



March 15, 2023

Dear First Horizon Clients,

As you are likely aware, two major events over the last few days caused disruption in the financial markets. On Friday, March 10, Silicon Valley Bank ("SVB") was closed by California regulators and moved into receivership by the Federal Deposit Insurance Corporation (FDIC). On Sunday, Signature Bank, New York, New York, was also closed by its state chartering authority citing similar systemic risk.

Both of these institutions had narrowly focused business models, namely concentrations of large uninsured depositors in the technology and cryptocurrency industries, and were subject to liquidity disruption.

The Federal Reserve, FDIC and Treasury took prudent steps over the weekend to backstop the deposits at those institutions. Insured and uninsured depositors at those institutions will have full access to their deposits. Additionally, the Federal Reserve on Sunday announced it will make additional funding available to eligible depository institutions to assure banks have the ability to meet the needs of all their depositors.

The Federal Reserve has reaffirmed its confidence that the U.S. banking system remains resilient and sound, in large part due to reforms that were made after the financial crisis that ensure better safeguards for the banking industry. ***First Horizon is well positioned to operate in difficult operating environments and economic conditions. Most importantly, we are well positioned to serve our clients and communities in a seamless fashion.***

Our business model is well diversified by lines of business, geographically and by asset type. First Horizon's capital and liquidity positions remain very strong, validated by our annual stress test that is performed as part of our liquidity and capital planning to ensure we plan for and are adequately positioned for challenging financial environments.

In 2022, First Horizon delivered strong financial performance with \$868 million of net profit, and we maintain investment grade ratings from rating agencies.

Our operating philosophy has been and remains soundness, profitability and growth, in that order. We appreciate the trust and confidence you have in us and remain diligently focused on meeting your financial needs today and for the long term.

We will provide additional information if warranted. In the meantime, you can access our stress test results, FDIC insurance information and additional financial information on our company's website.

A handwritten signature in black ink, appearing to read "Bryan Jordan".

Bryan Jordan
Chairman, President and CEO

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