



Truxton Corporation Reports Second Quarter 2025 Results

July 24, 2025 1:00 PM EDT

NASHVILLE, Tenn., July 24, 2025 (GLOBE NEWSWIRE) -- Truxton Corporation, the parent company for Truxton Trust Company ("Truxton" or "the Bank") and subsidiaries, announced its operating results for the quarter ended June 30, 2025. Second quarter net income attributable to common shareholders was \$5.3 million, or \$1.84 per diluted share, compared to \$4.5 million, or \$1.55 per diluted share, for the same quarter in 2024. Net income and fully diluted earnings per share for the quarter rose by 18% and 19%, respectively, compared to the second quarter of 2024.

"Truxton's second quarter 2025 performance was encouraging," said Chairman and CEO Tom Stumb. "We achieved a new high in quarterly earnings, 5% higher than the prior quarter and 19% higher than the second quarter last year, while investing in the human talent that allows us to develop exceptional results for our clients and shareholders."

Key Highlights

- Non-interest income totaled \$6.1 million in the second quarter of 2025, which was \$240 thousand lower than the first quarter of 2025 and \$604 thousand over the second quarter of 2024. Wealth revenue in the second quarter of 2025 was \$5.2 million, down 2% from the first quarter of 2025 and flat with the second quarter of 2024. Other non-interest income was elevated as a result of a Truxton Capital Advisors fee associated with a successful debt recapitalization engagement.
- Loans declined 1% to \$692 million at quarter end compared to \$702 million on March 31, 2025, and were up 7% compared to \$648 million on June 30, 2024. Average loans balances were \$2.3 million higher in the second quarter than the first quarter of 2025.
- Total deposits increased 2% from \$1.03 billion at March 31, 2025, to \$1.05 billion at June 30, 2025, and were 25% higher in comparison to \$840 million at June 30, 2024. Truxton continues to fund its growth from a single banking location led by its commitment to provide what Truxton believes are superior deposit operations service and technology.
- Net interest margin for the second quarter of 2025 was 2.92%, an increase of 2 basis points from the 2.90% experienced in the quarter ended March 31, 2025, and an increase of 17 basis points from the 2.75% in the quarter ended June 30, 2024. Cost of funds was 3.01% in the second quarter of 2025, up from 2.91% for the quarter ended March 31, 2025, and down from 3.32% for the quarter ended June 30, 2024.
- Allowance for credit losses, excluding that for unfunded commitments, was \$6.7 million at quarter end June 30, 2025, compared to \$6.7 million at March 31, 2025, and \$6.2 million at June 30, 2024. For those three periods, such allowance amounts were 0.97%, 0.96%, and 0.96% of gross loans outstanding at the respective period end. For the same three periods, the Bank's allowance for unfunded commitments was \$729 thousand, \$589 thousand, and \$438 thousand, respectively.
- The Bank's capital position remains strong. Its Tier 1 leverage ratio was 9.36% at June 30, 2025, compared to 10.46% at March 31, 2025, and 10.45% at June 30, 2024. Book value per common share was \$35.75, \$34.46, and \$31.85 at June 30, 2025, March 31, 2025, and June 30, 2024, respectively.
- During the six months ended June 30, 2025, Truxton Corporation paid dividends of \$2.00 per common share, inclusive of a \$1.00 special cash dividend, and repurchased 11,700 shares of its common stock for \$923 thousand in aggregate, or an average price of \$78.85 per share.

About Truxton

Truxton is a premier provider of wealth, banking, and family office services for wealthy individuals, their families, and their business interests. Serving clients across the world, Truxton's vastly experienced team of professionals provides customized solutions to its clients' complex financial needs. Founded in 2004 in Nashville, Tennessee, Truxton upholds its original guiding principle: do the right thing. Truxton Trust Company is a subsidiary of financial holding company, Truxton Corporation (OTCID: TRUX). For more information, visit truxtontrust.com.

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Truxton Corporation Consolidated Balance Sheets (000's) (Unaudited)

	June 30, 2025*	March 31, 2025*	June 30, 2024*
ASSETS			
Cash and due from financial institutions	\$ 5,803	\$ 10,704	\$ 8,494
Interest bearing deposits in other financial institutions	20,192	24,642	3,851

Federal funds sold	64	10,231	-
Cash and cash equivalents	26,059	45,577	12,345
Time deposits in other financial institutions	245	245	490
Securities available for sale	492,758	414,190	286,977
Gross loans	692,120	701,660	648,338
Allowance for credit losses	(6,689)	(6,708)	(6,234)
Net loans	685,431	694,952	642,104
Bank owned life insurance	17,009	16,863	11,512
Restricted equity securities	4,977	3,718	1,802
Premises and equipment, net	3,091	3,176	3,406
Accrued interest receivable	5,574	4,989	4,744
Deferred tax asset, net	5,389	5,297	5,386
Other assets	16,191	14,440	16,633
Total assets	\$ 1,256,724	\$ 1,203,447	\$ 985,399

LIABILITIES AND SHAREHOLDERS' EQUITY

Deposits			
Non-interest bearing	\$ 129,228	\$ 127,851	\$ 115,699
Interest bearing	919,238	900,489	724,251
Total deposits	1,048,466	1,028,340	839,950
Federal funds purchased	-	-	283
Swap counterparty cash collateral	1,780	2,790	5,000
Federal Home Loan Bank advances	72,000	45,000	2,250
Federal Reserve Bank Discount window advances	4,324	2,400	20,000
Subordinated debt	14,638	14,439	14,213
Other liabilities	12,666	11,154	10,919
Total liabilities	1,153,874	1,104,123	892,615
SHAREHOLDERS' EQUITY			
Common stock, \$0.10 par value	\$ 284	\$ 284	\$ 290
Additional paid-in capital	28,857	28,957	31,381
Retained earnings	73,961	75,396	63,782
Accumulated other comprehensive income (loss)	(10,626)	(10,365)	(11,517)
Net Income	\$ 10,374	\$ 5,052	\$ 8,848
Total shareholders' equity	102,850	99,324	92,784
Total liabilities and shareholders' equity	\$ 1,256,724	\$ 1,203,447	\$ 985,399

*The information is preliminary, unaudited and based on company data available at the time of presentation.

Truxton Corporation Consolidated Statements of Net Income (000's) (Unaudited)

	Three Months Ended			Year To Date	
	June 30, 2025*	March 31, 2025*	June 30, 2024*	June 30, 2025*	June 30, 2024*
Non-interest income					
Wealth management services	\$ 5,208	\$ 5,338	\$ 5,206	\$ 10,546	\$ 10,113
Capital advisory fees	459	555	40	1,014	80
Service charges on deposit accounts	35	45	91	80	182
Securities gains (losses), net	0	0	(213)	0	(213)
Bank owned life insurance income	147	141	62	288	120
Other	288	297	347	584	388
Total non-interest income	6,136	6,376	5,532	12,512	10,670

Interest income					
Loans, including fees	\$ 10,882	\$ 10,378	\$ 10,511	\$ 21,260	\$ 20,895
Taxable securities	5,308	3,371	2,933	8,679	5,532
Tax-exempt securities	377	182	207	559	395
Interest bearing deposits	325	331	408	656	639
Federal funds sold	24	34	60	58	101
Total interest income	16,916	14,296	14,119	31,212	27,559
Interest expense					
Deposits	7,719	6,599	6,939	14,318	13,389
Short-term borrowings	108	60	327	168	945
Long-term borrowings	433	199	13	632	28
Subordinated debentures	188	188	188	376	376
Total interest expense	8,448	7,046	7,467	15,494	14,737
Net interest income	8,468	7,250	6,652	15,718	12,822
Provision for credit losses	120	390	(27)	510	(33)
Net interest income after provision for loan losses	8,348	6,860	6,679	15,208	12,855
Total revenue, net	14,484	13,236	12,211	27,720	23,525
Non interest expense					
Salaries and employee benefits	5,655	5,045	3,897	10,700	7,802
Occupancy	336	351	484	687	937
Furniture and equipment	106	109	73	215	77
Data processing	413	407	439	820	857
Wealth management processing fees	213	214	208	428	422
Advertising and public relations	79	53	48	132	82
Professional services	306	222	272	529	481
FDIC insurance assessments	150	108	120	258	310
Other	429	473	1,048	902	1,498
Total non interest expense	7,687	6,982	6,589	14,671	12,466
Income before income taxes	6,796	6,254	5,621	13,048	11,059
Income tax expense	1,473	1,202	1,107	2,674	2,211
Net income	\$ 5,323	\$ 5,052	\$ 4,514	\$ 10,374	\$ 8,848
Earnings per share:					
Basic	\$ 1.85	\$ 1.75	\$ 1.55	\$ 3.60	\$ 3.03
Diluted	\$ 1.84	\$ 1.75	\$ 1.55	\$ 3.59	\$ 3.03

*The information is preliminary, unaudited and based on company data available at the time of presentation.
Totals may not foot due to rounding.

Truxton Corporation
Selected Quarterly Financial Data
At Or For The Three Months Ended
(000's)
(Unaudited)

June 30, 2025* March 31, 2025* June 30, 2024*

Per Common Share Data

Net income attributable to shareholders, per share:

Basic	\$ 1.85	\$ 1.75	\$ 1.75
Diluted	\$ 1.84	\$ 1.75	\$ 1.75
Book value per common share	\$ 35.75	\$ 34.46	\$ 31.85
Tangible book value per common share	\$ 35.75	\$ 34.46	\$ 31.85
Basic weighted average common shares	2,806,478	2,793,834	2,834,023

Diluted weighted average common shares	2,809,382	2,797,388	2,839,086
Common shares outstanding at period end	2,876,939	2,882,241	2,913,478

Selected Balance Sheet Data

Tangible common equity (TCE) ratio	8.18%	8.25%	9.42%
Average Loans	\$ 693,657	\$ 691,360	\$ 10,609
Average earning assets (1)	\$ 1,202,098	\$ 1,047,778	\$ 17,019
Average total assets	\$ 1,229,218	\$ 1,085,506	\$ 0
Average shareholders' equity	\$ 100,500	\$ 99,923	\$ 0

Selected Asset Quality Measures

Nonaccrual loans	\$ 0	\$ 0	\$ 0
90+ days past due still accruing	\$ 0	\$ 0	\$ 0
Total nonperforming loans	\$ 0	\$ 0	\$ 0
Total nonperforming assets	\$ 0	\$ 0	\$ 0
Net charge offs (recoveries)	\$ 0	\$ 8	\$ (1)
Nonperforming loans to assets	0.00%	0.00%	0.00%
Nonperforming assets to total assets	0.00%	0.00%	0.00%
Nonperforming assets to total loans and other real estate	0.00%	0.00%	0.00%
Allowance for credit losses to total loans**	0.97%	0.96%	0.96%
Net charge offs to average loans	0.00%	0.00%	-0.01%

Capital Ratios (Bank Subsidiary Only)

Tier 1 leverage	9.36%	10.46%	10.45%
Common equity tier 1	13.64%	13.82%	14.62%
Total risk-based capital	14.53%	14.73%	15.54%

Selected Performance Ratios

Efficiency ratio	52.64%	51.24%	52.72%
Return on average assets (ROA)	1.74%	1.89%	1.82%
Return on average shareholders' equity (ROE)	21.24%	20.50%	19.97%
Return on average tangible common equity (ROTCE)	21.24%	20.50%	19.97%
Net interest margin	2.92%	2.90%	2.75%

*The information is preliminary, unaudited and based on company data available at the time of presentation.

**Ratios do not include reserve for unfunded commitments

(1) Average earning assets is the daily average of earning assets. Earning assets consists of loans, mortgage loans held for sale, federal funds sold, deposits with banks, and investment securities.

Truxton Corporation Yield Tables For The Periods Indicated (000's) (Unaudited)

The following table sets forth the amount of our average balances, interest income or interest expense for each category of interest earning assets and interest bearing liabilities and the average interest rate for interest earning assets and interest bearing liabilities, net interest spread and net interest margin for the periods indicated below:

	Three Months Ended June 30, 2025*			Three Months Ended March 31, 2025*			Three Months Ended June 30, 2024*		
	Average Balances	Rates/ Yields (%)	Interest Income/ Expense	Average Balances	Rates/ Yields (%)	Interest Income/ Expense	Average Balances	Rates/ Yields (%)	Interest Income/ Expense
Earning Assets									
Loans	\$ 693,657	6.13%	10,609	\$ 691,360	6.04%	10,300	\$ 655,486	6.34%	10,332
Loan fees	\$ 0	0.22%	375	\$ 0	0.16%	271	\$ 0	0.08%	127
Loans with fees	\$ 693,657	6.35%	10,984	\$ 691,360	6.2%	10,571	\$ 655,486	6.42%	10,459
Mortgage loans held for sale	\$ 0	0.00%	0	\$ 0	0.00%	0	\$ 0	0.00%	0

Federal funds sold	\$ 2,385	3.98%	24	\$ 3,308	4.15%	34	\$ 4,476	5.32%	60
Deposits with banks	\$ 30,373	4.29%	325	\$ 29,756	4.51%	331	\$ 27,887	5.88%	408
Investment securities - taxable	\$ 427,467	4.97%	5,308	\$ 291,104	4.63%	3,371	\$ 257,470	4.56%	2,933
Investment securities - tax-exempt	\$ 48,216	4.67%	378	\$ 32,250	3.37%	182	\$ 34,804	3.56%	207
Total Earning Assets	\$ 1,202,098	5.74%	17,019	\$ 1,047,778	5.62%	14,489	\$ 980,123	5.81%	14,067
Non interest earning assets									
Allowance for loan losses	(6,705)			(6,618)			(6,306)		
Cash and due from banks	\$ 5,148			\$ 17,307			\$ 6,856		
Premises and equipment	\$ 3,129			\$ 3,249			\$ 2,698		
Accrued interest receivable	\$ 4,049			\$ 3,608			\$ 3,975		
Other real estate	\$ 0			\$ 0			\$ 0		
Other assets	\$ 39,926			\$ 37,447			\$ 32,919		
Unrealized gain (loss) on inv. securities	(18,427)			(17,265)			(21,466)		
Total Assets	\$ 1,229,218			\$ 1,085,506			\$ 998,799		
Interest bearing liabilities									
Interest bearing demand	\$ 330,353	3.01%	2,480	\$ 326,793	3.04%	2,448	\$ 340,187	3.62%	3,062
Savings and money market	\$ 256,265	2.72%	1,740	\$ 229,304	2.63%	1,486	\$ 175,264	3.55%	1,546
Time deposits - retail	\$ 12,687	3.17%	100	\$ 12,965	3.61%	115	\$ 14,887	3.4%	126
Time deposits - wholesale	\$ 319,443	4.27%	3,398	\$ 241,662	4.28%	2,550	\$ 201,005	4.41%	2,205
Total interest bearing deposits	\$ 918,748	3.37%	7,718	\$ 810,724	3.3%	6,599	\$ 731,343	3.82%	6,939
Federal Home Loan Bank advances	\$ 40,560	4.23%	433	\$ 20,369	3.9%	199	\$ 3,173	1.64%	13
Subordinated debt	\$ 14,536	5.12%	188	\$ 14,687	5.09%	188	\$ 14,471	5.14%	188
Other borrowings	\$ 11,290	4.55%	108	\$ 9,419	4.12%	60	\$ 30,973	4.18%	327
Total borrowed funds	\$ 66,386	4.35%	729	\$ 44,475	4.02%	447	\$ 48,617	4.30%	528
Total interest bearing liabilities	\$ 985,036	3.44%	8,448	\$ 855,199	3.34%	7,046	\$ 779,960	3.85%	7,467
Net interest rate spread		2.30%	8,571		2.28%	7,443		1.96%	6,600
Non-interest bearing deposits	\$ 138,929			\$ 126,049			\$ 124,029		
Other liabilities	\$ 4,753			\$ 4,335			\$ 3,881		
Shareholder's equity	\$ 100,500			\$ 99,923			\$ 90,929		
Total Liabilities and Shareholder's Equity	\$ 1,229,218			\$ 1,085,506			\$ 998,799		
Cost of funds		3.01			2.91			3.32	
Net interest margin		2.92			2.90			2.75	

*The information is preliminary, unaudited and based on company data available at the time of presentation. Totals may not foot due to rounding.

Yield Table Assumptions - Average loan balances are inclusive of nonperforming loans. Yields computed on tax-exempt instruments are on a tax equivalent basis. Net interest spread is calculated as the yields realized on interest-bearing assets less the rates paid on interest-bearing liabilities. Net interest margin is the result of net interest income calculated on a tax-equivalent basis divided by average interest earning assets for the period. Changes in net interest income are attributed to either changes in average balances (volume change) or changes in average rates (rate change) for earning assets and sources of funds on which interest is received or paid. Volume change is calculated as change in volume times the previous rate while rate change is change in rate times the previous volume. Changes not due solely to volume or rate changes are allocated to volume change and rate change in proportion to the relationship of the absolute dollar amounts of the change in each category.

Truxton Corporation
Yield Tables
For The Periods Indicated
(000's)
(Unaudited)

The following table sets forth the amount of our average balances, interest income or interest expense for each category of interest earning assets and interest bearing liabilities and the average interest rate for interest earning assets and interest bearing liabilities, net interest spread and net interest margin for the periods indicated below:

	Six Months Ended June 30, 2025*			Six Months Ended June 30, 2024*		
	Average Balances	Rates/ Yields (%)	Interest Income/ Expense	Average Balances	Rates/ Yields (%)	Interest Income/ Expense
Earning Assets						
Loans	\$ 692,515	6.09%	20,909	\$ 656,138	6.31%	20,593
Loan fees	\$ 0	0.19%	646	\$ 0	0.07%	223
Loans with fees	\$ 692,515	6.28%	21,555	\$ 656,138	6.38%	20,816
Mortgage loans held for sale	\$ 0	0.00%	0	\$ 0	0.00%	0

Federal funds sold	\$ 2,844	4.08\$	58	\$ 3,865	5.16\$	101
Deposits with banks	\$ 30,066	4.4\$	656	\$ 23,712	5.41\$	638
Investment securities - taxable	\$ 359,662	4.83\$	8,679	\$ 251,493	4.4\$	5,532
Investment securities - tax-exempt	\$ 40,277	4.15\$	559	\$ 33,922	3.48\$	395
Total Earning Assets	<u>\$ 1,125,364</u>	<u>5.68\$</u>	<u>31,507</u>	<u>\$ 969,130</u>	<u>5.74\$</u>	<u>27,482</u>
Non interest earning assets						
Allowance for loan losses	(6,662)			(6,308)		
Cash and due from banks	\$ 5,740			\$ 6,064		
Premises and equipment	\$ 3,189			\$ 1,979		
Accrued interest receivable	\$ 3,829			\$ 3,726		
Other real estate	\$ 0			\$ 0		
Other assets	\$ 38,986			\$ 31,706		
Unrealized gain (loss) on inv. securities	(17,850)			(21,784)		
Total Assets	<u>\$ 1,152,596</u>			<u>\$ 984,513</u>		
Interest bearing liabilities						
Interest bearing demand	\$ 328,583	3.02\$	5,961	\$ 335,265	3.58\$	5,961
Savings and Money Market	\$ 242,859	2.68\$	2,920	\$ 168,952	3.48\$	2,920
Time deposits - Retail	\$ 12,825	3.39\$	259	\$ 15,222	3.42\$	259
Time Deposits - Wholesale	\$ 280,768	4.27\$	4,249	\$ 187,287	4.56\$	4,249
Total interest bearing deposits	\$ 865,035	3.34\$	13,389	\$ 706,726	3.81\$	13,389
Federal home Loan Bank advances	\$ 30,521	4.12\$	632	\$ 3,287	1.67\$	28
Subordinated debt	\$ 14,611	5.13\$	377	\$ 14,541	5.11\$	376
Other borrowings	\$ 10,309	4.34\$	945	\$ 44,016	4.25\$	944
Total borrowed funds	\$ 55,441	4.22\$	1,954	\$ 61,844	4.31\$	1,348
Total interest bearing liabilities	<u>\$ 920,476</u>	<u>3.39\$</u>	<u>15,343</u>	<u>\$ 768,570</u>	<u>3.85\$</u>	<u>14,737</u>
Net interest rate spread		<u>2.29\$</u>	<u>16,164</u>		<u>1.89\$</u>	<u>12,745</u>
Non-interest bearing deposits	\$ 127,070			\$ 121,419		
Other liabilities	\$ 4,886			\$ 4,339		
Shareholder's equity	\$ 100,164			\$ 90,185		
Total Liabilities and Shareholder's Equity	<u>\$ 1,152,596</u>			<u>\$ 984,513</u>		
Cost of funds		<u>2.96</u>			<u>3.32</u>	
Net interest margin		<u>2.91</u>			<u>2.68</u>	

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Yield Table Assumptions - Average loan balances are inclusive of nonperforming loans. Yields computed on tax-exempt instruments are on a tax equivalent basis. Net interest spread is calculated as the yields realized on interest-bearing assets less the rates paid on interest-bearing liabilities. Net interest margin is the result of net interest income calculated on a tax-equivalent basis divided by average interest earning assets for the period. Changes in net interest income are attributed to either changes in average balances (volume change) or changes in average rates (rate change) for earning assets and sources of funds on which interest is received or paid. Volume change is calculated as change in volume times the previous rate while rate change is change in rate times the previous volume. Changes not due solely to volume or rate changes are allocated to volume change and rate change in proportion to the relationship of the absolute dollar amounts of the change in each category.