Park National Corporation

Safe Harbor Statement

This presentation contains forward-looking statements that 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, including those described in Park's Annual Report on Form 10-K for the fiscal year ended December 31, 2023, as updated by our filings with the SEC. 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: (1) Park's ability to execute our business plan successfully and within the expected timeframe; (2) adverse changes in future economic and financial market conditions; (3) adverse changes in real estate values and liquidity in our primary market areas; (4) the financial health of our commercial borrowers; (5) adverse changes in federal, state and local governmental law and policy, including the regulatory landscape, capital markets, elevated government debt, potential changes in tax legislation, government shutdown, infrastructure spending and social programs; (6) changes in consumer spending, borrowing and saving habits; (7) our litigation and regulatory compliance exposure; (8) increased credit risk and higher credit losses resulting from loan concentrations; (9) competitive pressures among financial services organizations; (10) changes in accounting policies and practices as may be adopted by regulatory agencies; (11) Park's assumptions and estimates used in applying critical accounting policies and modeling which may prove unreliable, inaccurate or not predictive of actual results; (12) Park's ability to anticipate and respond to technological changes and Park's reliance on, and the potential failure of, a number of third-party vendors to perform as expected; (13) failures in or breaches of Park's operational or security systems or infrastructure, or those of our third-party vendors and other service providers; (14) negative impacts 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 growth rates and financial stability of certain sovereign governments, supranationals and financial institutions in Europe and Asia; (15) effects of a fall in stock market prices on Park's asset and wealth management businesses; (16) continued availability of earnings and excess capital sufficient for the lawful and prudent declaration of dividends; (17) the impact on Park's business, personnel, facilities or systems of losses related to acts of fraud, scams and schemes of third parties; (18) the impact of widespread natural and other disasters, pandemics, dislocations, regional or national protests and civil unrest (including any resulting branch closures or damages), military or terrorist activities or international hostilities on the economy and financial markets generally and on us or our counterparties specifically; (19) the potential further deterioration of the U.S. economy due to financial, political, or other shocks; (20) the effect of healthcare laws in the U.S. and potential changes for such laws that may increase our healthcare and other costs and negatively impact our operations and financial results; (21) the impact of larger or similar-sized financial institutions encountering problems that may adversely affect the banking industry; and (22) other risk factors relating to the financial services industry.

Disclaimer

Non-GAAP Financial Measures

This presentation contains certain financial information determined by methods other than in accordance with accounting principles generally accepted in the U.S. (“GAAP”).

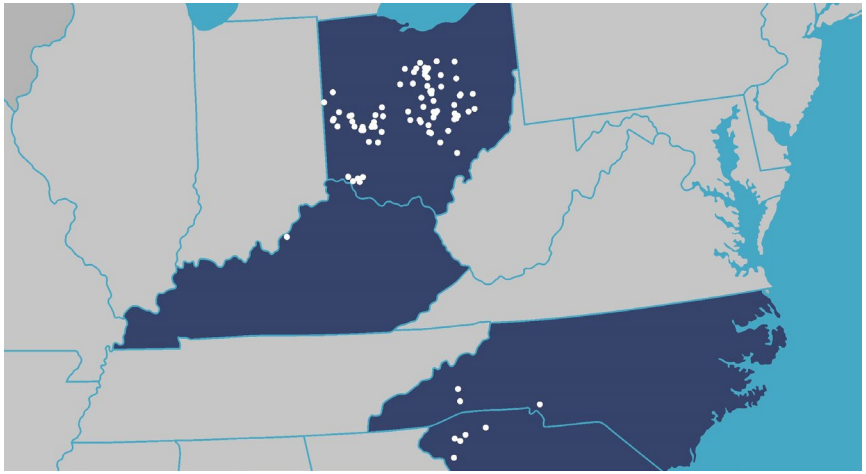
Management believes that the disclosure of these “non-GAAP” financial measures presents additional information which, when read in conjunction with Park’s consolidated financial statements prepared in accordance with GAAP, assists in analyzing Park’s operating performance, ensures comparability of operating performance from period to period, and facilitates comparisons with the performance of Park’s peer financial holding companies, while eliminating certain non-operational effects of acquisitions. Additionally, Park believes this financial information is utilized by regulators and market analysts to evaluate a company’s financial condition, and therefore, such information is useful to investors. The non-GAAP financial measures should not be viewed as substitutes for operating results determined in accordance with GAAP, nor are they necessarily comparable to non-GAAP performance measures that may be presented by other companies. A reconciliation from the most directly comparable GAAP financial measures to the non-GAAP financial measures used in this presentation is provided on pages 35 and 36 of this presentation.

Overview of Park National Corporation

Overview of Park National Corporation

Company Overview

- Park's bank subsidiary, The Park National Bank, is headquartered in Newark, Ohio and was founded in 1908.
- $9.9 billion of total assets and $8.4 billion of assets under management(1) at June 30, 2024.
- Park common shares are publicly traded under the symbol "PRK" on NYSE American.
- Diversified revenue base with approximately 22.1% non-interest income to operating revenue(5) ratio for the six months ended June 30, 2024.
- Diversified loan portfolio funded with customer deposits.
- Below average historical net charge-offs relative to Proxy Peer Group.
- Low-cost funding profile supports durable net interest margin and extended trend of stable operating results.
- At June 30, 2023, Park's average deposit market share was approximately 35% in Park's six largest county markets in Ohio.

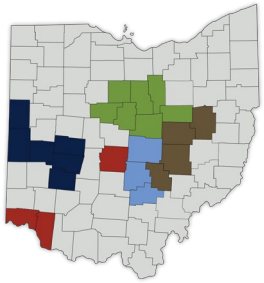


	At or Year to Date		
$ in millions	12/31/2022	12/31/2023	6/30/2024
Total Assets	$ 9,855	$ 9,837	$ 9,920
Total Loans (Gross)	7,142	7,476	7,664
Total Deposits	8,235	8,043	8,313
Total Shareholders' Equity	1,069	1,145	1,183
Total Equity / Total Assets	10.85%	11.64%	11.93%
TE / TA (2) (5)	9.33%	10.14%	10.45%
ACL / Loans (5)	1.20%	1.12%	1.13%
NPAs / Total Assets (3) (5)	0.82%	0.62%	0.73%
Net Interest Margin (4) (7)	3.80%	4.11%	4.33%
ROAA (5) (7)	1.48%	1.27%	1.52%
Return on Average Equity (7)	13.78%	11.55%	12.88%
ROATE (2) (5) (6) (7)	16.29%	13.60%	14.98%

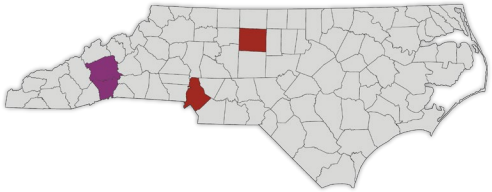
(1) Market value of assets under management.
(2) See "Reconciliation of Non-GAAP Financial Measures" shown on pages 35 and 36.
(3) NPAs exclude accruing troubled debt restructuring loans and loans 90+ days past due.
(4) Net interest margin shown on a fully taxable equivalent basis assuming a 21% corporate federal income tax rate.
(5) Definitions: TE – Tangible Equity; TA – Tangible Assets; ACL – Allowance for Credit Losses; NPA – Non-Performing Assets, ROAA – Return on Average Assets; ROATE – Return on Average Tangible Equity; Operating Revenue = Non-Interest Income + Net Interest Income
(6) For the purpose of calculating the annualized return on average tangible equity, a non-U.S. GAAP financial measure, net income for each period is divided by average tangible equity during the period.
(7) Ratios presented YTD through June 30, 2024 are shown on an annualized basis.
Note: Financial data as of June 30, 2024 unless otherwise noted; Source: S&P Global Market Intelligence.

Attractive Geographic Footprint

Ohio



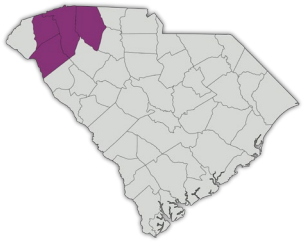
North Carolina



Kentucky



South Carolina

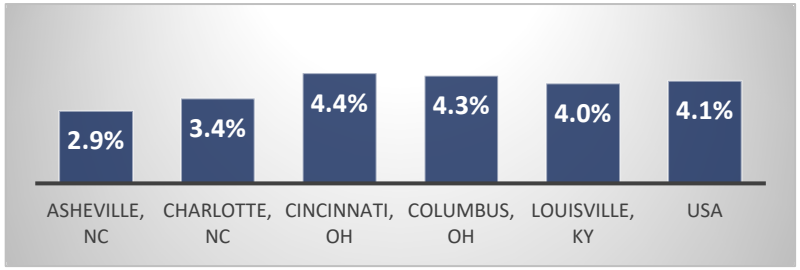


Overview

- Distinct operating regions provide for attractive mix of customers and demographic opportunities.
- Park has entered several new geographic markets in recent years via acquisitions and de novo branch openings.
  - These new markets have strong population growth and low rates of unemployment(3).
  - Combined with Park's solid deposit franchise, these expansion markets present a promising opportunity for customer and revenue growth.

Region	Deposits	Trust AUM(1)	Full-Time(2) Employees	Counties Served	Offices
Western Ohio	$1.67B	$1.40B	169	6	20
Northern Ohio	$1.96B	$1.40B	211	7	22
Metro	$902M	$1.21B	196	6	10
Central Ohio	$2.01B	$3.49B	189	4	15
Eastern Ohio	$905M	$853M	93	4	10
Carolina	$643M	$67M	83	6	7

May 2024 Unemployment Rate (%)(3)



(1) Market value of assets under management.
(2) Full-time employees do not include 803 full-time employees at Park's operational support centers.
(3) Source: Bureau of Labor Statistics; National unemployment data as of May 31, 2024.
Note: Financial data as of June 30, 2024 unless otherwise noted.

Senior Management



David L. Trautman – Chairman of the Board and CEO – Age: 63 (41 years with Park)

- Chairman of the Board since May 2019 and CEO since January 2014 of Park and Park National Bank.
- President of Park and Park National Bank from January 2005 through April 2019.
- President of First-Knox National Bank, a division of Park National Bank, from 1997 through 2002, and its Chairman of the Board from 2001 to 2006.
- Holds an MBA with honors from The Ohio State University.
- Earned a B.A. from Duke University and joined Park immediately following graduation.



Matthew R. Miller – President – Age: 46 (15 years with Park)

- President of Park and Park National Bank since May 2019.
- Executive Vice President of Park and Park National Bank from April 2017 through April 2019.
- Chief Accounting Officer of Park and Park National Bank from December 2012 through March 2017.
- Vice President of Accounting at Park National Bank from March 2009 through December 2012.
- Prior to joining Park, worked for eight years at Deloitte LLP, serving clients in the financial services industry.
- Earned a B.A. in accounting, graduating summa cum laude, from University of Akron.

Senior Management (continued)



Brady T. Burt – Chief Financial Officer – Age: 52 (17 years with Park)

- Chief Financial Officer of Park and Park National Bank since December 2012.
- Chief Accounting Officer of Park and Park National Bank from April 2007 to December 2012.
- Worked at Vail Banks, Inc. in various capacities from 2002 to 2006, including as CFO.
- Earned a B.S. in accounting from Miami University.
- Member of Board of Directors of Federal Home Loan Bank of Cincinnati, serving on each of the Audit Committee (which he has chaired since January 1, 2021) and the Risk Committee.

Experienced Management Team

- Park National Bank's management team consists of leaders with deep market knowledge.
- The management team averages 26 years of banking experience.
- The average team tenure with Park National Bank is approximately 19 years.

Name	Position	Age	Years with PNB	Years in Industry
Todd M. Bogdan	Chief Operations Officer	55	7	35
Adrienne M. Brokaw	Chief Auditor	56	11	25
Bryan M. Campolo	Chief Credit Officer	40	17	17
Thomas M. Cummiskey	Chief Trust & Investments Officer	54	24	26
Malory Dcosta	Chief Information Officer	50	2	21
Mark H. Miller	Corporate Services Director	42	7	7
Cheryl L. Snyder	Chief Retail Lending Officer	67	44	46
Laura F. Tussing	Chief Banking Officer/Regional Banking Director	43	19	19
Jeffrey A. Wilson	Chief Risk Officer	57	19	27

Community Banking Regions

- Strong history of operating in Park's regional bank model.
- Moved to one brand, Park National Bank, in 2019 while maintaining local market leadership and advisory boards.
- To better align its branch network with banking trends, Park National Bank consolidated 23 branch offices (approximately 20% of then existing) in 2020.
    - Proximity to other branches and few competitors in impacted markets reduced the risk of attrition.
    - Below average transaction volume at impacted branches.
- On October 23, 2023, Park announced the consolidation of 12 branch offices, 3 relocations and 2 new market locations, all of which are in Ohio.
- Park continues to analyze its remaining branch network (geography, demographics, transaction volume, etc.) to identify sensible branch optimization opportunities.
- Separate presidents and advisory boards, consisting of leaders with deep local market knowledge.
    - Regional leadership team averages approximately 28 years of banking experience and 18 years of leadership tenure with Park.

Name	Position	Age	Years with PNB	Years in Industry
John A. Brown	President - Western Ohio Region	55	33	33
Bryant W. Fox	Market President - Cincinnati	36	11	11
Chris R. Hiner	President - Northern Ohio Region & Director of Home Lending	41	18	18
W. Andrew Holden	Market President - Louisville	49	6	28
Tim J. Ignasher	Market President - Charlotte	63	7	33
John D. Kimberly	President - Carolina Region	59	17	38
Patrick L. Nash	President - Eastern Ohio Region	59	37	37
Laura F. Tussing	President - Central Ohio Region	43	19	19
Brady E. Waltz	Market President - Columbus	52	17	31

Preparation to Cross $10 Billion in Assets

- Since Q3 2020, Park has been strategically managing the balance sheet size to stay under $10 billion in assets[(1)] using one-way sell deposits and other balance sheet strategies.
- In Q3 2022, Park engaged Promontory (third-party professional services firm) to assess Park's preparedness as it relates to regulatory expectations that typically present themselves when banks cross $10 billion in assets.
- From Q3 2022 to present, Park continues to invest in people, processes and technology to better prepare for the enhanced regulatory expectations.
- Park believes that it is very well positioned for the regulatory expectations in the event assets grow over $10 billion, whether by acquisition, merger or organically.

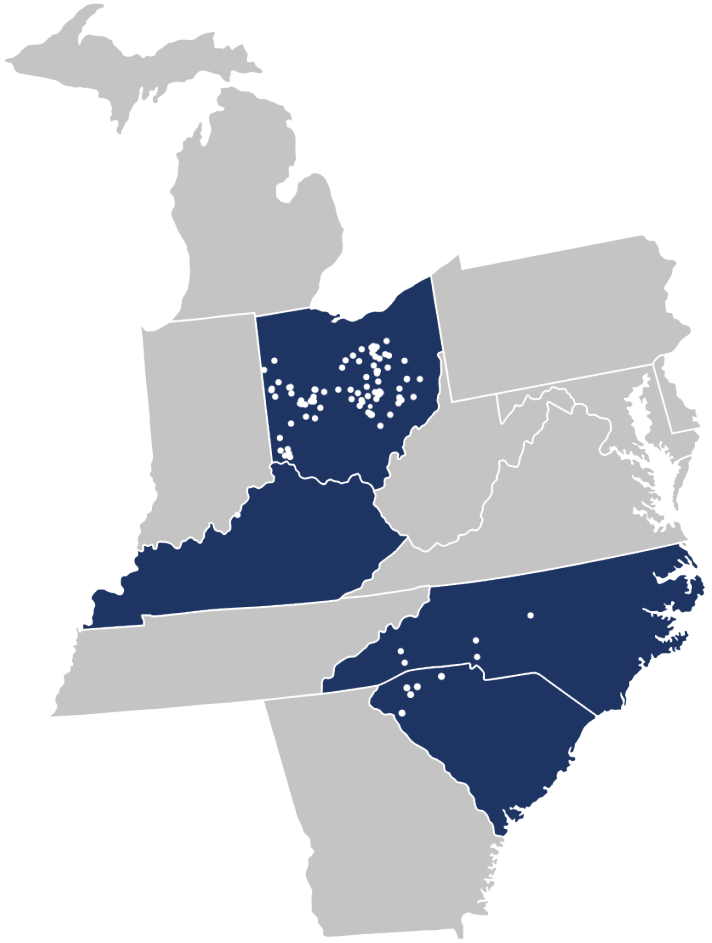
(1) Park crossed $10 billion in assets two times since then, once on September 30, 2021, and again on September 30, 2023.

Park M&A Strategy

Two-prong strategy guidelines:

1. **Traditional M&A**
   - Strong franchise, good reputation and asset quality
   - Competitive market share
   - Continuity of management and leadership
   - Traditional community bank structure
   - Sticky, low-cost core deposits
   - Disciplined approach to pricing and diligence

2. **Metro Strategy**
   - Certain attractive markets in the Midwest, Southeast, and Mid-Atlantic regions
   - De novo branching – mirror successful Columbus, Ohio and Louisville, Kentucky de novo offices
   - Partner with banks that have the following characteristics:
     - Consistent loan growth
     - Acceptable asset quality
     - Existing trust and wealth management business, or the potential to grow the business in those areas
     - Commercial focus with potential to grow consumer
     - Proven leadership team



Financial Summary

2024 Second Quarter Highlights

Park Performance Summary [1]

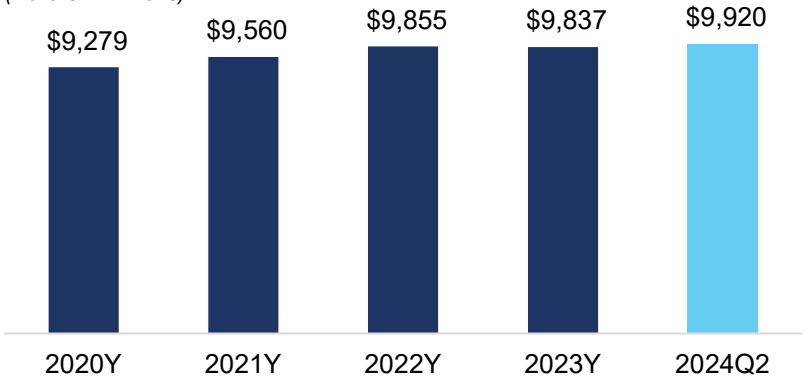
- Park's Consolidated Capital Ratios at June 30, 2024:
  - Total Shareholders' Equity to Total Assets of 11.93%
  - Tangible Common Equity to Tangible Assets of 10.45%[1]
  - Leverage Ratio of 11.29%
  - Total Risk-Based Capital Ratio of 16.41%
- Book value per common share grew from $71.95 at March 31, 2024 to $73.27 at June 30, 2024.
- Tangible book value per common share[1] grew from $61.80 at March 31, 2024 to $63.14 at June 30, 2024.
- Net income grew from $35.2 million for Q1 2024 to $39.4 million for Q2 2024.
- Pre-tax, pre-provision net income ("PTPP")[1] grew from $44.6 million for Q1 2024 to $51.4 million for Q2 2024.
- Provision for credit losses for Q2 2024 of $3.1 million compared to a provision for credit losses of $2.2 million for Q1 2024.
- Loans grew from $7.53 billion at March 31, 2024 to $7.66 billion at June 30, 2024.
- ACL / Loans remained unchanged at 1.13% for both March 31, 2024 and June 30, 2024.

(1) See "Reconciliation of Non-GAAP Financial Measures" shown on pages 35 and 36.

Steady Balance Sheet Growth

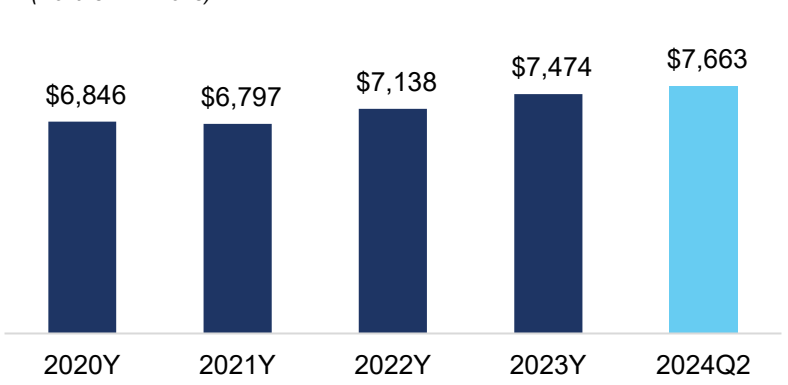
Total Assets

(Dollars in millions)



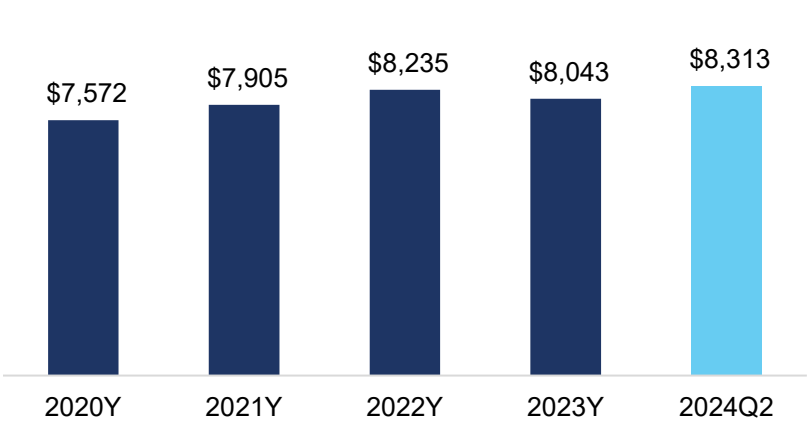
Total Loans (excluding PPP) (1)

(Dollars in millions)



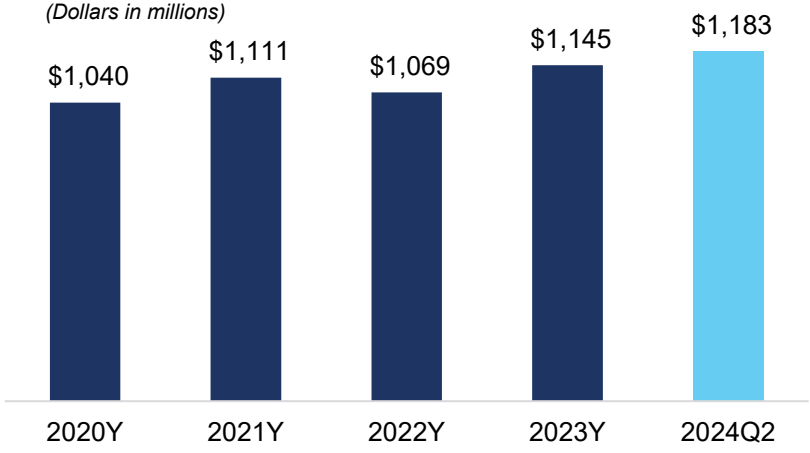
Total Deposits (2)

(Dollars in millions)



Total Shareholders' Equity

(Dollars in millions)

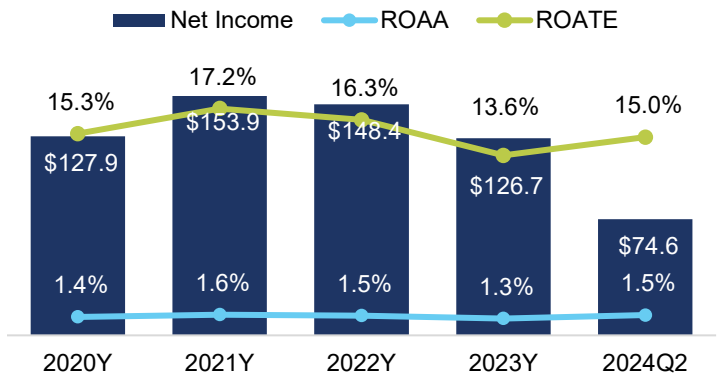


(1) Excludes PPP loans of $1MM, $2MM, $4MM, $74MM and $332MM at end of 2024Q2, 2023Y, 2022Y, 2021Y and 2020Y, respectively.
(2) Excludes off balance sheet deposits of $0MM, $1MM, $196MM, $983MM, and $710MM at end of 2024Q2, 2023Y, 2022Y, 2021Y and 2020Y, respectively.

Strong Earnings

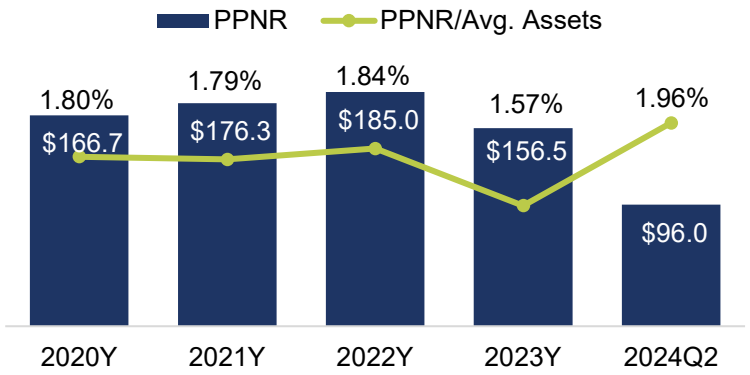
Net Income, ROAA & ROATE(1)

(Dollars in millions)



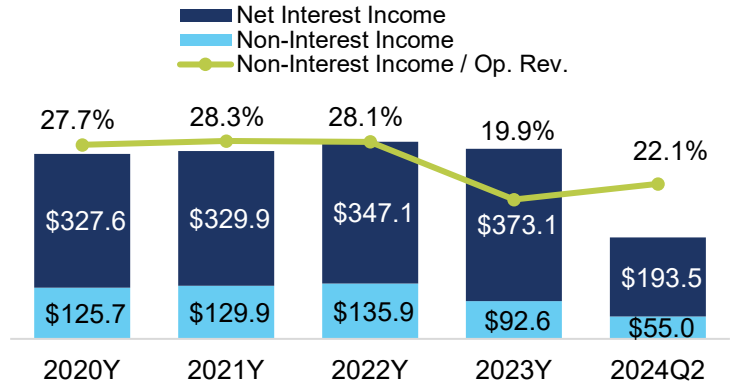
Pre-Tax, Pre-Provision Net Income / Avg. Assets(1)

(Dollars in millions)

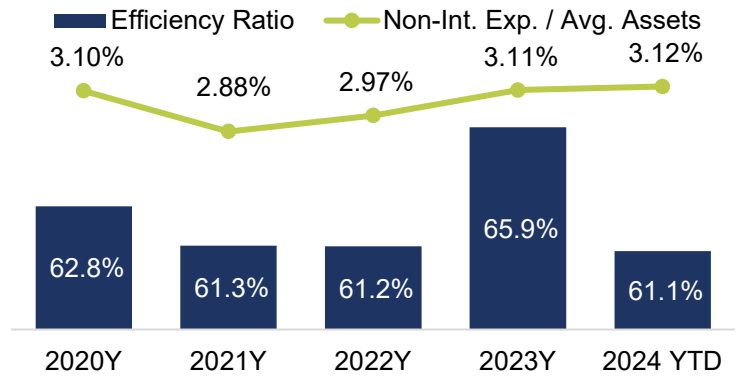


Non-Interest Income / Operating Revenue

(Dollars in millions)



Efficiency Ratio & Non-Int. Exp. / Avg. Assets(1)

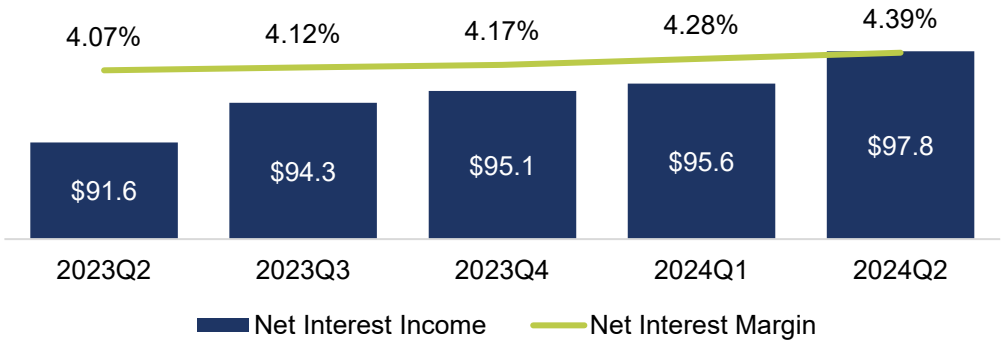


(1) See Reconciliation of Non-GAAP Financial Measures shown on pages 35 and 36.

Stable Net Interest Margin

Net Interest Income and Net Interest Margin(1)

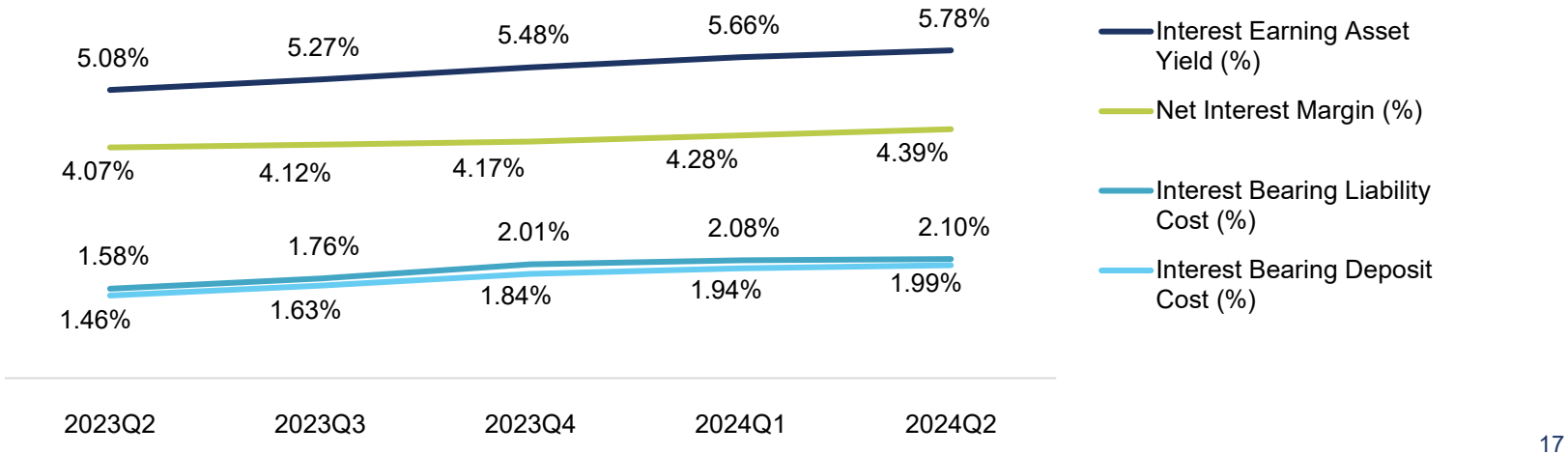
(Dollars in millions)



Overview

- Net interest margin has held steady due to stable asset yields and solid core deposits.

Asset Yields, Liability Costs, and Net Interest Margin(1)



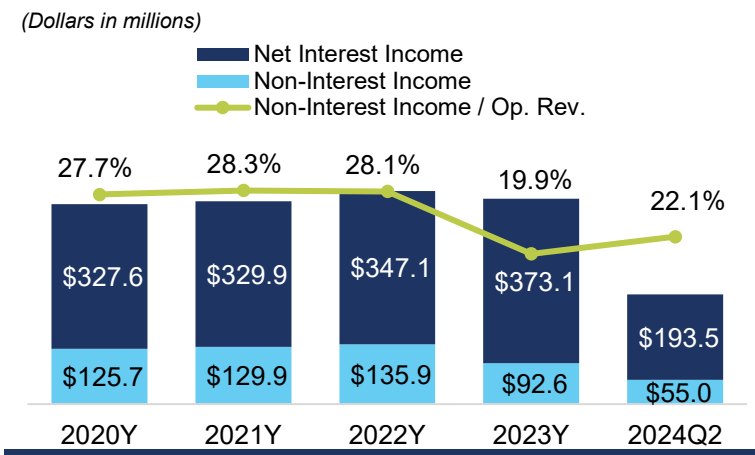
(1) Net interest margin shown on an annualized, fully taxable equivalent basis assuming a 21% corporate federal income tax rate. See "Reconciliation of Non-GAAP Financial Measures" shown on pages 35 and 36.

Diverse Fee Income

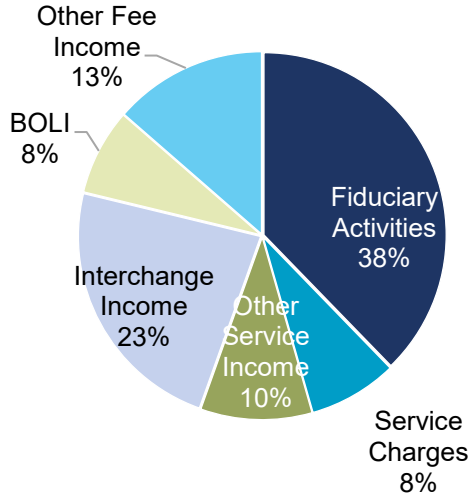
Overview

- Robust levels of fee income provide a hedge against a challenging interest rate environment.
- The business lines responsible for generating the majority of fee income are trust and wealth management, mortgage banking, and retail banking (interchange fees).
- Diversified revenue base with approximately 22.1% non-interest income to operating revenue ratio for the six-month period ended June 30, 2024.
- Anchored by trust and wealth management business lines, at June 30, 2024 had aggregate assets under management of $8.4 billion(1).

Non-Interest Income / Operating Revenue



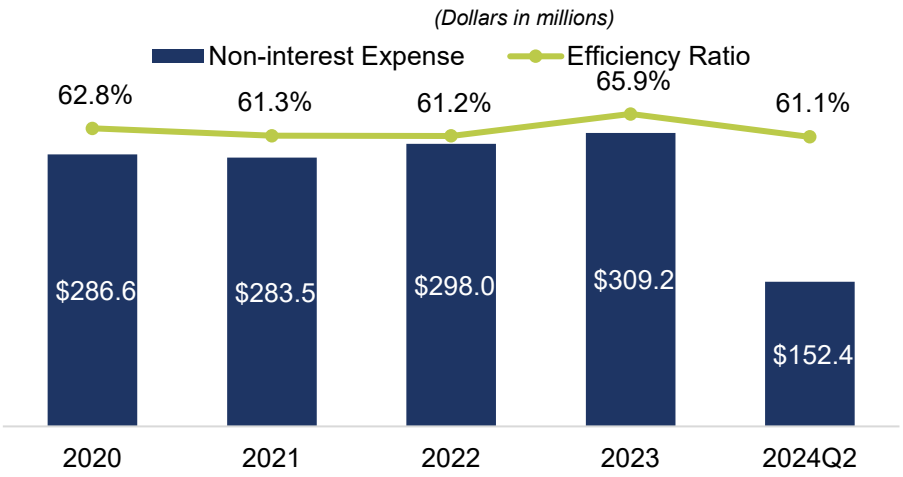
Sources of Non-Interest Income 2024



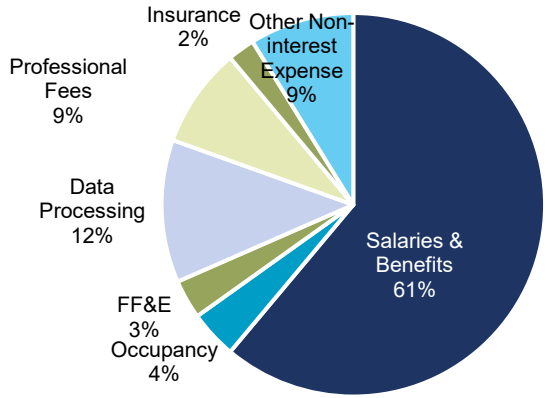
(1) Market value of assets under management.
Note: Financial data as of June 30, 2024 unless otherwise noted.

Disciplined Approach to Managing Operating Expenses

Efficiency Ratio & Non-interest Expense



Non-interest Expense Composition (YTD)



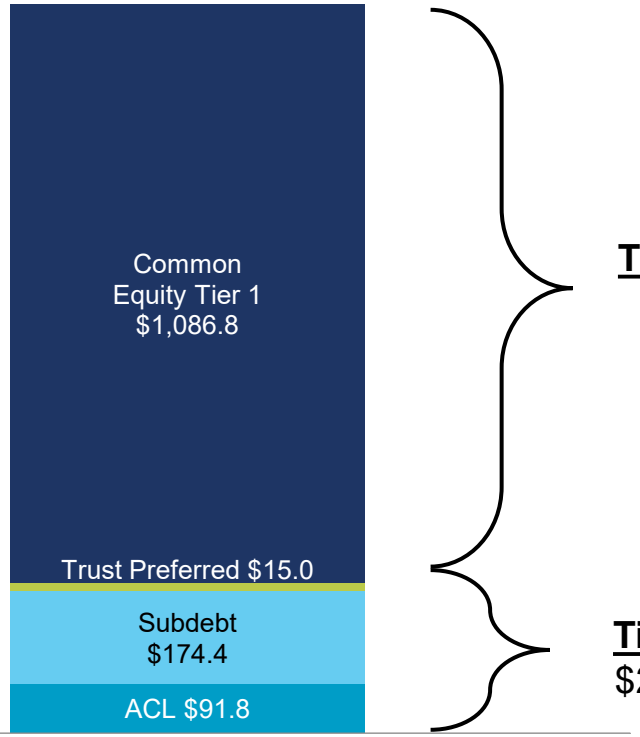
- Significant investment in people, processes, and technology over the last two years.
- Well positioned for growth.

Note: Financial data as of June 30, 2024 unless otherwise noted.

High Quality Capital Structure

99% of Park's Tier 1 Capital is Common Equity

Regulatory Capital at June 30, 2024
(Dollars in millions)



Tier 1 Capital
$1,101.8
million

Tier 2 Capital
$266.2 million

Common Equity Tier 1

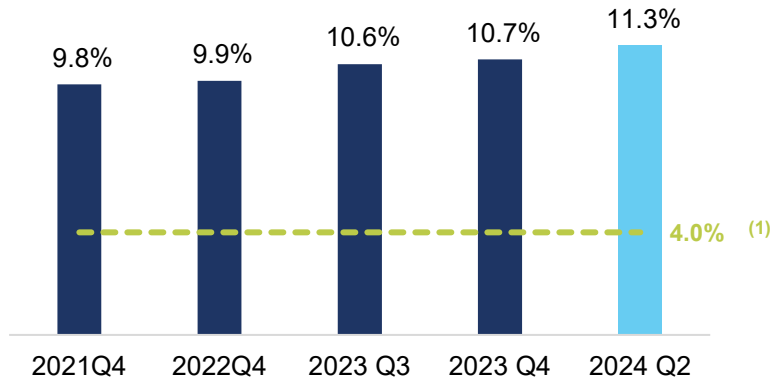
Trust Preferred
Receives full Tier 1 Capital treatment

Subordinated Notes and Allowance for Credit Losses

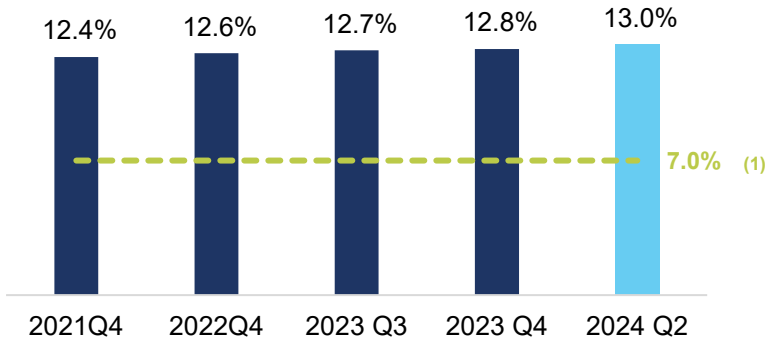
Note: Financial data as of June 30, 2024 unless otherwise noted.

Robust Capital Ratios

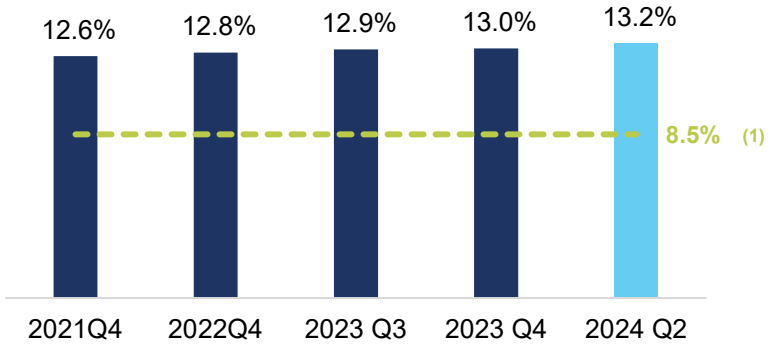
Tier 1 Leverage Ratio



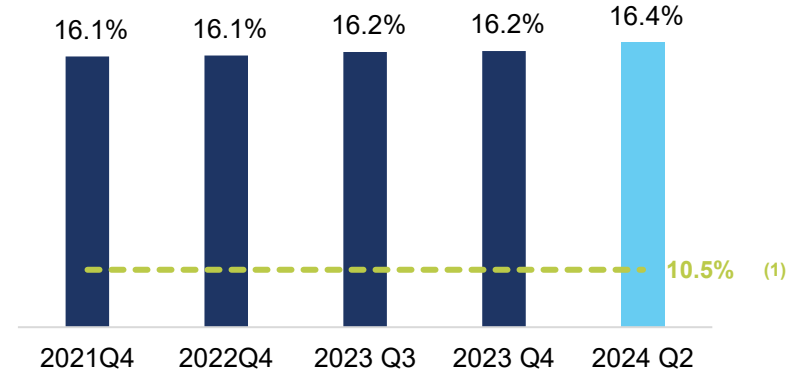
Common Equity Tier 1 Ratio



Tier 1 Risk-based Capital Ratio



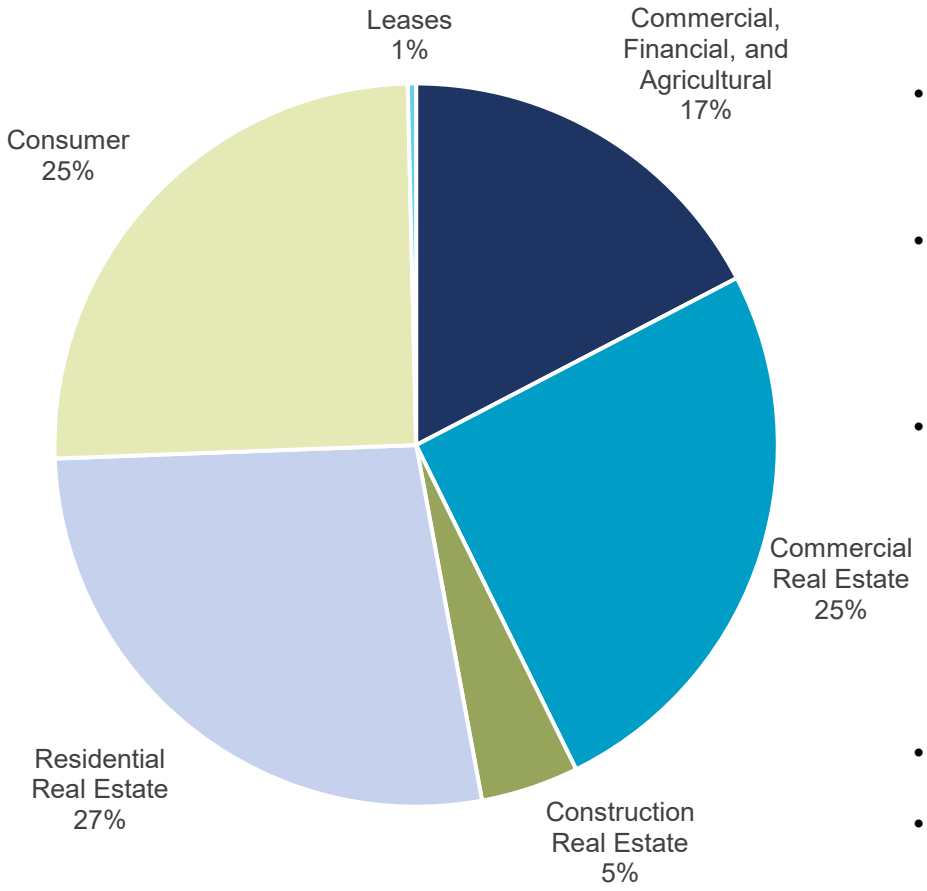
Total Risk-based Capital Ratio



Regulatory Minimums(1)

(1) Adequately capitalized thresholds plus capital conservation buffer of 2.5%.
Note: All ratios presented are as of the end of the period.
Note: Financial data as of June 30, 2024 unless otherwise noted.

High-Quality and Diversified Loan Portfolio



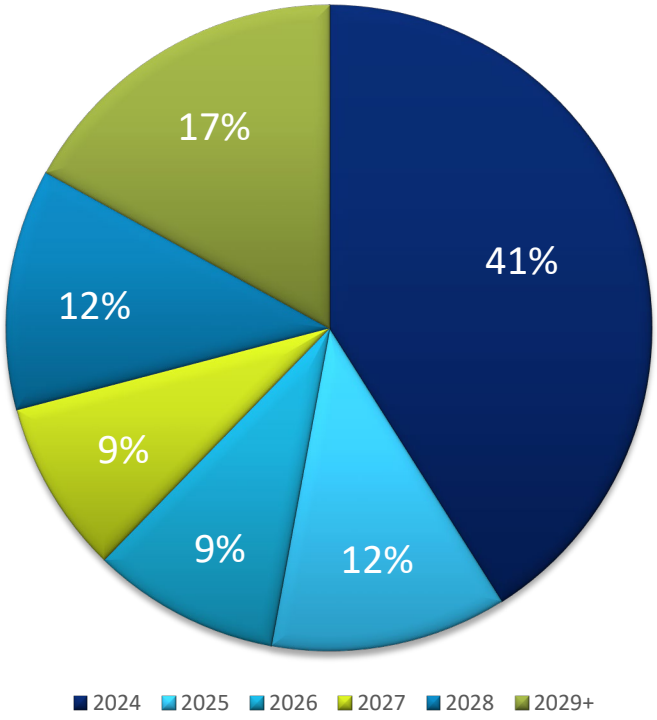
Total Loan Portfolio: $7.7B
QTD Yield on Loans: 6.13%

- Park has a well-secured loan portfolio with geographic and asset class diversity.
- Out-of-market portfolio is limited to specialty lending, which has conservative underwriting and is subject to intensive loan monitoring.
- 48% of the loan portfolio has fixed interest rates with a weighted average contractual life of 83 months; the remaining 52% of the portfolio consists of variable rate loans with a weighted average reprice of 31 months.
- Included in commercial, financial, and agricultural loans were loans originated through two specialty business lines:
  - $311.1 million in loans originated through Scope Leasing, Inc.
  - $398.0 million in structured finance loans.
- 2% of total loans were agriculture related(1).
- 36% of commercial real estate loans were owner-occupied.
- $226.4 million of commercial real estate loans were fully or partially collateralized by non-owner-occupied office space. Of this amount, $224.9 million were accruing.

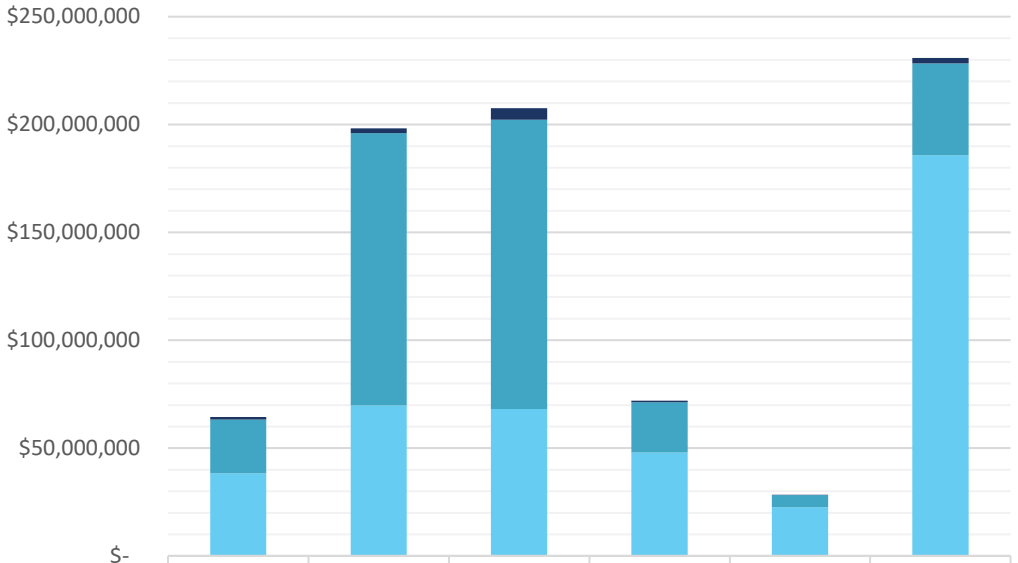
(1) Agriculture related loans include farm loans and agricultural production loans.
Note: Financial data as of June 30, 2024 unless otherwise noted.

Commercial Loan Repricing

Commercial Loan Repricing by Year



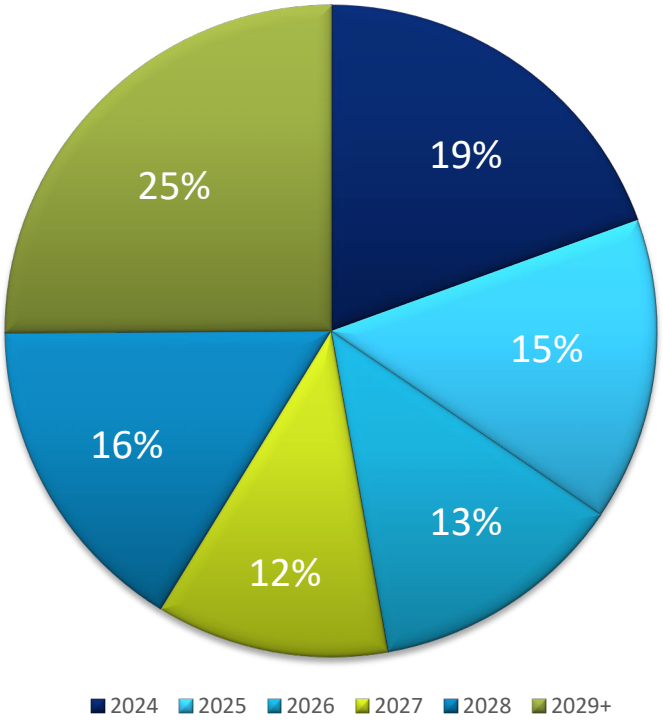
Commercial Loan Repricing Rate Shock by Year
(3% Shock or Greater)



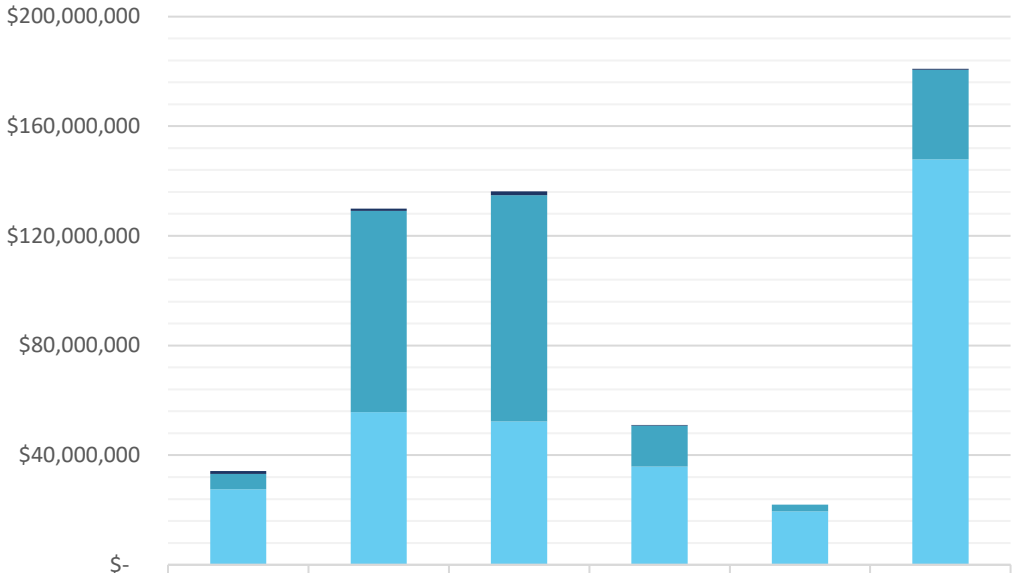
	2024	2025	2026	2027	2028	2029+
Total	$64,473,796	$198,291,79	$207,589,78	$72,027,416	$28,386,359	$230,833,91
>5%	$1,245,060	$2,231,746	$5,412,228	$699,079	$137,666	$2,515,914
4-5%	$24,917,540	$126,217,38	$133,965,91	$23,315,939	$5,666,601	$42,612,596
3-4%	$38,311,197	$69,842,667	$68,211,647	$48,012,398	$22,582,091	$185,705,39

CRE Loan Repricing

CRE Loan Repricing by Year

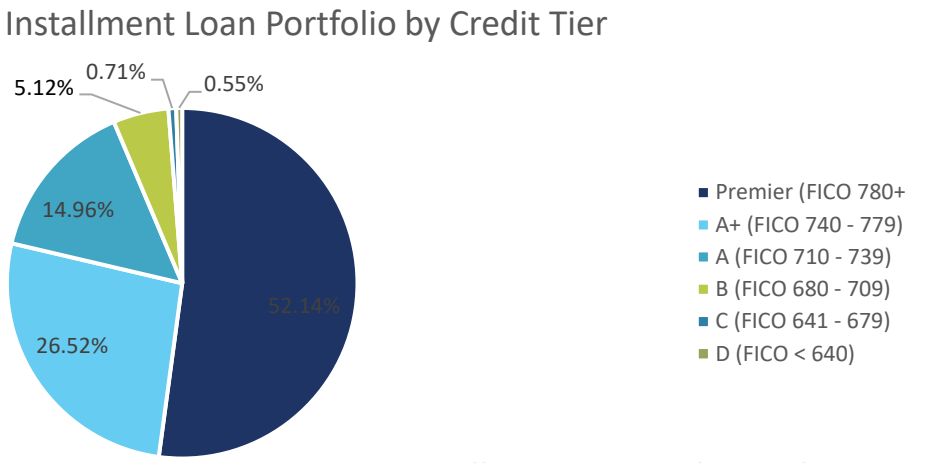


CRE Loan Repricing Rate Shock by Year
(3% Shock or Greater)

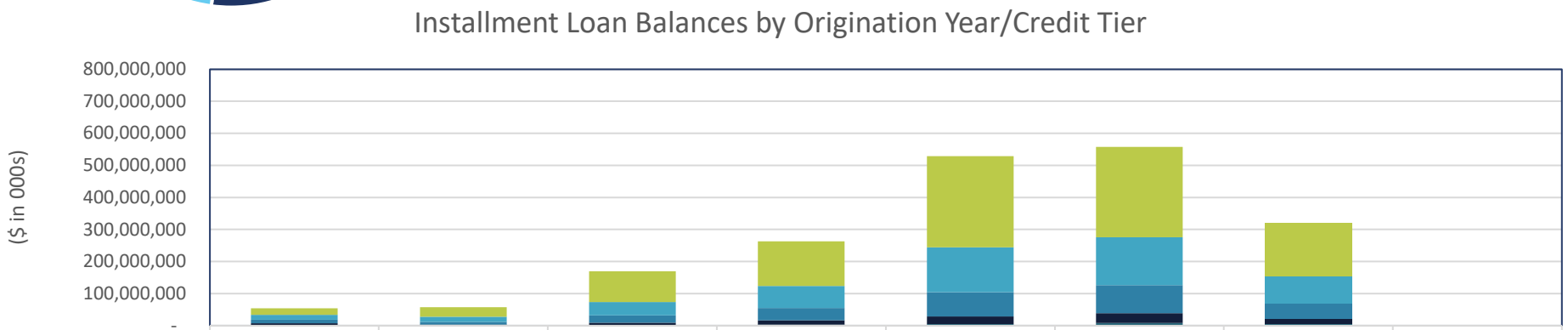


	2024	2025	2026	2027	2028	2029+
Total	$34,242,003	$129,968,35	$136,255,83	$51,045,263	$21,993,266	$180,924,68
>5%	$1,060,451	$898,627	$1,493,080	$308,135		$409,538
4-5%	$5,639,268	$73,396,740	$82,451,285	$14,857,882	$2,530,701	$32,662,455
3-4%	$27,542,284	$55,672,983	$52,311,467	$35,879,246	$19,462,565	$147,852,69

Installment Lending Portfolio



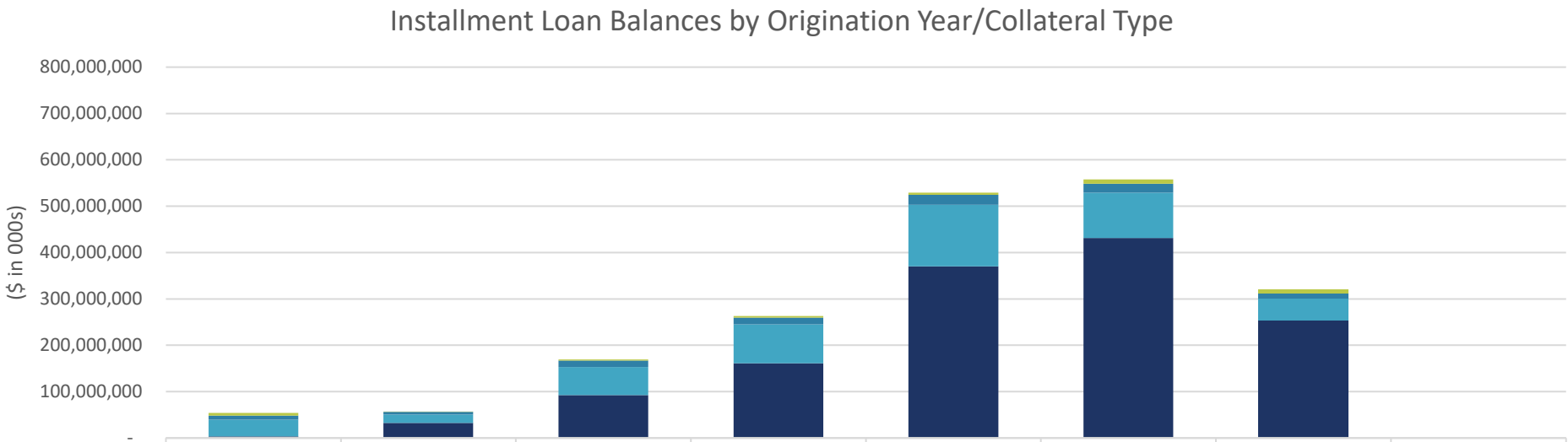
- Park National Bank's installment portfolio includes $1.8B of indirect loans and $185MM of direct loans.
- Balances have steadily increased since first exceeding $1B in 2017.



	Pre-2019	2019	2020	2021	2022	2023	2024	Total
Total	54,311,954	56,977,920	169,444,923	263,077,954	529,055,751	557,695,797	319,430,319	1,949,994,619
Premier (FICO 780+)	20,664,588	29,600,579	95,659,070	139,228,406	284,527,854	282,106,495	164,911,268	1,016,698,260
A+ (FICO 740 - 779)	15,128,578	15,767,557	41,679,514	69,212,361	140,381,376	149,202,842	85,856,775	517,229,004
A (FICO 710 - 739)	10,901,656	8,809,499	23,566,307	38,329,011	75,685,632	87,922,288	46,518,226	291,732,617
B (FICO 680 - 709)	5,571,780	2,228,661	6,830,790	13,286,570	23,413,747	30,715,824	17,741,231	99,788,604
C or D (FICO < 680)	2,045,352	571,624	1,709,243	3,021,605	5,047,143	7,748,348	4,402,819	24,546,135

Note: Financial data as of June 30, 2024

Installment Lending Portfolio (continued)

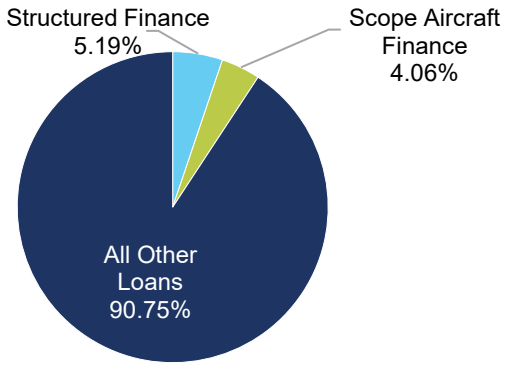


	Pre-2019	2019	2020	2021	2022	2023	2024	Total
All Other	5,864,565	761,634	2,376,199	3,635,613	4,312,307	9,541,467	7,563,271	34,055,056
Watercraft	8,867,998	5,343,383	14,238,604	14,376,934	21,936,573	19,285,340	11,301,223	95,350,054
RVs	35,880,615	18,200,420	60,327,807	83,600,068	132,534,465	97,552,927	46,240,213	474,336,515
Auto	3,698,776	32,672,484	92,502,314	161,465,339	370,272,406	431,316,063	254,325,613	1,346,252,995
Total	54,311,954	56,977,920	169,444,923	263,077,954	529,055,751	557,695,797	319,430,319	1,949,994,619

Note: Financial data as of June 30, 2024.

Specialty Lending

- Park has successfully operated in the specialty finance area for many years, specifically focusing on turbo-prop and light jets and structured finance lending to non-bank consumer finance companies. Net charge-offs in specialty lending have not materially impacted Park's overall net charge-off rates over the last 10 years.
- Park acquired Scope Leasing, Inc. in the mid-1990's. Scope follows the same conservative underwriting posture as the commercial loan portfolio. Its lending team has years of industry experience and maintains a narrow focus as to acceptable aircraft underlying loans. Scope had loans of $311.1 million, or 4.06% of total loans, outstanding as of June 30, 2024. Scope offers aircraft loans from $200,000 to $5 million to individuals, small businesses, and major corporations across the country.
- Park entered the structured finance lending business in 2008. It features a traditional asset-based lending line of business with daily cash collections, periodic customer audits, and an attractive risk/reward dynamic. The structured finance loans consist of loans to non-bank consumer finance companies throughout the nation. These asset-based loans are collateralized by cash flows from individuals, typically from auto loans financed by the non-bank consumer finance company. These loans have conservative underwriting and are subject to intensive loan monitoring. Structured finance loans represented $398.0 million, or 5.19% of total loans, outstanding as of June 30, 2024.



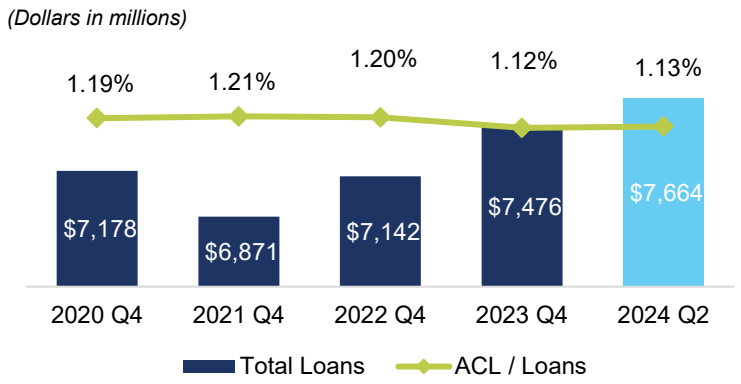
Note: Financial data as of June 30, 2024 unless otherwise noted.

Healthy Allowance Levels Safeguard Shareholders' Equity

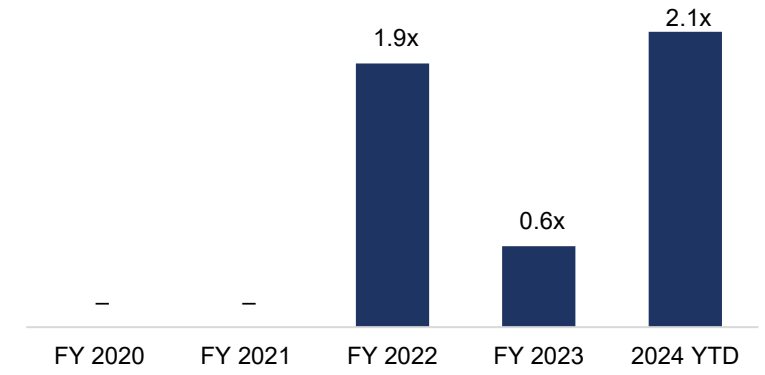
Overview

- Allowance for credit losses was 1.13% of total loans as of June 30, 2024.
- Conservative classification of commercial loans and prudent identification of problem credits.
- Adopted CECL 1/1/2021.

Allowance / Total Loans



Provision / Net Charge-Offs (1)



$ in thousands	Net Charge-Off (Recovery)
2024 YTD	$ 2,463
FY 2023	4,921
FY 2022	2,375
FY 2021	(3,348)
FY 2020	(16,942)

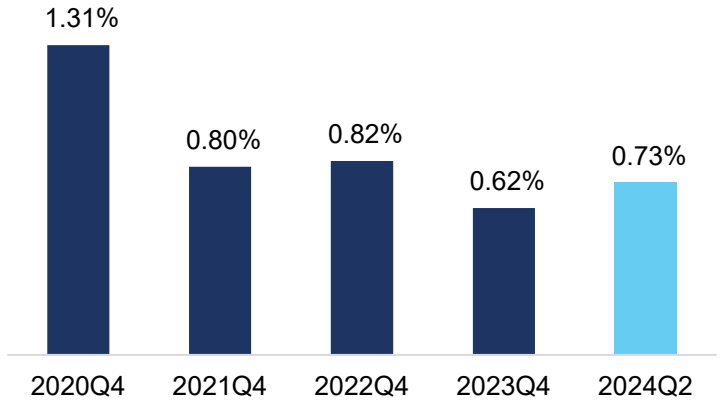
(1) Park was in a net recovery position for the fiscal years ended December 31, 2020 and 2021.

Stable Asset Quality

Overview

- Conservative underwriting and strong asset quality.
- Of the $71.4 million in nonaccrual loans, $45.9 million, or about 64%, were current with contractual payments at June 30, 2024.

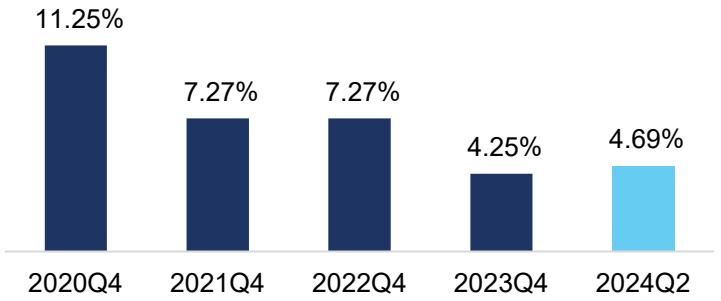
NPAs / Total Assets (1)



Net Charge-Offs / Average Loans

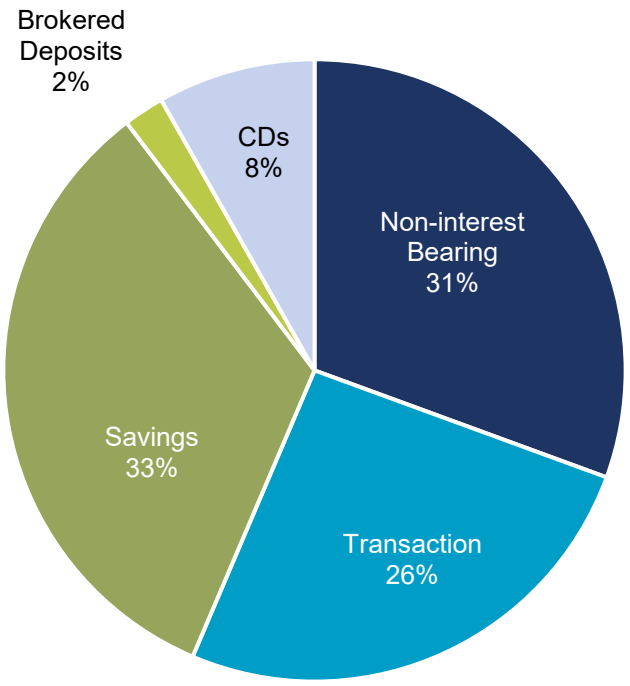


Classified Loans(2) / Tier 1 Capital + ACL



(1) NPAs exclude accruing troubled debt restructuring loans and loans 90+ days past due.
(2) Classified loans are defined as those rated substandard or individually evaluated, excluding accruing purchase credit deteriorated (PCD) loans associated with the acquisitions of NewDominion Bank and CAB Financial Corporation.

Stable, Low-Cost Core Deposits

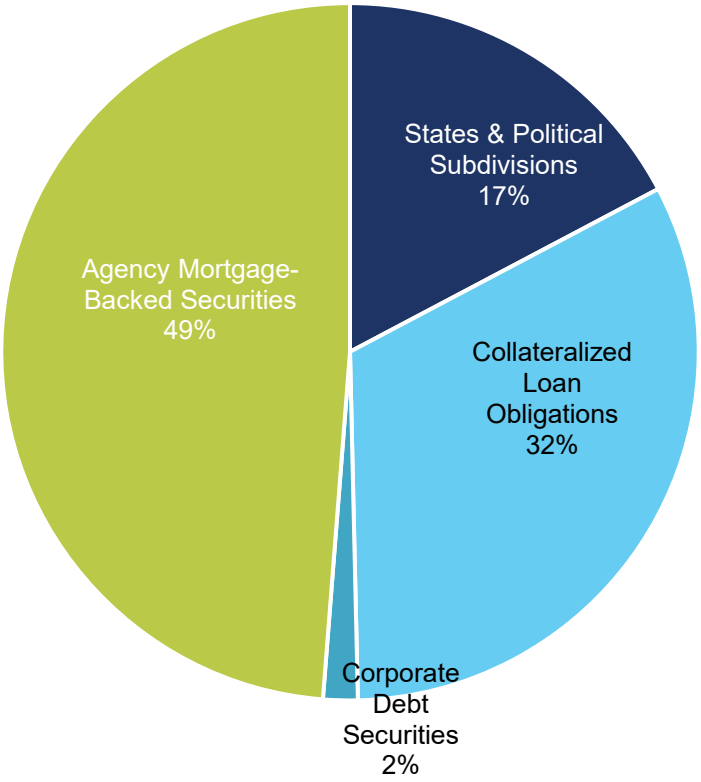


Total Deposits: $8.3 billion
QTD Cost of Interest Bearing Deposits: 1.99%
QTD Cost of Total Deposits: 1.37%
Non-CD/Brokered Deposits over Total Deposits: 90%

- With minimal reliance on costly time deposits and a relatively high level of non-interest bearing deposits, Park has cultivated a loyal and low-cost source of funds.
- Non-interest bearing deposits represented 31% of total deposits.
- Public funds made up $1.7 billion, or approximately 20%, of total deposits.
- Uninsured deposits totaled approximately $1.4 billion, or 16.9% of total deposits. This $1.4 billion included $455 million of deposits which were over $250,000, but were fully collateralized by Park's investment securities portfolio.

Note: Financial data as of June 30, 2024 unless otherwise noted.

High Quality Securities Portfolio

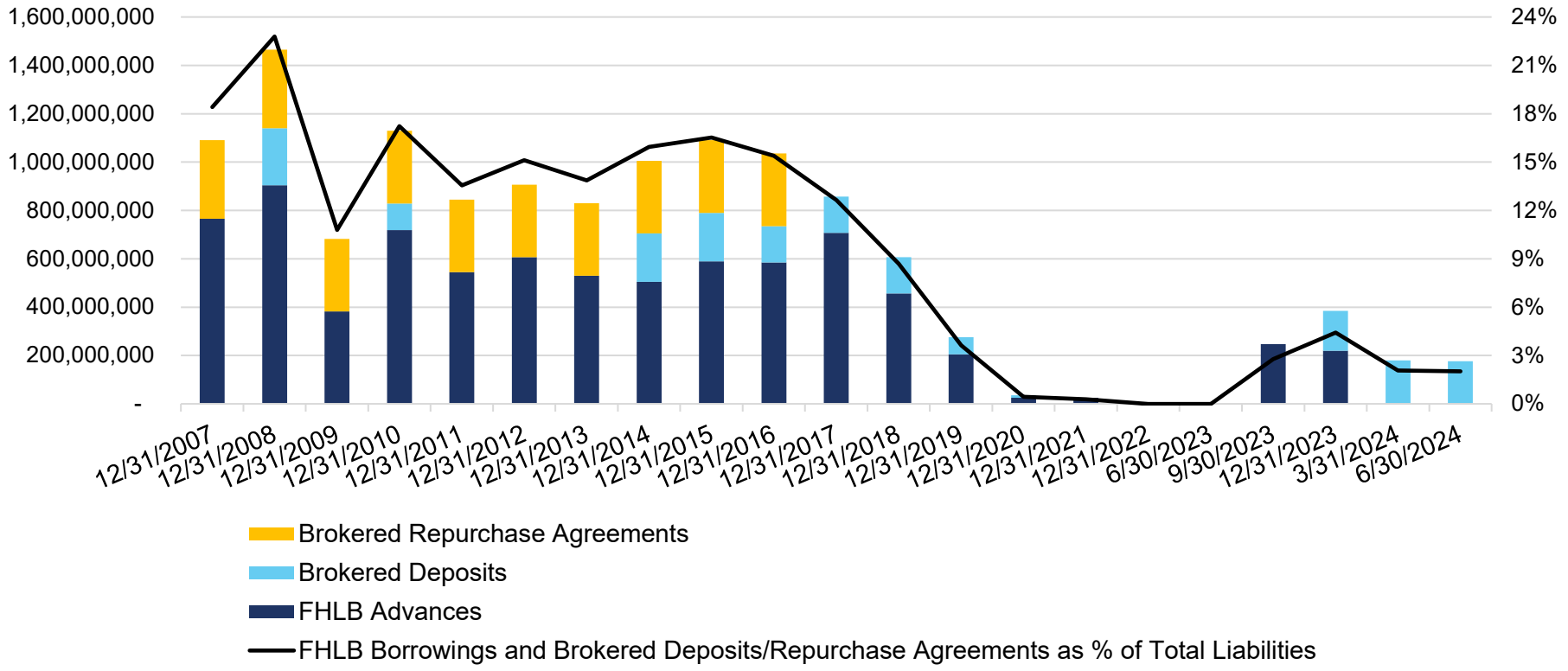


QTD Yield on Securities: 3.83%
Total Debt Securities: $1.2 billion

- Park's investment securities portfolio is highly rated(1):
  - 75% are AAA rated or Agency Backed
  - 23% are AA+, AA, AA- or A- rated
  - 2% are BBB, BBB- or Not Rated
- 32% of the portfolio is floating rate.
- All mortgage-backed securities and collateralized mortgage obligations are U.S. government agency issued, and are primarily collateralized by 15-year residential mortgage loans.
- All state and political subdivision securities are investment grade rated, many with credit enhancements.
- The expected weighted average life of Park's investment securities portfolio was 4.9 years at June 30, 2024.
- $535 million of the securities portfolio is unpledged.
- Park had a net unrealized loss on securities of $88.8 million, or 7.6% of the portfolio, at June 30, 2024.
- Park did not hold any held-to-maturity securities at June 30, 2024.

(1) Securities portfolio ratings as of June 30, 2024.
Note: Financial data as of June 30, 2024 unless otherwise noted

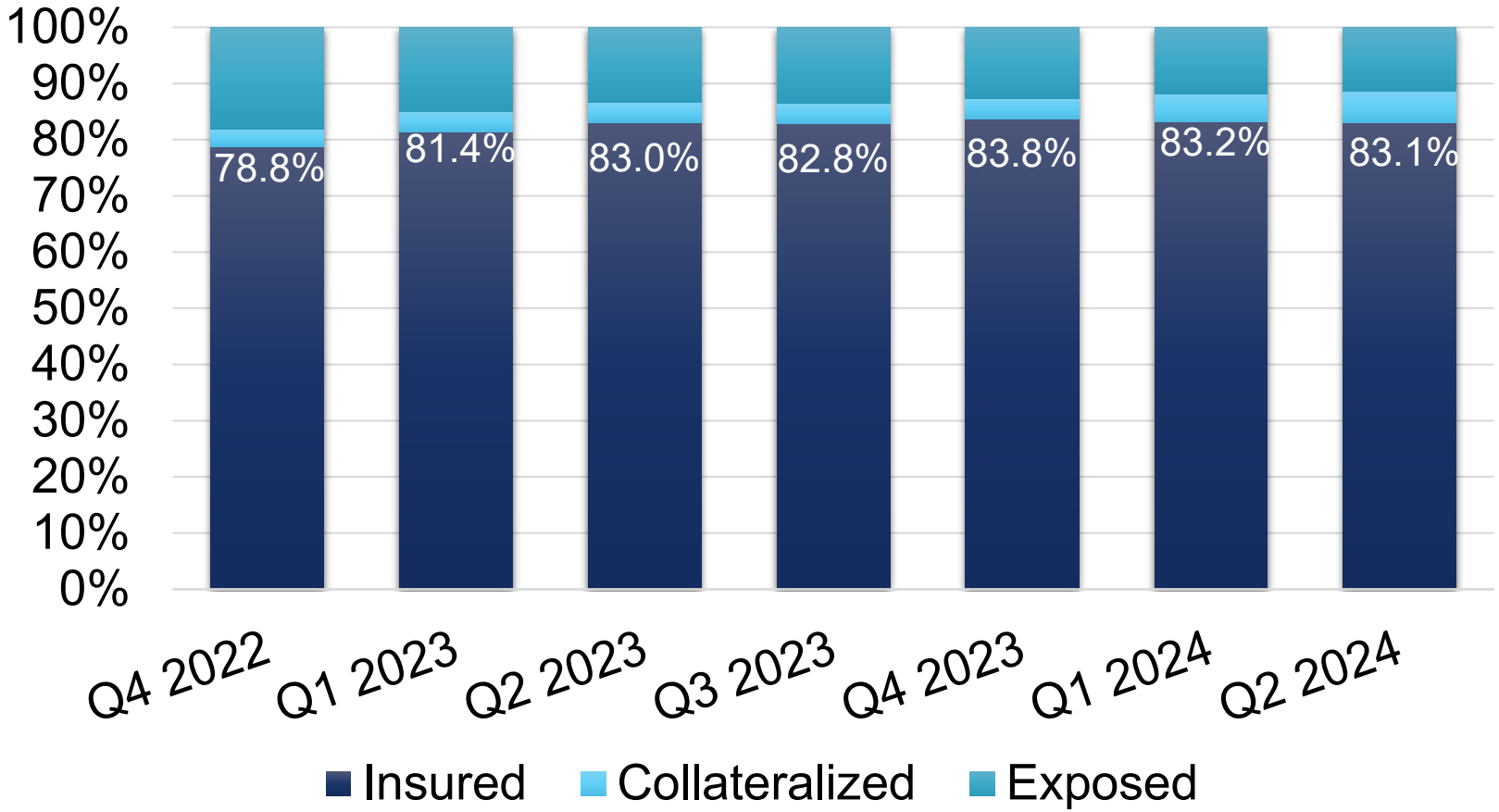
Historical Borrowing Position



*Includes FHLB advances, Brokered Deposits and Brokered Repurchase Agreements.

Overall borrowings remain historically low, which has been a key driver of our ability to maintain a favorable funding position relative to peers through the current cycle.

Insured Deposits Trend



Uninsured deposits were largely unchanged QoQ and continue to represent a reasonable level of exposure to the overall balance sheet relative to available funding capacities.

Appendix

Reconciliation of Non-GAAP Financial Measures

Reconciliation of Average Shareholders' Equity to Average Tangible Equity

	For the Twelve Months Ended				For the Three Months Ended					For the Six Months Ended
	12/31/2020	12/31/2021	12/31/2022	12/31/2023	6/30/2023	9/30/2023	12/31/2023	3/31/2024	6/30/2024	6/30/2024
Average Shareholders' Equity	$ 1,009,102	$ 1,065,460	$ 1,076,879	$ 1,097,143	$ 1,091,016	$ 1,102,677	$ 1,103,726	$ 1,158,184	$ 1,171,347	$ 1,164,765
Less: Average Goodwill and Other Intangible Assets	170,031	167,993	166,337	164,960	165,129	164,801	164,466	164,137	163,816	163,977
Average Tangible Equity	**$ 839,071**	**$ 897,467**	**$ 910,542**	**$ 932,183**	**$ 925,887**	**$ 937,876**	**$ 939,260**	**$ 994,047**	**$ 1,007,531**	**$ 1,000,788**

Reconciliation of Total Shareholders' Equity to Tangible Equity

	As of				As of				
	12/31/2020	12/31/2021	12/31/2022	12/31/2023	6/30/2023	9/30/2023	12/31/2023	3/31/2024	6/30/2024
Total Shareholders' Equity	$ 1,040,256	$ 1,110,759	$ 1,069,226	$ 1,145,293	$ 1,088,757	$ 1,085,564	$ 1,145,293	$ 1,161,979	$ 1,183,257
Less: Goodwill and Other Intangible Assets	168,855	167,057	165,570	164,247	164,915	164,581	164,247	163,927	163,607
Tangible Equity	**$ 871,401**	**$ 943,702**	**$ 903,656**	**$ 981,046**	**$ 923,842**	**$ 920,983**	**$ 981,046**	**$ 998,052**	**$ 1,019,650**

Reconciliation of Total Assets to Tangible Assets

	As of				As of				
	12/31/2020	12/31/2021	12/31/2022	12/31/2023	6/30/2023	9/30/2023	12/31/2023	3/31/2024	6/30/2024
Total Assets	$ 9,279,021	$ 9,560,254	$ 9,854,993	$ 9,836,453	$ 9,899,551	$ 10,000,914	$ 9,836,453	$ 9,881,077	$ 9,919,783
Less: Goodwill and Other Intangible Assets	168,855	167,057	165,570	164,247	164,915	164,581	164,247	163,927	163,607
Tangible Assets	**$ 9,110,166**	**$ 9,394,684**	**$ 9,690,746**	**$ 9,672,206**	**$ 9,734,636**	**$ 9,836,333**	**$ 9,672,206**	**$ 9,717,150**	**$ 9,756,176**

Reconciliation of Non-GAAP Financial Measures (continued)

Reconciliation of Fully Taxable Equivalent Net Interest Income to Net Interest Income

	For the Twelve Months Ended				For the Three Months Ended					For the Six Months Ended
	12/31/2020	12/31/2021	12/31/2022	12/31/2023	6/30/2023	9/30/2023	12/31/2023	3/31/2024	6/30/2024	6/30/2024
Interest Income	$ 357,720	$ 345,853	$ 378,247	$ 471,670	$ 114,674	$ 120,889	$ 125,206	$ 126,640	$ 128,904	$ 255,544
Fully Taxable Equivalent Adjustment	2,866	2,911	3,541	3,726	920	1,042	838	616	605	1,221
Fully Taxable Equivalent Interest Income	$ 360,586	$ 348,764	$ 381,788	$ 475,396	$ 115,594	$ 121,931	$ 126,044	$ 127,256	$ 129,509	$ 256,765
Less: Interest Expense	30,090	15,960	31,188	98,557	23,102	26,620	30,132	31,017	31,067	62,084
Fully Taxable Equivalent Net Interest Income	**$ 330,496**	**$ 332,804**	**$ 350,600**	**$ 376,839**	**$ 92,492**	**$ 95,311**	**$ 95,912**	**$ 96,239**	**$ 98,442**	**$ 194,681**

Reconciliation of Pre-Tax, Pre-Provision Net Income

	For the Twelve Months Ended				For the Three Months Ended					For the Six Months Ended
	12/31/2020	12/31/2021	12/31/2022	12/31/2023	6/30/2023	9/30/2023	12/31/2023	3/31/2024	6/30/2024	6/30/2024
Net Income	$ 127,923	$ 153,945	$ 148,351	$ 126,734	$ 31,584	$ 36,917	$ 24,500	$ 35,204	$ 39,369	$ 74,573
Plus: Income Taxes	26,722	34,290	32,108	26,870	6,626	8,837	5,241	7,211	8,960	16,171
Plus: Provision for (Recovery of) Credit Losses	12,054	(11,916)	4,557	2,904	2,492	(1,580)	1,809	2,180	3,113	5,293
Pre-Tax, Pre-Provision Net Income	**$ 166,699**	**$ 176,319**	**$ 185,016**	**$ 156,508**	**$ 40,702**	**$ 44,174**	**$ 31,550**	**$ 44,595**	**$ 51,442**	**$ 96,037**

Calculation of Allowance for Credit Losses / Loans

	For the Twelve Months Ended				For the Three Months Ended				
	12/31/2020	12/31/2021	12/31/2022	12/31/2023	6/30/2023	9/30/2023	12/31/2023	3/31/2024	6/30/2024
Allowance for Credit Losses	$ 85,675	$ 83,197	$ 85,379	$ 83,745	$ 87,206	$ 84,602	$ 83,745	$ 85,084	$ 86,575
Loans	7,177,785	6,871,122	7,141,891	7,476,221	7,208,109	7,349,745	7,476,221	7,525,005	7,664,377
Allowance for Credit Losses / Loans	**1.19%**	**1.21%**	**1.20%**	**1.12%**	**1.21%**	**1.15%**	**1.12%**	**1.13%**	**1.13%**

**Tangible book value = Tangible equity divided by common shares outstanding at period end. Tangible equity equals total shareholders' equity less goodwill and other intangible assets, in each case at the end of the period.*

**Return on Average Tangible Equity = Net income for each period divided by average tangible assets during the period. Average tangible assets equal average assets less average goodwill and other intangible assets, in each case during the applicable period.*

**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 assuming a 21% corporate federal income tax rate.*

**Net interest margin is calculated on a fully taxable equivalent basis by dividing fully taxable equivalent net interest income by average interest earning assets, in each case during the applicable period.*

Park National Corporation