%   |
| Weighted average common shares - basic (a)   | 15,285,532 | 15,288,332 | 15,297,085 | —%     | (0.1)% |
| Weighted average common shares - diluted (a) | 15,417,607 | 15,431,328 | 15,398,865 | (0.1)% | 0.1%   |
| Common shares outstanding at period end      | 15,251,095 | 15,301,103 | 15,297,080 | (0.3)% | (0.3)% |

PERFORMANCE RATIOS: (annualized)

|   |        |        |        |         |         |
|---|--------|--------|--------|---------|---------|
| Return on average assets (a)(b)               | 1.52%  | 1.69%  | 0.99%  | (10.1%) | 53.5%   |
| Return on average shareholders' equity (a)(b) | 15.02% | 16.84% | 10.13% | (10.8%) | 48.3%   |
| Yield on loans                                | 4.90%  | 4.94%  | 4.63%  | (0.8%)  | 5.8%    |
| Yield on investment securities                | 2.73%  | 2.62%  | 2.44%  | 4.2%    | 11.9%   |
| Yield on money markets                        | 1.99%  | 1.63%  | 1.05%  | 22.1%   | 89.5%   |
| Yield on earning assets                       | 4.39%  | 4.40%  | 4.02%  | (0.2%)  | 9.2%    |
| Cost of interest bearing deposits             | 0.64%  | 0.54%  | 0.44%  | 18.5%   | 45.5%   |
| Cost of borrowings                            | 1.84%  | 1.72%  | 2.38%  | 7.0%    | (22.7%) |
| Cost of paying liabilities                    | 0.79%  | 0.71%  | 0.80%  | 11.3%   | (1.3%)  |
| Net interest margin (g)                       | 3.81%  | 3.87%  | 3.42%  | (1.6%)  | 11.4%   |
| Efficiency ratio (g)                          | 59.23% | 58.74% | 60.68% | 0.8%    | (2.4%)  |

OTHER RATIOS (NON - GAAP):

|  |          |          |          |         |       |
|--|----------|----------|----------|---------|-------|
| Annualized return on average tangible assets (a)(b)(e) | 1.53%    | 1.71%    | 1.00%    | (10.5%) | 53.0% |
| Annualized return on average tangible equity (a)(b)(c) | 16.61%   | 18.64%   | 11.21%   | (10.9%) | 48.2% |
| Tangible book value per share (d)                      | \$ 44.77 | \$ 44.47 | \$ 44.45 | 0.7%    | 0.7%  |

N.M. - Not meaningful

Note: Explanations for footnotes (a) - (g) are

included at the end of the financial highlights.

PARK NATIONAL CORPORATION  
 Financial Highlights (continued)  
 As of or for the three months ended June 30, 2018, March  
 31, 2018, and June 30, 2017

| BALANCE SHEET:   |                  |                   |                  | Percent<br>change vs. |         |
|--|------------------|-------------------|------------------|-----------------------|---------|
|  | June 30,<br>2018 | March 31,<br>2018 | June 30,<br>2017 | 1Q '18                | 2Q '17  |
| Investment securities  | \$1,513,238      | \$1,464,356       | \$1,579,934      | 3.3%                  | (4.2%)  |
| Loans  | 5,324,974        | 5,292,349         | 5,365,437        | 0.6%                  | (0.8%)  |
| Allowance for loan losses  | 49,452           | 48,969            | 53,822           | 1.0%                  | (8.1%)  |
| Goodwill   | 72,334           | 72,334            | 72,334           | —%                    | —%      |
| Other real estate owned (OREO)   | 5,729            | 9,055             | 14,881           | (36.7%)               | (61.5%) |
| Total assets   | 7,462,156        | 7,518,970         | 7,832,092        | (0.8%)                | (4.7%)  |
| Total deposits   | 6,015,844        | 6,084,294         | 5,961,576        | (1.1%)                | 0.9%    |
| Borrowings   | 631,139          | 624,090           | 1,046,176        | 1.1%                  | (39.7%) |
| Total shareholders' equity   | 755,088          | 752,774           | 752,248          | 0.3%                  | 0.4%    |
| Tangible equity (d)  | 682,754          | 680,440           | 679,914          | 0.3%                  | 0.4%    |
| Nonperforming loans  | 98,867           | 86,205            | 110,904          | 14.7%                 | (10.9%) |
| Nonperforming assets   | 104,596          | 99,117            | 125,785          | 5.5%                  | (16.8%) |
| ASSET QUALITY RATIOS:  |                  |                   |                  |                       |         |
| Loans as a % of period end total assets  | 71.36%           | 70.39%            | 68.51%           | 1.4%                  | 4.2%    |
| Nonperforming loans as a % of period end<br>loans                                      | 1.86%            | 1.63%             | 2.07%            | 14.1%                 | (10.1%) |
| Nonperforming assets as a % of period end<br>loans + OREO + other nonperforming assets | 1.96%            | 1.87%             | 2.34%            | 4.8%                  | (16.2%) |
| Allowance for loan losses as a % of period end<br>loans                                | 0.93%            | 0.93%             | 1.00%            | —%                    | (7.0%)  |
| Net loan charge-offs   | \$ 903           | \$ 1,279          | \$ 681           | (29.4%)               | 32.6%   |
| Annualized net loan charge-offs as a % of<br>average loans (a)                         | 0.07%            | 0.10%             | 0.05%            | (30.0%)               | 40.0%   |
| CAPITAL & LIQUIDITY:   |                  |                   |                  |                       |         |
| Total shareholders' equity / Period end total<br>assets                                | 10.12%           | 10.01%            | 9.60%            | 1.1%                  | 5.4%    |
| Tangible equity (d) / Tangible assets (f)  | 9.24%            | 9.14%             | 8.76%            | 1.1%                  | 5.5%    |
| Average shareholders' equity / Average assets<br>(a)                                   | 10.11%           | 10.06%            | 9.74%            | 0.5%                  | 3.8%    |

|  |        |        |        |        |        |
|--|--------|--------|--------|--------|--------|
| Average shareholders' equity / Average loans (a) | 14.26% | 14.14% | 14.14% | 0.8%   | 0.8%   |
| Average loans / Average deposits (a)             | 88.23% | 89.39% | 90.21% | (1.3%) | (2.2%) |

PARK NATIONAL CORPORATION  
Financial Highlights  
Six months ended June 30, 2018 and 2017

| (in thousands, except share and per share data)             | 2018<br>Six months<br>ended June 30 | 2017<br>Six months<br>ended June 30 | Percent<br>change vs '17 |
|---|-------------------------------------|-------------------------------------|--------------------------|
| <b>INCOME STATEMENT:</b>                                    |                                     |                                     |                          |
| Net interest income   | \$ 129,592                          | \$ 118,730                          | 9.1%                     |
| Provision for loan losses                                   | 1,646                               | 5,457                               | (69.8) %                 |
| Other income  | 50,145                              | 39,654                              | 26.5%                    |
| Other expense   | 106,842                             | 98,464                              | 8.5%                     |
| Income before income taxes                                  | \$ 71,249                           | \$ 54,463                           | 30.8%                    |
| Income taxes  | 11,885                              | 15,164                              | (21.6)%                  |
| Net income  | \$ 59,364                           | \$ 39,299                           | 51.1%                    |
| <b>MARKET DATA:</b>   |                                     |                                     |                          |
| Earnings per common share - basic (b)                       | \$ 3.88                             | \$ 2.57                             | 51.0%                    |
| Earnings per common share - diluted (b)                     | 3.85                                | 2.55                                | 51.0%                    |
| Cash dividends per common share                             | 2.15                                | 1.88                                | 14.4%                    |
| Weighted average common shares - basic (a)                  | 15,286,932                          | 15,304,572                          | (0.1)%                   |
| Weighted average common shares - diluted (a)                | 15,424,585                          | 15,415,765                          | 0.1%                     |
| <b>PERFORMANCE RATIOS: (annualized)</b>                     |                                     |                                     |                          |
| Return on average assets (a)(b)                             | 1.61%                               | 1.04%                               | 54.8%                    |
| Return on average shareholders' equity (a)(b)               | 15.92%                              | 10.58%                              | 50.5%                    |
| Yield on loans  | 4.92%                               | 4.63%                               | 6.3%                     |
| Yield on investment securities                              | 2.68%                               | 2.43%                               | 10.3%                    |
| Yield on money markets                                      | 1.76%                               | 0.99%                               | 77.8%                    |
| Yield on earning assets                                     | 4.39%                               | 4.04%                               | 8.7%                     |
| Cost of interest bearing deposits                           | 0.59%                               | 0.40%                               | 47.5%                    |
| Cost of borrowings  | 1.78%                               | 2.37%                               | (24.9) %                 |
| Cost of paying liabilities                                  | 0.75%                               | 0.78%                               | (3.8) %                  |
| Net interest margin (g)                                     | 3.84%                               | 3.46%                               | 11.0%                    |
| Efficiency ratio (g)  | 58.98%                              | 61.30%                              | (3.8) %                  |
| <b>ASSET QUALITY RATIOS:</b>                                |                                     |                                     |                          |
| Net loan charge-offs  | 2,182                               | 2,259                               | (3.4) %                  |
| Annualized net loan charge-offs as a % of average loans (a) | 0.08%                               | 0.09%                               | (11.1) %                 |

|   |        |        |         |
|---|--------|--------|---------|
| CAPITAL & LIQUIDITY:                              |        |        |         |
| Average shareholders' equity / Average assets (a) | 10.08% | 9.79%  | 3.0%    |
| Average shareholders' equity / Average loans (a)  | 14.20% | 14.12% | 0.6%    |
| Average loans / Average deposits (a)              | 88.80% | 91.31% | (2.7) % |

OTHER RATIOS (NON - GAAP):

|  |        |        |       |
|--|--------|--------|-------|
| Annualized return on average tangible assets (a)<br>(b)(e) | 1.62%  | 1.05%  | 54.3% |
| Annualized return on average tangible equity (a)<br>(b)(c) | 17.62% | 11.72% | 50.3% |

N.M. - Not meaningful

Note: Explanations (a) - (g) are included at the end of the financial highlights.

PARK NATIONAL CORPORATION  
Financial Highlights (continued)

(a) Averages are for the three months ended June 30, 2018, March 31, 2018 and June 30, 2017 and the six months ended June 30, 2018 and June 30, 2017.

(b) Reported measure uses net income.

(c) Net income for each period divided by average tangible equity during the period. Average tangible equity equals average shareholders' equity during the applicable period less average goodwill during the applicable period.

RECONCILIATION OF AVERAGE SHAREHOLDERS' EQUITY TO AVERAGE TANGIBLE EQUITY:

|                              | THREE MONTHS ENDED |                   |                  | SIX MONTHS ENDED |                  |
|------------------------------|--------------------|-------------------|------------------|------------------|------------------|
|                              | June 30,<br>2018   | March 31,<br>2018 | June 30,<br>2017 | June 30,<br>2018 | June 30,<br>2017 |
| AVERAGE SHAREHOLDERS' EQUITY | \$ 754,101         | \$ 749,627        | \$ 753,373       | \$ 751,876       | \$ 748,732       |
| Less: Average goodwill       | 72,334             | 72,334            | 72,334           | 72,334           | 72,334           |
| AVERAGE TANGIBLE EQUITY      | \$ 681,767         | \$ 677,293        | \$ 681,039       | \$ 679,542       | \$ 676,398       |

(d) Tangible equity divided by common shares outstanding at period end. Tangible equity equals total shareholders' equity less goodwill, in each case at the end of the period.

RECONCILIATION OF TOTAL SHAREHOLDERS' EQUITY TO TANGIBLE EQUITY:

|                 | June 30,<br>2018           | March 31,<br>2018 | June 30,<br>2017 |
|-----------------|----------------------------|-------------------|------------------|
|                 | TOTAL SHAREHOLDERS' EQUITY | \$ 755,088        | \$ 752,774       |
| Less: Goodwill  | 72,334                     | 72,334            | 72,334           |
| TANGIBLE EQUITY | \$ 682,754                 | \$ 680,440        | \$ 679,914       |

(e) Net income for each period divided by average tangible assets during the period. Average tangible assets equals average assets less average goodwill, in each case during the applicable

period.

RECONCILIATION OF AVERAGE ASSETS TO AVERAGE TANGIBLE ASSETS:

|                         | THREE MONTHS ENDED |                   |                  | SIX MONTHS ENDED |                  |
|-------------------------|--------------------|-------------------|------------------|------------------|------------------|
|                         | June 30,<br>2018   | March 31,<br>2018 | June 30,<br>2017 | June 30,<br>2018 | June 30,<br>2017 |
| AVERAGE ASSETS          | \$7,459,748        | \$7,455,065       | \$7,736,884      | \$7,457,419      | \$7,648,777      |
| Less: Average goodwill  | 72,334             | 72,334            | 72,334           | 72,334           | 72,334           |
| AVERAGE TANGIBLE ASSETS | \$7,387,414        | \$7,382,731       | \$7,664,550      | \$7,385,085      | \$7,576,443      |

(f) Tangible equity divided by tangible assets. Tangible assets equals total assets less goodwill, in each case at the end of the period.

RECONCILIATION OF TOTAL ASSETS TO TANGIBLE ASSETS:

|                 | June 30,<br>2018 | March 31,<br>2018 | June 30,<br>2017 |
|-----------------|------------------|-------------------|------------------|
| TOTAL ASSETS    | \$7,462,156      | \$7,518,970       | \$7,832,092      |
| Less: Goodwill  | 72,334           | 72,334            | 72,334           |
| TANGIBLE ASSETS | \$7,389,822      | \$7,446,636       | \$7,759,758      |

(g) Efficiency ratio is calculated by dividing total other expense by the sum of fully taxable equivalent net interest income and other income. Fully taxable equivalent net interest income reconciliation is shown below assuming a 21% corporate federal tax rate for 2018 and a 35% corporate federal tax rate for 2017. Additionally, net interest margin is calculated on a fully taxable equivalent basis by dividing fully taxable equivalent net interest income by average interest earning assets.

RECONCILIATION OF FULLY TAXABLE EQUIVALENT NET INTEREST INCOME TO NET INTEREST INCOME

|  | THREE MONTHS ENDED |                   |                  | SIX MONTHS ENDED |                  |
|--|--------------------|-------------------|------------------|------------------|------------------|
|  | June 30,<br>2018   | March 31,<br>2018 | June 30,<br>2017 | June 30,<br>2018 | June 30,<br>2017 |
| Interest income                              | \$74,691           | \$73,714          | \$70,476         | \$148,405        | \$139,231        |
| Fully taxable equivalent adjustment          | 705                | 701               | 1,185            | 1,406            | 2,248            |
| Fully taxable equivalent interest income     | \$75,396           | \$74,415          | \$71,661         | \$149,811        | \$141,479        |
| Interest expense                             | 9,949              | 8,864             | 10,698           | 18,813           | 20,501           |
| Fully taxable equivalent net interest income | \$65,447           | \$65,551          | \$60,963         | \$130,998        | \$120,978        |

PARK NATIONAL CORPORATION  
Consolidated Statements of Income

| (in thousands, except share and per share data) | Three Months Ended |                  | Six Months Ended |                  |
|---|--------------------|------------------|------------------|------------------|
|   | June 30,<br>2018   | June 30,<br>2017 | June 30,<br>2018 | June 30,<br>2017 |

|   |            |            |            |            |
|---|------------|------------|------------|------------|
| Interest income:  |            |            |            |            |
| Interest and fees on loans  | \$ 64,496  | \$ 61,222  | 128,898    | 121,130    |
| Interest on:  |            |            |            |            |
| Obligations of U.S. Government, its agencies and other securities - taxable | 7,746      | 6,892      | 14,513     | 14,030     |
| Obligations of states and political subdivisions - tax-exempt               | 2,178      | 1,664      | 4,352      | 3,124      |
| Other interest income   | 271        | 698        | 642        | 947        |
| Total interest income   | 74,691     | 70,476     | 148,405    | 139,231    |
| Interest expense:   |            |            |            |            |
| Interest on deposits:   |            |            |            |            |
| Demand and savings deposits   | 4,107      | 2,291      | 7,397      | 3,905      |
| Time deposits   | 2,886      | 2,457      | 5,437      | 4,618      |
| Interest on borrowings  | 2,956      | 5,950      | 5,979      | 11,978     |
| Total interest expense  | 9,949      | 10,698     | 18,813     | 20,501     |
| Net interest income   | 64,742     | 59,778     | 129,592    | 118,730    |
| Provision for loan losses   | 1,386      | 4,581      | 1,646      | 5,457      |
| Net interest income after provision for loan losses                         | 63,356     | 55,197     | 127,946    | 113,273    |
| Other income  | 23,242     | 20,699     | 50,145     | 39,654     |
| Other expense   | 52,534     | 49,554     | 106,842    | 98,464     |
| Income before income taxes  | 34,064     | 26,342     | 71,249     | 54,463     |
| Federal income taxes  | 5,823      | 7,310      | 11,885     | 15,164     |
| Net income  | \$ 28,241  | \$ 19,032  | 59,364     | 39,299     |
| Per Common Share:   |            |            |            |            |
| Net income - basic  | \$ 1.85    | \$ 1.24    | \$ 3.88    | \$ 2.57    |
| Net income - diluted  | \$ 1.83    | \$ 1.24    | \$ 3.85    | \$ 2.55    |
| Weighted average shares - basic   | 15,285,532 | 15,297,085 | 15,286,932 | 15,304,572 |
| Weighted average shares - diluted   | 15,417,607 | 15,398,865 | 15,424,585 | 15,415,765 |
| Cash Dividends Declared   | \$ 1.21    | \$ 0.94    | \$ 2.15    | \$ 1.88    |

PARK NATIONAL CORPORATION  
Consolidated Balance Sheets

June 30. December

| (in thousands, except share data)  | 2018               | 31, 2017           |
|--|--------------------|--------------------|
| <b>Assets</b>  |                    |                    |
| Cash and due from banks  | \$ 122,915         | \$ 131,946         |
| Money market instruments   | 23,244             | 37,166             |
| Investment securities  | 1,513,238          | 1,512,824          |
| Loans  | 5,324,974          | 5,372,483          |
| Allowance for loan losses  | (49,452)           | (49,988)           |
| Loans, net   | 5,275,522          | 5,322,495          |
| Bank premises and equipment, net   | 55,555             | 55,901             |
| Goodwill   | 72,334             | 72,334             |
| Other real estate owned  | 5,729              | 14,190             |
| Other assets   | 393,619            | 390,764            |
| <b>Total assets</b>  | <b>\$7,462,156</b> | <b>\$7,537,620</b> |
| <b>Liabilities and Shareholders' Equity</b>  |                    |                    |
| <b>Deposits:</b>   |                    |                    |
| Noninterest bearing  | \$1,591,962        | \$1,633,941        |
| Interest bearing   | 4,423,882          | 4,183,385          |
| <b>Total deposits</b>  | <b>6,015,844</b>   | <b>5,817,326</b>   |
| Borrowings   | 631,139            | 906,289            |
| Other liabilities  | 60,085             | 57,904             |
| <b>Total liabilities</b>   | <b>\$6,707,068</b> | <b>\$6,781,519</b> |
| <b>Shareholders' Equity:</b>   |                    |                    |
| Preferred shares (200,000 shares authorized; no shares outstanding at June 30, 2018 and December 31, 2017)   | \$ —               | \$ —               |
| Common shares (No par value; 20,000,000 shares authorized in 2018 and 2017; 16,150,732 shares issued at June 30, 2018 and 16,150,752 shares issued at December 31, 2017) | 308,144            | 307,726            |
| Accumulated other comprehensive loss, net of taxes   | (55,009)           | (26,454)           |
| Retained earnings  | 593,512            | 561,908            |
| Treasury shares (899,637 shares at June 30, 2018 and 862,558 at December 31, 2017)   | (91,559)           | (87,079)           |
| <b>Total shareholders' equity</b>  | <b>\$ 755,088</b>  | <b>\$ 756,101</b>  |
| <b>Total liabilities and shareholders' equity</b>  | <b>\$7,462,156</b> | <b>\$7,537,620</b> |

PARK NATIONAL CORPORATION  
Consolidated Average Balance Sheets

| Three Months Ended<br>June 30, | Six Months Ended<br>June 30, |
|--------------------------------|------------------------------|
|--------------------------------|------------------------------|

| (in thousands)                   | 2018               | 2017               | 2018               | 2017               |
|----------------------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Assets</b>                    |                    |                    |                    |                    |
| Cash and due from banks          | \$ 118,870         | \$ 108,317         | \$ 118,561         | \$ 113,931         |
| Money market instruments         | 54,551             | 265,791            | 73,437             | 192,800            |
| Investment securities            | 1,506,699          | 1,553,811          | 1,478,564          | 1,559,861          |
| Loans                            | 5,289,056          | 5,327,114          | 5,295,814          | 5,302,961          |
| Allowance for loan losses        | (49,750)           | (50,700)           | (50,168)           | (50,771)           |
| Loans, net                       | 5,239,306          | 5,276,414          | 5,245,646          | 5,252,190          |
| Bank premises and equipment, net | 56,109             | 56,949             | 56,307             | 57,407             |
| Goodwill                         | 72,334             | 72,334             | 72,334             | 72,334             |
| Other real estate owned          | 8,416              | 14,460             | 10,962             | 14,104             |
| Other assets                     | 403,463            | 388,808            | 401,608            | 386,150            |
| <b>Total assets</b>              | <b>\$7,459,748</b> | <b>\$7,736,884</b> | <b>\$7,457,419</b> | <b>\$7,648,777</b> |

#### Liabilities and Shareholders' Equity

|  |                    |                    |                    |                    |
|--|--------------------|--------------------|--------------------|--------------------|
| <b>Deposits:</b>                                   |                    |                    |                    |                    |
| Noninterest bearing                                | \$1,602,228        | \$1,534,272        | \$1,585,742        | \$1,516,910        |
| Interest bearing                                   | 4,392,733          | 4,370,710          | 4,378,091          | 4,290,900          |
| <b>Total deposits</b>                              | <b>5,994,961</b>   | <b>5,904,982</b>   | <b>5,963,833</b>   | <b>5,807,810</b>   |
| Borrowings   | 645,909            | 1,003,505          | 678,296            | 1,019,005          |
| Other liabilities                                  | 64,777             | 75,024             | 63,414             | 73,230             |
| <b>Total liabilities</b>                           | <b>\$6,705,647</b> | <b>\$6,983,511</b> | <b>\$6,705,543</b> | <b>\$6,900,045</b> |
| <b>Shareholders' Equity:</b>                       |                    |                    |                    |                    |
| Preferred shares                                   | \$ —               | \$ —               | \$ —               | \$ —               |
| Common shares                                      | 307,689            | 305,892            | 307,714            | 305,900            |
| Accumulated other comprehensive loss, net of taxes | (54,184)           | (13,814)           | (47,965)           | (15,514)           |
| Retained earnings                                  | 588,170            | 547,547            | 579,448            | 543,763            |
| Treasury shares                                    | (87,574)           | (86,252)           | (87,321)           | (85,417)           |
| <b>Total shareholders' equity</b>                  | <b>\$ 754,101</b>  | <b>\$ 753,373</b>  | <b>\$ 751,876</b>  | <b>\$ 748,732</b>  |
| <b>Total liabilities and shareholders' equity</b>  | <b>\$7,459,748</b> | <b>\$7,736,884</b> | <b>\$7,457,419</b> | <b>\$7,648,777</b> |

#### PARK NATIONAL CORPORATION Consolidated Statements of Income - Linked Quarters

|                                       | 2018     | 2018     | 2017     | 2017     | 2017     |
|---------------------------------------|----------|----------|----------|----------|----------|
| (in thousands, except per share data) | 2nd      | 1st QTR  | 4th QTR  | 3rd QTR  | 2nd      |
|                                       | QTR      |          | QTR      | QTR      | QTR      |
| <b>Interest income:</b>               |          |          |          |          |          |
| Interest and fees on loans            | \$64,496 | \$64,402 | \$64,447 | \$63,110 | \$61,222 |
| Interest on:                          |          |          |          |          |          |

|   |                 |                 |                 |                 |                 |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|
| Obligations of U.S. Government, its agencies and other securities - taxable | 7,746           | 6,767           | 6,653           | 6,757           | 6,892           |
| Obligations of states and political subdivisions - tax-exempt               | 2,178           | 2,174           | 2,112           | 1,974           | 1,664           |
| Other interest income   | 271             | 371             | 757             | 1,383           | 698             |
| <b>Total interest income</b>  | <b>74,691</b>   | <b>73,714</b>   | <b>73,969</b>   | <b>73,224</b>   | <b>70,476</b>   |
| Interest expense:   |                 |                 |                 |                 |                 |
| Interest on deposits:   |                 |                 |                 |                 |                 |
| Demand and savings deposits   | 4,107           | 3,290           | 2,677           | 2,882           | 2,291           |
| Time deposits   | 2,886           | 2,551           | 2,490           | 2,521           | 2,457           |
| Interest on borrowings  | 2,956           | 3,023           | 5,324           | 6,270           | 5,950           |
| <b>Total interest expense</b>   | <b>9,949</b>    | <b>8,864</b>    | <b>10,491</b>   | <b>11,673</b>   | <b>10,698</b>   |
| <b>Net interest income</b>  | <b>64,742</b>   | <b>64,850</b>   | <b>63,478</b>   | <b>61,551</b>   | <b>59,778</b>   |
| Provision for (recovery of) loan losses                                     | 1,386           | 260             | (183)           | 3,283           | 4,581           |
| <b>Net interest income after provision for (recovery of) loan losses</b>    | <b>63,356</b>   | <b>64,590</b>   | <b>63,661</b>   | <b>58,268</b>   | <b>55,197</b>   |
| Other income  | 23,242          | 26,903          | 23,238          | 23,537          | 20,699          |
| Other expense   | 52,534          | 54,308          | 53,439          | 51,259          | 49,554          |
| <b>Income before income taxes</b>   | <b>34,064</b>   | <b>37,185</b>   | <b>33,460</b>   | <b>30,546</b>   | <b>26,342</b>   |
| Federal income taxes  | 5,823           | 6,062           | 10,629          | 8,434           | 7,310           |
| <b>Net income</b>   | <b>\$28,241</b> | <b>\$31,123</b> | <b>\$22,831</b> | <b>\$22,112</b> | <b>\$19,032</b> |
| Per Common Share:   |                 |                 |                 |                 |                 |
| Net income - basic  | \$ 1.85         | \$ 2.04         | \$ 1.49         | \$ 1.45         | \$ 1.24         |
| Net income - diluted  | \$ 1.83         | \$ 2.02         | \$ 1.48         | \$ 1.44         | \$ 1.24         |

PARK NATIONAL CORPORATION  
Detail of other income and other expense - Linked Quarters

| (in thousands)                   | 2018<br>2nd QTR | 2018<br>1st QTR | 2017<br>4th QTR | 2017<br>3rd QTR | 2017<br>2nd QTR |
|----------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Other income:                    |                 |                 |                 |                 |                 |
| Income from fiduciary activities | \$ 6,666        | \$ 6,395        | \$ 6,264        | \$ 5,932        | \$ 6,025        |
| Service charges on deposits      | 2,826           | 2,922           | 3,142           | 3,216           | 3,156           |

|  |                  |                  |                  |                  |                  |
|--|------------------|------------------|------------------|------------------|------------------|
| Other service income                             | 3,472            | 4,172            | 3,554            | 3,357            | 3,447            |
| Checkcard fee income                             | 4,382            | 4,002            | 4,023            | 3,974            | 4,040            |
| Bank owned life insurance income                 | 1,031            | 1,009            | 1,068            | 1,573            | 1,114            |
| ATM fees   | 510              | 524              | 545              | 605              | 561              |
| OREO valuation adjustments                       | (114)            | (207)            | (91)             | (22)             | (272)            |
| (Loss) gain on the sale of OREO, net             | (147)            | 4,321            | 47               | 51               | 53               |
| Net (loss) gain on sale of investment securities | —                | (2,271)          | 1,794            | —                | 27               |
| Unrealized gain on equity securities             | 304              | 3,489            | —                | —                | —                |
| Other components of net periodic benefit income  | 1,705            | 1,705            | 1,450            | 1,448            | 1,448            |
| Miscellaneous                                    | 2,607            | 842              | 1,442            | 3,403            | 1,100            |
| <b>Total other income</b>                        | <b>\$ 23,242</b> | <b>\$ 26,903</b> | <b>\$ 23,238</b> | <b>\$ 23,537</b> | <b>\$ 20,699</b> |

Other expense:

|                                 |                  |                  |                  |                  |                  |
|---------------------------------|------------------|------------------|------------------|------------------|------------------|
| Salaries                        | \$ 24,103        | \$ 25,320        | \$ 23,157        | \$ 23,302        | \$ 23,001        |
| Employee benefits               | 7,630            | 7,029            | 6,320            | 5,943            | 6,206            |
| Occupancy expense               | 2,570            | 2,936            | 2,442            | 2,559            | 2,565            |
| Furniture and equipment expense | 4,013            | 4,149            | 4,198            | 3,868            | 3,640            |
| Data processing fees            | 1,902            | 1,773            | 1,690            | 1,919            | 1,676            |
| Professional fees and services  | 6,123            | 6,190            | 7,886            | 6,100            | 6,018            |
| Marketing                       | 1,185            | 1,218            | 1,112            | 1,122            | 1,084            |
| Insurance                       | 1,196            | 1,428            | 1,768            | 1,499            | 1,517            |
| Communication                   | 1,189            | 1,250            | 1,228            | 1,110            | 1,155            |
| State tax expense               | 958              | 1,105            | 665              | 912              | 943              |
| Miscellaneous                   | 1,665            | 1,910            | 2,973            | 2,925            | 1,749            |
| <b>Total other expense</b>      | <b>\$ 52,534</b> | <b>\$ 54,308</b> | <b>\$ 53,439</b> | <b>\$ 51,259</b> | <b>\$ 49,554</b> |

PARK NATIONAL CORPORATION  
Asset Quality Information

| (in thousands,<br>except ratios)               | June 30,<br>2018 | March 31,<br>2018 | Year ended December 31, |           |           |            |
|--|------------------|-------------------|-------------------------|-----------|-----------|------------|
|  |                  |                   | 2017                    | 2016      | 2015      | 2014       |
| Allowance for loan losses:                     |                  |                   |                         |           |           |            |
| Allowance for loan losses, beginning of period | \$ 48,969        | \$ 49,988         | \$ 50,624               | \$ 56,494 | \$ 54,352 | \$ 59,468  |
| Charge-offs                                    | 2,716            | 3,450             | 19,403                  | 20,799    | 14,290    | 24,780 (A) |
| Recoveries                                     | 1,813            | 2,171             | 10,210                  | 20,030    | 11,442    | 26,997     |
| Net charge-offs (recoveries)                   | 903              | 1,279             | 9,193                   | 769       | 2,848     | (2,217)    |
| Provision for (recovery of) loan losses        | 1,386            | 260               | 8,557                   | (5,101)   | 4,990     | (7,333)    |

Allowance for loan losses, end of period

|  |    |        |    |        |    |        |    |        |    |        |    |        |
|--|----|--------|----|--------|----|--------|----|--------|----|--------|----|--------|
|  | \$ | 49,452 | \$ | 48,969 | \$ | 49,988 | \$ | 50,624 | \$ | 56,494 | \$ | 54,352 |
|--|----|--------|----|--------|----|--------|----|--------|----|--------|----|--------|

(A) Year ended December 31, 2014 included \$4.3 million in charge-offs related to the transfer of \$22.0 million of commercial loans to the held for sale portfolio.

General reserve trends:

|  |    |        |    |        |    |        |    |        |    |        |    |        |
|--|----|--------|----|--------|----|--------|----|--------|----|--------|----|--------|
| Allowance for loan losses, end of period | \$ | 49,452 | \$ | 48,969 | \$ | 49,988 | \$ | 50,624 | \$ | 56,494 | \$ | 54,352 |
| Specific reserves                        |    | 1,396  |    | 1,207  |    | 684    |    | 548    |    | 4,191  |    | 3,660  |
| General reserves                         | \$ | 48,056 | \$ | 47,762 | \$ | 49,304 | \$ | 50,076 | \$ | 52,303 | \$ | 50,692 |

|  |             |             |             |             |             |             |
|--|-------------|-------------|-------------|-------------|-------------|-------------|
| Total loans                                | \$5,324,974 | \$5,292,349 | \$5,372,483 | \$5,271,857 | \$5,068,085 | \$4,829,682 |
| Impaired commercial loans                  | 61,705      | 50,292      | 56,545      | 70,415      | 80,599      | 73,676      |
| Total loans less impaired commercial loans | \$5,263,269 | \$5,242,057 | \$5,315,938 | \$5,201,442 | \$4,987,486 | \$4,756,006 |

Asset Quality Ratios:

|   |       |       |       |       |       |         |
|---|-------|-------|-------|-------|-------|---------|
| Net charge-offs (recoveries) as a % of average loans (annualized)     | 0.07% | 0.10% | 0.17% | 0.02% | 0.06% | (0.05%) |
| Allowance for loan losses as a % of period end loans                  | 0.93% | 0.93% | 0.93% | 0.96% | 1.11% | 1.13%   |
| General reserves as a % of total loans less impaired commercial loans | 0.91% | 0.91% | 0.93% | 0.96% | 1.05% | 1.07%   |

Nonperforming Assets - Park National Corporation:

|   |    |        |    |        |    |        |    |         |    |         |    |         |
|---|----|--------|----|--------|----|--------|----|---------|----|---------|----|---------|
| Nonaccrual loans                                | \$ | 81,124 | \$ | 66,151 | \$ | 72,056 | \$ | 87,822  | \$ | 95,887  | \$ | 100,393 |
| Accruing troubled debt restructuring            |    | 16,306 |    | 18,682 |    | 20,111 |    | 18,175  |    | 24,979  |    | 16,254  |
| Loans past due 90 days or more                  |    | 1,437  |    | 1,372  |    | 1,792  |    | 2,086   |    | 1,921   |    | 2,641   |
| Total nonperforming loans                       | \$ | 98,867 | \$ | 86,205 | \$ | 93,959 | \$ | 108,083 | \$ | 122,787 | \$ | 119,288 |
| Other real estate owned - Park National Bank    |    | 3,280  |    | 4,846  |    | 6,524  |    | 6,025   |    | 7,456   |    | 10,687  |
| Other real estate owned - SEPH                  |    | 2,449  |    | 4,209  |    | 7,666  |    | 7,901   |    | 11,195  |    | 11,918  |
| Other nonperforming assets - Park National Bank |    | —      |    | 3,857  |    | 4,849  |    | —       |    | —       |    | —       |

|   |            |           |            |            |            |            |
|---|------------|-----------|------------|------------|------------|------------|
| Total nonperforming assets                                    | \$ 104,596 | \$ 99,117 | \$ 112,998 | \$ 122,009 | \$ 141,438 | \$ 141,893 |
| Percentage of nonaccrual loans to period end loans            | 1.52%      | 1.25%     | 1.34%      | 1.67%      | 1.89%      | 2.08%      |
| Percentage of nonperforming loans to period end loans         | 1.86%      | 1.63%     | 1.75%      | 2.05%      | 2.42%      | 2.47%      |
| Percentage of nonperforming assets to period end loans        | 1.96%      | 1.87%     | 2.10%      | 2.31%      | 2.79%      | 2.94%      |
| Percentage of nonperforming assets to period end total assets | 1.40%      | 1.32%     | 1.50%      | 1.63%      | 1.93%      | 2.03%      |

PARK NATIONAL CORPORATION  
Asset Quality Information (continued)

| (in thousands, except ratios)                           | June 30, 2018 | March 31, 2018 | Year ended December 31, |            |            |            |
|---|---------------|----------------|-------------------------|------------|------------|------------|
|   |               |                | 2017                    | 2016       | 2015       | 2014       |
| Nonperforming Assets - Park National Bank and Guardian: |               |                |                         |            |            |            |
| Nonaccrual loans  | \$ 79,489     | \$ 66,151      | \$ 61,753               | \$ 76,084  | \$ 81,468  | \$ 77,477  |
| Accruing troubled debt restructuring                    | 16,306        | 18,682         | 20,111                  | 18,175     | 24,979     | 16,157     |
| Loans past due 90 days or more                          | 1,437         | 1,372          | 1,792                   | 2,086      | 1,921      | 2,641      |
| Total nonperforming loans                               | \$ 97,232     | \$ 86,205      | \$ 83,656               | \$ 96,345  | \$ 108,368 | \$ 96,275  |
| Other real estate owned - Park National Bank            | 3,280         | 4,846          | 6,524                   | 6,025      | 7,456      | 10,687     |
| Other nonperforming assets - Park National Bank         | —             | 3,857          | 4,849                   | —          | —          | —          |
| Total nonperforming assets                              | \$ 100,512    | \$ 94,908      | \$ 95,029               | \$ 102,370 | \$ 115,824 | \$ 106,962 |
| Percentage of nonaccrual loans to period end loans      | 1.49%         | 1.25%          | 1.15%                   | 1.45%      | 1.61%      | 1.61%      |
| Percentage of nonperforming loans to period end loans   | 1.83%         | 1.63%          | 1.56%                   | 1.83%      | 2.14%      | 2.00%      |
| Percentage of   |               |                |                         |            |            |            |

|   |       |       |       |       |       |       |
|---|-------|-------|-------|-------|-------|-------|
| nonperforming assets to period end loans                      | 1.89% | 1.79% | 1.77% | 1.95% | 2.29% | 2.23% |
| Percentage of nonperforming assets to period end total assets | 1.36% | 1.27% | 1.27% | 1.38% | 1.60% | 1.55% |

Nonperforming Assets - SEPH/Vision Bank (retained portfolio):

|                                      |          |          |           |           |           |           |
|--------------------------------------|----------|----------|-----------|-----------|-----------|-----------|
| Nonaccrual loans                     | \$ 1,635 | \$ —     | \$ 10,303 | \$ 11,738 | \$ 14,419 | \$ 22,916 |
| Accruing troubled debt restructuring | —        | —        | —         | —         | —         | 97        |
| Loans past due 90 days or more       | —        | —        | —         | —         | —         | —         |
| Total nonperforming loans            | \$ 1,635 | \$ —     | \$ 10,303 | \$ 11,738 | \$ 14,419 | \$ 23,013 |
| Other real estate owned - SEPH       | 2,449    | 4,209    | 7,666     | 7,901     | 11,195    | 11,918    |
| Total nonperforming assets           | \$ 4,084 | \$ 4,209 | \$ 17,969 | \$ 19,639 | \$ 25,614 | \$ 34,931 |

New nonaccrual loan information - Park National Corporation

|  |           |           |           |           |            |            |
|--|-----------|-----------|-----------|-----------|------------|------------|
| Nonaccrual loans, beginning of period  | \$ 66,151 | \$ 72,056 | \$ 87,822 | \$ 95,887 | \$ 100,393 | \$ 135,216 |
| New nonaccrual loans                   | 27,920    | 23,075    | 58,753    | 74,786    | 80,791     | 70,059     |
| Resolved nonaccrual loans              | 12,947    | 28,980    | 74,519    | 82,851    | 85,165     | 86,384     |
| Sale of nonaccrual loans held for sale | —         | —         | —         | —         | 132        | 18,498     |
| Nonaccrual loans, end of period        | \$ 81,124 | \$ 66,151 | \$ 72,056 | \$ 87,822 | \$ 95,887  | \$ 100,393 |

New nonaccrual loan information - Park National Bank and Guardian

|  |           |           |           |           |           |           |
|--|-----------|-----------|-----------|-----------|-----------|-----------|
| Nonaccrual loans, beginning of period        | \$ 66,151 | \$ 61,753 | \$ 76,084 | \$ 81,468 | \$ 77,477 | \$ 99,108 |
| New nonaccrual loans - Ohio-based operations | 26,285    | 23,075    | 58,753    | 74,663    | 80,791    | 69,389    |
| Resolved nonaccrual loans                    | 12,947    | 18,677    | 73,084    | 80,047    | 76,800    | 78,288    |
| Sale of nonaccrual loans held for sale       | —         | —         | —         | —         | —         | 12,732    |
| Nonaccrual loans, end of period              | \$ 79,489 | \$ 66,151 | \$ 61,753 | \$ 76,084 | \$ 81,468 | \$ 77,477 |

New nonaccrual loan information - SEPH/Vision Bank (retained portfolio)

|                                       |   |           |           |           |           |           |
|---------------------------------------|---|-----------|-----------|-----------|-----------|-----------|
| Nonaccrual loans, beginning of period | — | \$ 10,303 | \$ 11,738 | \$ 14,419 | \$ 22,916 | \$ 36,108 |
|---------------------------------------|---|-----------|-----------|-----------|-----------|-----------|

|   |          |        |           |           |           |           |
|---|----------|--------|-----------|-----------|-----------|-----------|
| New nonaccrual loans - SEPH/Vision Bank | 1,635    | —      | —         | 123       | —         | 670       |
| Resolved nonaccrual loans               | —        | 10,303 | 1,435     | 2,804     | 8,365     | 8,096     |
| Sale of nonaccrual loans held for sale  | —        | —      | —         | —         | 132       | 5,766     |
| Nonaccrual loans, end of period         | \$ 1,635 | \$ —   | \$ 10,303 | \$ 11,738 | \$ 14,419 | \$ 22,916 |

|  |           |           |           |           |            |            |
|--|-----------|-----------|-----------|-----------|------------|------------|
| Impaired Commercial Loan Portfolio Information (period end): |           |           |           |           |            |            |
| Unpaid principal balance                                     | \$ 73,089 | \$ 60,264 | \$ 66,585 | \$ 95,358 | \$ 109,304 | \$ 106,156 |
| Prior charge-offs  | 11,384    | 9,972     | 10,040    | 24,943    | 28,705     | 32,480     |
| Remaining principal balance                                  | 61,705    | 50,292    | 56,545    | 70,415    | 80,599     | 73,676     |
| Specific reserves  | 1,396     | 1,207     | 684       | 548       | 4,191      | 3,660      |
| Book value, after specific reserves                          | \$ 60,309 | \$ 49,085 | \$ 55,861 | \$ 69,867 | \$ 76,408  | \$ 70,016  |

Source: Park National Corporation