

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
Washington, D.C. 20549

FORM 8-K

**CURRENT REPORT
PURSUANT TO SECTION 13 OR 15(d) OF
THE SECURITIES EXCHANGE ACT OF 1934**

Date of Report (date of earliest event reported): April 25, 2023

VERITEX HOLDINGS, INC.
(Exact name of Registrant as specified in its charter)

Texas
(State or other jurisdiction of
incorporation or organization)

001-36682
(Commission File Number)

27-0973566
(I.R.S. Employer
Identification Number)

8214 Westchester Drive, Suite 800
Dallas, Texas 75225
(Address of principal executive offices)

(972) 349-6200
(Registrant's telephone number, including area code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol	Name of each exchange on which registered
Common Stock, par value \$0.01 per share	VBTX	Nasdaq Global Market

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Item 2.02 Results of Operations and Financial Condition

On April 25, 2023, Veritex Holdings, Inc. (the “Company”), the holding company for Veritex Community Bank, a Texas state chartered bank, issued a press release describing its results of operations for the quarter ended March 31, 2023. A copy of the press release is attached hereto as Exhibit 99.1 and is incorporated herein by reference.

As provided in General Instruction B.2 to Form 8-K, the information furnished in this Item 2.02 (including Exhibit 99.1) of this Current Report on Form 8-K shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or otherwise subject to the liabilities of that section, and such information shall not be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended (the “Securities Act”), or the Exchange Act, except as shall be expressly set forth by specific reference in such filing.

Item 7.01 Regulation FD Disclosure

On Wednesday, April 26, 2023, at 8:30 a.m., Central Time, the Company will host an investor conference call and webcast to review its first quarter financial results. The webcast will include a slide presentation that consists of information regarding the Company’s operating and growth strategies and financial performance. The presentation materials will be posted on the Company’s website after the close of the market on Tuesday, April 25, 2023. The presentation materials are attached hereto as Exhibit 99.2 and are incorporated herein by reference.

As provided in General Instruction B.2 to Form 8-K, the information furnished in this Item 7.01 (including Exhibit 99.2) of this Current Report on Form 8-K shall not be deemed “filed” for purposes of Section 18 of the Exchange Act, or otherwise subject to the liabilities of that section, and such information shall not be deemed incorporated by reference in any filing under the Securities Act or the Exchange Act, except as shall be expressly set forth by specific reference in such filing.

Item 8.01 Other Events

After the close of the market on Tuesday, April 25, 2023, the Company issued a press release announcing the declaration of a quarterly cash dividend of \$0.20 per share on its outstanding common stock. The dividend will be paid on May 25, 2023 to shareholders of record as of the close of business on May 11, 2023. The press release is attached hereto as Exhibit 99.3 and is incorporated herein by reference.

Forward Looking Statement

This Current Report includes “forward-looking statements”, within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements are based on various facts and derived utilizing assumptions, current expectations, estimates and projections and are subject to known and unknown risks, uncertainties and other factors, which change over time and are beyond our control, that may cause actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Forward-looking statements include, without limitation, statements relating to the expected payment of Veritex Holdings, Inc.’s (“Veritex”) quarterly cash dividend; the impact of certain changes in Veritex’s accounting policies, standards and interpretations; the effects of the COVID-19 pandemic and actions taken in response thereto; a continuation of recent turmoil in the banking industry, responsive measures to mitigate and manage it and related supervisory and regulatory actions and costs and Veritex’s future financial performance, business and growth strategy, projected plans and objectives, as well as other projections based on macroeconomic and industry trends, which are inherently unreliable due to the multiple factors that impact broader economic and industry trends, and any such variations may be material. Statements preceded by, followed by or that otherwise include the words “believes,” “expects,” “anticipates,” “intends,” “projects,” “estimates,” “seeks,” “targets,” “outlooks,” “plans” and similar expressions or future or conditional verbs such as “will,” “should,” “would,” “may” and “could” are generally forward-looking in nature and not historical facts, although not all forward-looking statements include the foregoing words. We refer you to the “Risk Factors” and “Management’s Discussion and Analysis of Financial Condition and Results of Operations” sections of Veritex’s Annual Report on Form 10-K for the year ended December 31, 2022 and any updates to those risk factors set forth in Veritex’s Quarterly Reports on Form 10-Q, Current Reports on Form 8-K and other filings with the Securities and Exchange Commission (“SEC”), which are available on the SEC’s website at www.sec.gov. If one or more events related to these or other risks or uncertainties materialize, or if Veritex’s underlying assumptions prove to be incorrect, actual results may differ materially from what Veritex anticipates. Accordingly, you should not place undue reliance on any such forward-looking statements. Any forward-looking statement speaks only as of the date on which it is made. Veritex does not undertake any obligation, and specifically declines any obligation, to supplement, update or revise any forward-looking statements, whether as a result of new information, future developments or otherwise, except as required by

law. All forward-looking statements, expressed or implied, included in this Current Report are expressly qualified in their entirety by this cautionary statement. This cautionary statement should also be considered in connection with any subsequent written or oral forward-looking statements that Veritex or persons acting on Veritex's behalf may issue.

Item 9.01 Financial Statements and Exhibits

(d) Exhibits.

Exhibit Number	Description
99.1	Press release, dated April 25, 2023
99.2	Presentation materials
99.3	Dividend Announcement
104	Cover Page Interactive Data File - the cover page XBRL tags are embedded within the Inline XBRL document.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Veritex Holdings, Inc.

By: /s/ C. Malcolm Holland, III
C. Malcolm Holland, III
Chairman and Chief Executive Officer
Date: April 25, 2023

VERITEX HOLDINGS, INC. REPORTS FIRST QUARTER OPERATING RESULTS

Dallas, TX — April 25, 2023 —Veritex Holdings, Inc. (“Veritex”, the “Company”, “we” or “our”) (Nasdaq: VBTX), the holding company for Veritex Community Bank, today announced the results for the quarter ended March 31, 2023.

“I am incredibly pleased with our first quarter operating performance. We reported outstanding earnings metrics while all banks were navigating the impact of the recent banking environment”, said C. Malcolm Holland, III. “These recent events have given our bankers an opportunity to connect with our customers and prospects to provide reassurance of our Company’s ability to meet their needs. I am encouraged that the time and focus put in over the years resulted in very little deposit outflow since last quarter.”

Financial Highlights	Quarter to Date					
	Q1 2023		Q4 2022		Q1 2022	
	(Dollars in thousands, except per share data) (unaudited)					
GAAP						
Net income	\$	38,411	\$	39,897	\$	33,470
Diluted EPS		0.70		0.73		0.65
Book value per common share		27.54		26.83		26.86
Return on average assets ²		1.28 %		1.35 %		1.36 %
Efficiency ratio		48.42		47.63		52.84
Return on average equity ²		10.55		11.03		10.00
Non-GAAP¹						
Operating earnings	\$	43,274	\$	40,395	\$	34,014
Diluted operating EPS		0.79		0.74		0.66
Tangible book value per common share		19.43		18.64		18.51
Pre-tax, pre-provision operating earnings		66,461		63,694		42,265
Pre-tax, pre-provision operating return on average assets ²		2.21 %		2.15 %		1.71 %
Pre-tax, pre-provision operating return on average loans ²		2.84		2.78		2.34
Operating return on average assets ²		1.44		1.36		1.38
Operating efficiency ratio		45.63		47.11		52.05
Return on average tangible common equity ²		15.81		16.75		15.84
Operating return on average tangible common equity ²		17.72		16.95		16.08

¹ Refer to the section titled “Reconciliation of Non-GAAP Financial Measures” for a reconciliation of these non-generally accepted accounting principles (“GAAP”) financial measures to their most directly comparable GAAP measures.

² Annualized ratio.

Other First Quarter Highlights

- Pre-tax, pre-provision operating return on average assets increased 6 bps from the fourth quarter of 2022 to 2.21% and increased 50 bps from the first quarter 2022;
- Pre-tax, pre-provision operating return on average loans increased 6 bps from the fourth quarter of 2022 to 2.84% and increased 50 bps from the first quarter 2022;
- Tangible book value per common share increased to \$19.43 during the three months ended March 31, 2023 compared to \$18.64 for the three months ended December 31, 2022 and \$18.51 for the three months ended March 31, 2022;
- Non-performing assets (“NPAs”) to total assets decreased to 0.35%, or 1 bps from December 31, 2022 and 11 bps from March 31, 2022, respectively;
- Annualized net charge-offs to average loans outstanding were 4 bps for the first quarter of 2023 compared to 28 bps for the three months ended December 31, 2022;
- Total loans held for investment (“LHI”), excluding mortgage warehouse (“MW”), grew \$200.7 million, or 8.9% annualized, during the three months ended March 31, 2023 from \$9.04 billion at the end of the fourth quarter of 2022;
- Declared quarterly cash dividend of \$0.20 per share of outstanding common stock payable on May 25, 2023.

Results of Operations for the Three Months Ended March 31, 2023

Net Interest Income

For the three months ended March 31, 2023, net interest income before provision for credit losses was \$103.4 million and net interest margin was 3.69% compared to \$106.1 million and 3.87%, respectively, for the three months ended December 31, 2022. The \$2.7 million decrease in net interest income before provision for credit losses was primarily due to a \$12.4 million increase in interest expense on certificates and other time deposits and a \$5.8 million increase in transaction and savings deposits driven by an increase in funding costs on deposits, partially offset by a \$14.9 million increase in loan yields and average balances during the three months ended March 31, 2023. Net interest margin decreased 18 basis points compared to the three months ended December 31, 2022, primarily due to the increase in funding costs on deposits during three months ended March 31, 2023, partially offset by an increase in loan yields and average balances.

Compared to the three months ended March 31, 2022, net interest income before provision for credit losses for the three months ended March 31, 2023 increased by \$30.3 million, or 41.6%. The increase was primarily due to a \$80.3 million increase in interest income on loans driven by an increase in average balances and loan yields, partially offset by a \$28.1 million increase in transaction and savings deposits and a \$19.6 million increase in certificates and other time deposits driven by an increase in funding costs. Net interest margin increased 47 basis points to 3.69% for the three months ended March 31, 2023 from 3.22% for the three months ended March 31, 2022. The increase was primarily due to the increase in average balances and loan yields during the three months ended March 31, 2023, partially offset by an increase in funding costs.

Noninterest Income

Noninterest income for the three months ended March 31, 2023 was \$13.5 million, a decrease of \$795 thousand, or 5.5%, compared to the three months ended December 31, 2022. The decrease was primarily due to a \$5.3 million loss on sales of investment securities due to the Company selling \$116.2 million of investment securities in early March 2023 and a \$2.1 million decrease in customer swap income. The decrease was partially offset by a \$3.9 million decrease in equity method investment losses and a \$1.9 million increase in government guaranteed loan income primarily driven by an increase in USDA loans sold through our wholly owned subsidiary North Avenue Capital, LLC ("NAC").

Compared to the three months ended March 31, 2022, noninterest income for the three months ended March 31, 2023 decreased by \$1.6 million, or 10.4%. The decrease was primarily due to a \$5.3 million loss on sales of investment securities due to the Company selling \$116.2 million of investment securities in early March 2023 and a \$1.9 million decrease in equity method investment income. The decrease was partially offset by a \$4.8 million increase in government guaranteed loan income primarily driven by an increase in USDA loans sold through NAC and a \$959 thousand increase in BOLI income.

Noninterest Expense

Noninterest expense was \$56.6 million for the three months ended March 31, 2023, compared to \$57.4 million for the three months ended December 31, 2022, a decrease of \$744 thousand, or 1.3%. The decrease was primarily due to a \$1.8 million decrease in salaries and employee benefits, partially offset by a \$523 thousand increase in data processing and software expenses, a \$196 thousand increase in third party banking services, a \$120 thousand increase in telephone and communications expenses, and a \$459 thousand increase in other miscellaneous expenses.

Compared to the three months ended March 31, 2022, noninterest expense for the three months ended March 31, 2023 increased by \$10.0 million, or 21.6%. The increase was primarily driven by a \$4.4 million increase in salaries and employee benefits, a \$1.8 million increase in data processing and software expenses, a \$1.4 million increase in loan and collection expenses, a \$1.2 million increase in professional and regulatory fees, and a \$429 thousand increase in third party banking services.

Financial Condition

Total LHI, excluding MW, were \$9.24 billion at March 31, 2023, an increase of \$200.7 million, or 8.9% annualized, compared to December 31, 2022. The increase was the result of the continued execution, and success of our loan growth strategy, including our continued investment in talent.

Total deposits were \$9.03 billion at March 31, 2023, a decrease of \$88.5 million, or 3.9% annualized, compared to December 31, 2022. The decrease was primarily the result of a decrease of \$447.8 million in correspondent money market deposits and a decrease of \$428.2 million in non-interest bearing deposits, partially offset by an increase of \$810.2 million in certificates and other time deposits.

Credit Quality

Nonperforming assets totaled \$44.5 million, or 0.35% of total assets, at March 31, 2023, compared to \$43.7 million, or 0.36% of total assets, at December 31, 2022. The Company had net charge-offs of \$858 thousand for the quarter, which were fully reserved against in prior quarters under our allowance for credit loss ("ACL") model.

The Company recorded a provision for credit losses of \$8.5 million for the three months ended March 31, 2023, an \$11.8 million provision for credit losses for the three months ended December 31, 2022 and a \$500 thousand benefit for credit losses for the three months ended March 31, 2022. The recorded provision for credit losses for the three months ended March 31, 2023, compared to the three months ended December 31, 2022, was primarily attributable to an increase in general reserves as a result of changes in economic factors and loan growth. The Company recorded a provision for unfunded commitments of \$1.5 million for the three months ended March 31, 2023, a \$523 thousand benefit for unfunded commitments for the three months ended December 31, 2022, and a \$493 thousand provision for unfunded commitments for the three months ended March 31, 2022. The recorded provision for unfunded commitments for the three months ended March 31, 2023, compared to the three months ended December 31, 2022, was attributable to changes in economic factors partially offset by a decrease in unfunded commitment balances. ACL as a percentage of LHI, excluding MW, was 1.07%, 1.01% and 1.02% at March 31, 2023, December 31, 2022 and March 31, 2022, respectively.

Dividend Information

After the close of the market on Tuesday, April 25, 2023, Veritex's Board of Directors declared a quarterly cash dividend of \$0.20 per share on its outstanding shares of common stock. The dividend will be paid on or after May 25, 2023 to stockholders of record as of the close of business on May 11, 2023.

Non-GAAP Financial Measures

Veritex's management uses certain non-GAAP (U.S. generally accepted accounting principles) financial measures to evaluate its operating performance and provide information that is important to investors. However, non-GAAP financial measures are supplemental and should be viewed in addition to, and not as an alternative for, Veritex's reported results prepared in accordance with GAAP. Specifically, Veritex reviews and reports tangible book value per common share, operating earnings, tangible common equity to tangible assets, return on average tangible common equity, pre-tax, pre-provision operating earnings, pre-tax, pre-provision operating return on average assets, pre-tax, pre-provision operating return on average loans, pre-tax, pre-provision operating return on average loans, diluted operating earnings per share, operating return on average assets, operating return on average tangible common equity and operating efficiency ratio. Veritex has included in this earnings release information related to these non-GAAP financial measures for the applicable periods presented. Please refer to "Reconciliation of Non-GAAP Financial Measures" after the financial highlights at the end of this earnings release for a reconciliation of these non-GAAP financial measures.

Conference Call

The Company will host an investor conference call and webcast to review the results on Wednesday, April 26, 2023, at 8:30 a.m. Central Time. Participants may pre-register for the call by visiting <https://edge.media-server.com/mmc/p/4tvcudmz> and will receive a unique PIN, which can be used when dialing in for the call.

Participants may also register via teleconference at:

<https://register.vevent.com/register/BI557c0ef1335341a3870ff09ae09bc101>. Once registration is completed, participants will be provided with a dial-in number containing a personalized conference code to access the call. All participants are instructed to dial-in 15 minutes prior to the start time.

A replay will be available within approximately two hours after the completion of the call, and made accessible for one week thereafter. You may access the replay via webcast through the investor relations section of Veritex's website.

About Veritex Holdings, Inc.

Headquartered in Dallas, Texas, Veritex is a bank holding company that conducts banking activities through its wholly owned subsidiary, Veritex Community Bank, with locations throughout the Dallas-Fort Worth metroplex and in the Houston metropolitan area. Veritex Community Bank is a Texas state chartered bank regulated by the Texas Department of Banking and the Board of Governors of the Federal Reserve System. For more information, visit www.veritexbank.com.

Media and Investor Relations:
investorrelations@veritexbank.com

Forward-Looking Statements

This earnings release includes "forward-looking statements", within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements are based on various facts and derived utilizing assumptions, current expectations, estimates and projections and are subject to known and unknown risks, uncertainties and other factors, which change over time and are beyond our control, that may cause actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Forward-looking statements include, without limitation, statements relating to the expected payment of Veritex Holdings, Inc.'s ("Veritex") quarterly cash dividend; the impact of certain changes in Veritex's accounting policies, standards and interpretations; the effects of the COVID-19 pandemic and actions taken in response thereto; a continuation of recent turmoil in the banking industry, responsive measures to mitigate and manage it and related supervisory and regulatory actions and costs and Veritex's future financial performance, business and growth strategy, projected plans and objectives, as well as other projections based on macroeconomic and industry trends, which are inherently unreliable due to the multiple factors that impact broader economic and industry trends, and any such variations may be material. Statements preceded by, followed by or that otherwise include the words "believes," "expects," "anticipates," "intends," "projects," "estimates," "seeks," "targets," "outlooks," "plans" and similar expressions or future or conditional verbs such as "will," "should," "would," "may" and "could" are generally forward-looking in nature and not historical facts, although not all forward-looking statements include the foregoing words. We refer you to the "Risk Factors" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" sections of Veritex's Annual Report on Form 10-K for the year ended December 31, 2022 and any updates to those risk factors set forth in Veritex's Quarterly Reports on Form 10-Q, Current Reports on Form 8-K and other filings with the Securities and Exchange Commission ("SEC"), which are available on the SEC's website at www.sec.gov. If one or more events related to these or other risks or uncertainties materialize, or if Veritex's underlying assumptions prove to be incorrect, actual results may differ materially from what Veritex anticipates. Accordingly, you should not place undue reliance on any such forward-looking statements. Any forward-looking statement speaks only as of the date on which it is made. Veritex does not undertake any obligation, and specifically declines any obligation, to supplement, update or revise any forward-looking statements, whether as a result of new information, future developments or otherwise, except as required by law. All forward-looking statements, expressed or implied, included in this earnings release are expressly qualified in their entirety by this cautionary statement. This cautionary statement should also be considered in connection with any subsequent written or oral forward-looking statements that Veritex or persons acting on Veritex's behalf may issue.

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Financial Highlights
(Unaudited)

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
(Dollars and shares in thousands, except per share data)					
Per Share Data (Common Stock):					
Basic EPS	\$ 0.71	\$ 0.74	\$ 0.80	\$ 0.55	\$ 0.66
Diluted EPS	0.70	0.73	0.79	0.54	0.65
Book value per common share	27.54	26.83	26.15	26.50	26.86
Tangible book value per common share ¹	19.43	18.64	17.91	18.20	18.51
Dividends paid per common share outstanding ²	0.20	0.20	0.20	0.20	0.20
Common Stock Data:					
Shares outstanding at period end	54,229	54,030	53,988	53,951	53,907
Weighted average basic shares outstanding for the period	54,149	54,011	53,979	53,949	50,695
Weighted average diluted shares outstanding for the period	54,606	54,780	54,633	54,646	51,571
Summary of Credit Ratios:					
ACL to total LHL, excluding MW	1.07 %	1.01 %	1.00 %	1.02 %	1.02 %
NPAs to total assets	0.35	0.36	0.26	0.40	0.46
NPAs, excluding nonaccrual purchase credit deteriorated ("PCD") loans, to total assets ³	0.25	0.25	0.26	0.40	0.46
Net charge-offs to average loans outstanding, excluding MW ⁴	0.04	0.28	0.12	0.04	0.28
Summary Performance Ratios:					
Return on average assets ⁴	1.28 %	1.35 %	1.50 %	1.11 %	1.36 %
Return on average equity ⁴	10.55	11.03	11.82	8.21	10.00
Return on average tangible common equity ^{1,4}	15.81	16.75	17.82	12.68	15.84
Efficiency ratio	48.42	47.63	44.71	50.76	52.84
Net interest margin	3.69	3.87	3.77	3.42	3.22
Selected Performance Metrics - Operating:					
Diluted operating EPS ¹	\$ 0.79	\$ 0.74	\$ 0.80	\$ 0.55	\$ 0.66
Pre-tax, pre-provision operating return on average assets ^{1,4}	2.21 %	2.15 %	2.20 %	1.76 %	1.71 %
Pre-tax, pre-provision operating return on average loans ^{1,4}	2.84	2.78	2.88	2.35	2.34
Operating return on average assets ^{1,4}	1.44	1.36	1.51	1.12	1.38
Operating return on average tangible common equity ^{1,4}	17.72	16.95	17.94	12.77	16.08
Operating efficiency ratio ¹	45.63	47.11	44.37	50.45	52.05
Veritex Holdings, Inc. Capital Ratios:					
Average stockholders' equity to average total assets	12.09 %	12.20 %	12.69 %	13.51 %	13.58 %
Tangible common equity to tangible assets ¹	8.66	8.60	8.58	9.04	9.98
Tier 1 capital to average assets (leverage)	9.67	9.82	9.79	10.14	10.66
Common equity tier 1 capital	9.32	9.09	9.09	9.25	9.84
Tier 1 capital to risk-weighted assets	9.56	9.34	9.35	9.52	10.14
Total capital to risk-weighted assets	11.99	11.63	11.68	11.95	12.73

¹Refer to the section titled "Reconciliation of Non-GAAP Financial Measures" after the financial highlights for a reconciliation of these non-GAAP financial measures to their most directly comparable GAAP measures.

²Dividend amount represents dividend paid per common share subsequent to each respective quarter end.

³Nonaccrual PCD loans consist of PCD loans that transitioned upon adoption of ASC326 and were accounted for on a pooled basis that have subsequently been placed on nonaccrual status.

⁴Annualized ratio for quarterly metrics.

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Financial Highlights
(In thousands)

	Mar 31, 2023 (unaudited)	Dec 31, 2022	Sep 30, 2022 (unaudited)	Jun 30, 2022 (unaudited)	Mar 31, 2022 (unaudited)
ASSETS					
Cash and cash equivalents	\$ 808,395	\$ 436,077	\$ 433,897	\$ 410,716	\$ 551,573
Debt securities, net	1,150,959	1,282,460	1,303,004	1,354,403	1,244,514
Other investments	137,621	122,450	115,551	202,685	188,699
Loans held for sale	42,816	20,641	17,644	14,210	18,721
LHI, MW	437,501	446,227	523,805	629,291	542,877
LHI, excluding MW	9,237,159	9,036,424	8,513,254	7,923,131	7,143,941
Total loans	9,717,476	9,503,292	9,054,703	8,566,632	7,705,539
ACL, loans	(98,694)	(91,052)	(85,037)	(80,576)	(72,485)
Bank-owned life insurance	84,962	84,496	84,030	84,097	83,641
Bank premises, furniture and equipment, net	107,540	108,824	108,720	108,769	109,138
Other real estate owned ("OREO")	—	—	—	1,032	1,062
Intangible assets, net of accumulated amortization	51,086	53,213	56,238	59,011	63,986
Goodwill	404,452	404,452	404,452	404,452	404,452
Other assets	245,690	250,149	238,896	193,590	173,561
Total assets	\$ 12,609,487	\$ 12,154,361	\$ 11,714,454	\$ 11,304,811	\$ 10,453,680
LIABILITIES AND STOCKHOLDERS' EQUITY					
Deposits:					
Noninterest-bearing deposits	\$ 2,212,389	\$ 2,640,617	\$ 2,811,412	\$ 2,947,830	\$ 2,765,895
Interest-bearing transaction and savings deposits	3,492,011	3,514,729	3,437,898	3,233,803	3,030,852
Certificates and other time deposits	2,896,870	2,086,642	1,667,364	1,562,626	1,435,409
Correspondent money market deposits	433,468	881,246	831,770	773,447	657,440
Total deposits	9,034,738	9,123,234	8,748,444	8,517,706	7,889,596
Accounts payable and other liabilities	171,985	177,579	173,198	126,116	105,552
Advances from Federal Home Loan Bank ("FHLB")	1,680,000	1,175,000	1,150,000	1,000,000	777,522
Subordinated debentures and subordinated notes	229,027	228,775	228,524	228,272	228,018
Securities sold under agreements to repurchase	—	—	2,389	3,275	4,996
Total liabilities	11,115,750	10,704,588	10,302,555	9,875,369	9,005,684
Commitments and contingencies					
Stockholders' equity:					
Common stock	609	607	606	606	605
Additional paid-in capital	1,308,345	1,306,852	1,303,171	1,300,170	1,297,161
Retained earnings	406,873	379,299	350,195	317,664	298,830
Accumulated other comprehensive (loss) income	(54,508)	(69,403)	(74,491)	(21,416)	18,982
Treasury stock	(167,582)	(167,582)	(167,582)	(167,582)	(167,582)
Total stockholders' equity	1,493,737	1,449,773	1,411,899	1,429,442	1,447,996
Total liabilities and stockholders' equity	\$ 12,609,487	\$ 12,154,361	\$ 11,714,454	\$ 11,304,811	\$ 10,453,680

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Financial Highlights
(In thousands, except per share data)

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Interest income:					
Loans, including fees	\$ 151,707	\$ 136,846	\$ 109,199	\$ 82,191	\$ 71,443
Debt securities	10,988	10,880	10,462	9,632	7,762
Deposits in financial institutions and Fed Funds sold	5,534	3,401	1,898	714	262
Equity securities and other investments	1,408	1,087	1,666	1,057	910
Total interest income	169,637	152,214	123,225	93,594	80,377
Interest expense:					
Transaction and savings deposits	29,857	24,043	12,897	4,094	1,751
Certificates and other time deposits	20,967	8,543	3,919	1,465	1,380
Advances from FHLB	12,358	10,577	2,543	834	1,547
Subordinated debentures and subordinated notes	3,066	2,954	2,826	2,721	2,659
Total interest expense	66,248	46,117	22,185	9,114	7,337
Net interest income	103,389	106,097	101,040	84,480	73,040
Provision (benefit) for credit losses ¹	9,385	11,800	6,650	9,000	(500)
Provision (benefit) for unfunded commitments	1,497	(523)	850	—	493
Net interest income after provisions	92,507	94,820	93,540	75,480	73,047
Noninterest income:					
Service charges and fees on deposit accounts	5,017	5,173	5,217	5,039	4,710
Loan fees	2,064	2,477	2,786	2,385	2,794
Loss on sales of investment securities	(5,321)	—	—	—	—
Gain on sales of mortgage loans held for sale	6	4	16	223	307
Government guaranteed loan income, net	9,688	7,808	572	789	4,891
Equity method investment (loss) income	(1,521)	(5,416)	(1,058)	966	367
Customer swap income	217	2,273	3,358	1,321	946
Other income (loss)	3,381	2,007	2,130	(345)	1,082
Total noninterest income	13,531	14,326	13,021	10,378	15,097
Noninterest expense:					
Salaries and employee benefits	31,865	33,690	29,714	26,924	27,513
Occupancy and equipment	4,973	5,116	4,615	4,496	4,517
Professional and regulatory fees	4,389	4,401	3,718	2,865	3,158
Data processing and software expense	4,720	4,197	3,509	3,386	2,921
Marketing	1,779	1,841	1,845	2,306	1,187
Amortization of intangibles	2,495	2,495	2,494	2,495	2,495
Telephone and communications	478	358	389	352	385
Merger and acquisition ("M&A") expense	—	—	384	295	700
Other	5,916	5,261	4,323	5,034	3,696
Total noninterest expense	56,615	57,359	50,991	48,153	46,572
Income before income tax expense	49,423	51,787	55,570	37,705	41,572
Income tax expense	11,012	11,890	12,248	8,079	8,102
Net income	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 33,470
Net income available to common stockholders	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 33,470
Basic EPS	\$ 0.71	\$ 0.74	\$ 0.80	\$ 0.55	\$ 0.66
Diluted EPS	\$ 0.70	\$ 0.73	\$ 0.79	\$ 0.54	\$ 0.65
Weighted average basic shares outstanding	54,149	54,011	53,979	53,949	50,695
Weighted average diluted shares outstanding	54,606	54,780	54,633	54,646	51,571

¹ Includes provision for credit losses on loans of \$8.5 million and available for sale ("AFS") securities of \$885 thousand for the three months ended March 31, 2023.

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Financial Highlights
(Unaudited)

	March 31, 2023			For the Quarter Ended December 31, 2022			March 31, 2022		
	Average Outstanding Balance	Interest Earned/ Interest Paid	Average Yield/ Rate	Average Outstanding Balance	Interest Earned/ Interest Paid	Average Yield/ Rate	Average Outstanding Balance	Interest Earned/ Interest Paid	Average Yield/ Rate
(In thousands, except percentages)									
Assets									
Interest-earning assets:									
Loans ¹	\$ 9,141,137	\$ 146,801	6.51 %	\$ 8,743,380	\$ 131,823	5.98 %	\$ 6,904,278	\$ 68,374	4.02 %
LHI, MW	360,172	4,906	5.52	383,080	5,024	5.20	421,680	3,069	2.95
Debt securities	1,252,457	10,988	3.56	1,286,342	10,880	3.36	1,140,834	7,762	2.76
Interest-bearing deposits in other banks	478,345	5,534	4.69	353,737	3,401	3.81	554,864	262	0.19
Equity securities and other investments	124,985	1,408	4.57	119,054	1,087	3.62	190,002	910	1.94
Total interest-earning assets	11,357,096	169,637	6.06	10,885,593	152,215	5.55	9,211,658	80,377	3.54
ACL, loans	(92,664)			(85,275)			(77,843)		
Noninterest-earning assets	949,881			960,726			865,107		
Total assets	\$ 12,214,313			\$ 11,761,044			\$ 9,998,922		
Liabilities and Stockholders' Equity									
Interest-bearing liabilities:									
Interest-bearing demand and savings deposits	\$ 4,150,995	\$ 29,857	2.92 %	\$ 4,321,936	\$ 24,043	2.21 %	\$ 3,471,645	\$ 1,751	0.20 %
Certificates and other time deposits	2,588,728	20,967	3.28	1,785,152	8,543	1.90	1,501,852	1,380	0.37
Advances from FHLB	1,122,683	12,358	4.46	1,073,049	10,577	3.91	777,538	1,547	0.81
Subordinated debentures and subordinated notes	231,251	3,066	5.38	229,037	2,954	5.12	231,875	2,659	4.65
Total interest-bearing liabilities	8,093,657	66,248	3.32	7,409,174	46,117	2.47	5,982,910	7,337	0.50
Noninterest-bearing liabilities:									
Noninterest-bearing deposits	2,470,700			2,737,468			2,591,504		
Other liabilities	173,380			179,584			67,060		
Total liabilities	10,737,737			10,326,226			8,641,474		
Stockholders' equity	1,476,576			1,434,818			1,357,448		
Total liabilities and stockholders' equity	\$ 12,214,313			\$ 11,761,044			\$ 9,998,922		
Net interest rate spread ²			2.74 %			3.08 %			3.04 %
Net interest income and margin ³		\$ 103,389	3.69 %		\$ 106,098	3.87 %		\$ 73,040	3.22 %

¹ Includes average outstanding balances of loans held for sale of \$19,679, \$15,296 and \$12,769 for the three months ended March 31, 2023, December 31, 2022, and March 31, 2022, respectively, and average balances of LHI, excluding MW.

² Net interest rate spread is the average yield on interest-earning assets minus the average rate on interest-bearing liabilities.

³ Net interest margin is equal to net interest income divided by average interest-earning assets.

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Financial Highlights
(Unaudited)

Yield Trend

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
Average yield on interest-earning assets:					
Loans ¹	6.51 %	5.98 %	5.01 %	4.16 %	4.02 %
LHI, MW	5.52	5.20	4.11	3.29	2.95
Debt securities	3.56	3.36	3.05	2.93	2.76
Interest-bearing deposits in other banks	4.69	3.81	2.17	0.77	0.19
Equity securities and other investments	4.57	3.62	3.25	2.53	1.94
Total interest-earning assets	6.06 %	5.55 %	4.59 %	3.79 %	3.54 %
Average rate on interest-bearing liabilities:					
Interest-bearing demand and savings deposits	2.92 %	2.21 %	1.23 %	0.44 %	0.20 %
Certificates and other time deposits	3.28	1.90	0.94	0.40	0.37
Advances from FHLB	4.46	3.91	1.12	0.40	0.81
Subordinated debentures and subordinated notes	5.38	5.12	4.85	4.70	4.65
Total interest-bearing liabilities	3.32 %	2.47 %	1.27 %	0.58 %	0.50 %
Net interest rate spread ²	2.74 %	3.08 %	3.32 %	3.21 %	3.04 %
Net interest margin ³	3.69 %	3.87 %	3.77 %	3.42 %	3.22 %

¹Includes average outstanding balances of loans held for sale of \$19,679, \$15,296, \$14,023, \$12,112 and \$12,769 for the three months ended March 31, 2023, December 31, 2022, September 30, 2022, June 30, 2022 and March 31, 2022, respectively, and average balances of LHI, excluding MW.

²Net interest rate spread is the average yield on interest-earning assets minus the average rate on interest-bearing liabilities.

³Net interest margin is equal to net interest income divided by average interest-earning assets.

Supplemental Yield Trend

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
Average cost of interest-bearing deposits	3.06 %	2.12 %	1.15 %	0.43 %	0.26 %
Average costs of total deposits, including noninterest-bearing	2.24	1.46	0.76	0.28	0.17

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Financial Highlights
(Unaudited)

LHI and Deposit Portfolio Composition

	Mar 31, 2023		Dec 31, 2022		Sep 30, 2022		Jun 30, 2022		Mar 31, 2022						
	(In thousands, except percentages)														
LHI¹															
Commercial	\$	2,895,957	31.3 %	\$	2,942,348	32.4 %	\$	2,743,769	32.2 %	\$	2,457,742	31.0 %	\$	2,144,412	30.0 %
Real Estate:															
Owner occupied commercial ("OOCRE")		631,563	6.8		715,829	7.9		677,705	7.9		646,723	8.1		633,615	8.9
Non-owner occupied commercial ("NOOCRE")		2,505,344	27.1		2,341,379	25.9		2,273,305	26.6		2,203,970	27.8		2,145,826	29.9
Construction and land		1,831,349	19.8		1,787,400	19.7		1,673,997	19.6		1,532,997	19.3		1,297,338	18.1
Farmland		51,680	0.6		43,500	0.5		43,569	0.5		47,319	0.6		48,095	0.7
1-4 family residential		896,252	9.7		894,456	9.9		858,693	10.1		765,260	9.6		604,408	8.4
Multi-family residential		432,209	4.6		322,679	3.6		252,244	3.0		276,632	3.5		272,250	3.8
Consumer		8,316	0.1		7,806	0.1		7,465	0.1		7,520	0.1		9,533	0.1
Total LHI	\$	9,252,670	100 %	\$	9,055,397	100 %	\$	8,530,747	100 %	\$	7,938,163	100 %	\$	7,155,477	100 %
MW		437,501			446,227			523,805			629,291			542,877	
Total LHI ¹	\$	9,690,171		\$	9,501,624		\$	9,054,552		\$	8,567,454		\$	7,698,354	
Deposits															
Noninterest-bearing	\$	2,212,389	24.5 %	\$	2,640,617	28.9 %	\$	2,811,412	32.1 %	\$	2,947,830	34.6 %	\$	2,765,895	35.1 %
Interest-bearing transaction		866,609	9.6		622,814	6.8		603,729	6.9		660,557	7.8		599,580	7.6
Money market		2,518,922	27.9		2,773,622	30.4		2,701,762	30.9		2,443,748	28.7		2,301,350	29.2
Savings		106,480	1.2		118,293	1.3		132,407	1.5		129,498	1.5		129,922	1.6
Certificates and other time deposits		2,896,870	32.1		2,086,642	22.9		1,667,364	19.1		1,562,626	18.3		1,435,409	18.2
Correspondent money market accounts		433,468	4.8		881,246	9.7		831,770	9.5		773,447	9.1		657,440	8.3
Total deposits	\$	9,034,738	100 %	\$	9,123,234	100 %	\$	8,748,444	100 %	\$	8,517,706	100 %	\$	7,889,596	100 %
Loan to Deposit Ratio		107.3 %			104.1 %			103.5 %			100.6 %			97.6 %	
Loan to Deposit Ratio, excluding MW		102.4 %			99.3 %			97.5 %			93.2 %			90.7 %	

¹ Total LHI does not include deferred fees of \$15.5 million, \$19.0 million, \$17.5 million, \$15.0 million and \$11.5 million at March 31, 2023, December 31, 2022, September 30, 2022, June 30, 2022 and March 31, 2022, respectively.

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Financial Highlights
(Unaudited)

Asset Quality

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
	(In thousands, except percentages)				
NPAs:					
Nonaccrual loans	\$ 31,452	\$ 30,364	\$ 30,592	\$ 42,242	\$ 46,680
Nonaccrual PCD loans ¹	12,784	13,178	—	—	—
Accruing loans 90 or more days past due ²	296	125	—	1,753	264
Total nonperforming loans held for investment ("NPLs")	44,532	43,667	30,592	43,995	46,944
OREO	—	—	—	1,032	1,062
Total NPAs	<u>\$ 44,532</u>	<u>\$ 43,667</u>	<u>\$ 30,592</u>	<u>\$ 45,027</u>	<u>\$ 48,006</u>
Charge-offs:					
OOCRE	\$ (116)	\$ —	\$ (1,061)	\$ (244)	\$ (1,341)
NOOCRE	—	(1,019)	(838)	—	(553)
Commercial	(1,051)	(5,449)	(460)	(528)	(3,294)
Consumer	(62)	(41)	(19)	(1,091)	(134)
Total charge-offs	<u>(1,229)</u>	<u>(6,509)</u>	<u>(2,378)</u>	<u>(1,863)</u>	<u>(5,322)</u>
Recoveries:					
1-4 family residential	1	24	4	3	—
OOCRE	—	26	—	245	—
NOOCRE	—	229	3	93	400
Commercial	364	415	177	572	144
Consumer	6	30	5	41	9
Total recoveries	<u>371</u>	<u>724</u>	<u>189</u>	<u>954</u>	<u>553</u>
Net charge-offs	<u>\$ (858)</u>	<u>\$ (5,785)</u>	<u>\$ (2,189)</u>	<u>\$ (909)</u>	<u>\$ (4,769)</u>
ACL	<u>\$ 98,694</u>	<u>\$ 91,052</u>	<u>\$ 85,037</u>	<u>\$ 80,576</u>	<u>\$ 72,485</u>
Asset Quality Ratios:					
NPAs to total assets	0.35 %	0.36 %	0.26 %	0.40 %	0.46 %
NPAs, excluding nonaccrual PCD loans, to total assets	0.25	0.25	0.26	0.40	0.46
NPLs to total LHI, excluding MW	0.49	0.50	0.37	0.55	0.66
NPLs, excluding nonaccrual PCD loans, to total LHI, excluding MW	0.34	0.34	0.36	0.55	0.66
ACL to total LHI, excluding MW	1.07	1.01	1.00	1.02	1.02
Net charge-offs to average loans outstanding ³	0.04	0.28	0.12	0.04	0.28

¹ Nonaccrual PCD loans consist of PCD loans that transitioned upon adoption of ASC 326 and were accounted for on a pooled basis that have subsequently been placed on nonaccrual status.

² Accruing loans greater than 90 days past due exclude purchase credit deteriorated loans greater than 90 days past due that are accounted for on a pooled basis.

³ Annualized ratio for quarterly metrics.

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Reconciliation of Non-GAAP Financial Measures
(Unaudited)

We identify certain financial measures discussed in this earnings release as being “non-GAAP financial measures.” In accordance with SEC rules, we classify a financial measure as being a non-GAAP financial measure if that financial measure excludes or includes amounts, or is subject to adjustments that have the effect of excluding or including amounts, that are included or excluded, as the case may be, in the most directly comparable measure calculated and presented in accordance with generally accepted accounting principles as in effect from time to time in the United States (“GAAP”), in our statements of income, balance sheets or statements of cash flows. Non-GAAP financial measures do not include operating and other statistical measures or ratios calculated using exclusively either one or both of (i) financial measures calculated in accordance with GAAP and (ii) operating measures or other measures that are not non-GAAP financial measures.

The non-GAAP financial measures that we present in this earnings release should not be considered in isolation or as a substitute for the most directly comparable or other financial measures calculated in accordance with GAAP. Moreover, the manner in which we calculate the non-GAAP financial measures that we present in this earnings release may differ from that of other companies reporting measures with similar names. You should understand how such other financial institutions calculate their financial measures that appear to be similar or have similar names to the non-GAAP financial measures we have discussed in this earnings release when comparing such non-GAAP financial measures.

Tangible Book Value Per Common Share. Tangible book value is a non-GAAP measure generally used by financial analysts and investment bankers to evaluate financial institutions. We calculate: (a) tangible common equity as total stockholders’ equity less goodwill and core deposit intangibles, net of accumulated amortization; and (b) tangible book value per common share as tangible common equity (as described in clause (a)) divided by number of common shares outstanding. For tangible book value per common share, the most directly comparable financial measure calculated in accordance with GAAP is book value per common share.

We believe that this measure is important to many investors in the marketplace who are interested in changes from period to period in book value per common share exclusive of changes in core deposit intangibles. Goodwill and other intangible assets have the effect of increasing total book value while not increasing our tangible book value.

The following table reconciles, as of the dates set forth below, total stockholders’ equity to tangible common equity and presents our tangible book value per common share compared with our book value per common share:

	As of				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
	(Dollars in thousands, except per share data)				
Tangible Common Equity					
Total stockholders’ equity	\$ 1,493,737	\$ 1,449,773	\$ 1,411,899	\$ 1,429,442	\$ 1,447,996
Adjustments:					
Goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)
Core deposit intangibles	(35,808)	(38,247)	(40,684)	(43,122)	(45,560)
Tangible common equity	<u>\$ 1,053,477</u>	<u>\$ 1,007,074</u>	<u>\$ 966,763</u>	<u>\$ 981,868</u>	<u>\$ 997,984</u>
Common shares outstanding	54,229	54,030	53,988	53,951	53,907
Book value per common share	\$ 27.54	\$ 26.83	\$ 26.15	\$ 26.50	\$ 26.86
Tangible book value per common share	\$ 19.43	\$ 18.64	\$ 17.91	\$ 18.20	\$ 18.51

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Reconciliation of Non-GAAP Financial Measures
(Unaudited)

Tangible Common Equity to Tangible Assets. Tangible common equity to tangible assets is a non-GAAP measure generally used by financial analysts and investment bankers to evaluate financial institutions. We calculate: (a) tangible common equity as total stockholders' equity, less goodwill and core deposit intangibles, net of accumulated amortization; (b) tangible assets as total assets less goodwill and core deposit intangibles, net of accumulated amortization; and (c) tangible common equity to tangible assets as tangible common equity (as described in clause (a)) divided by tangible assets (as described in clause (b)). For tangible common equity to tangible assets, the most directly comparable financial measure calculated in accordance with GAAP is total stockholders' equity to total assets.

We believe that this measure is important to many investors in the marketplace who are interested in the relative changes from period to period in common equity and total assets, in each case, exclusive of changes in core deposit intangibles. Goodwill and other intangible assets have the effect of increasing both total stockholders' equity and assets while not increasing our tangible common equity or tangible assets.

The following table reconciles, as of the dates set forth below, total stockholders' equity to tangible common equity and total assets to tangible assets and presents our tangible common equity to tangible assets:

	As of				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
(Dollars in thousands)					
Tangible Common Equity					
Total stockholders' equity	\$ 1,493,737	\$ 1,449,773	\$ 1,411,899	\$ 1,429,442	\$ 1,447,996
Adjustments:					
Goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)
Core deposit intangibles	(35,808)	(38,247)	(40,684)	(43,122)	(45,560)
Tangible common equity	\$ 1,053,477	\$ 1,007,074	\$ 966,763	\$ 981,868	\$ 997,984
Tangible Assets					
Total assets	\$ 12,609,487	\$ 12,154,361	\$ 11,714,454	\$ 11,304,811	\$ 10,453,680
Adjustments:					
Goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)
Core deposit intangibles	(35,808)	(38,247)	(40,684)	(43,122)	(45,560)
Tangible Assets	\$ 12,169,227	\$ 11,711,662	\$ 11,269,318	\$ 10,857,237	\$ 10,003,668
Tangible Common Equity to Tangible Assets	8.66 %	8.60 %	8.58 %	9.04 %	9.98 %

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Reconciliation of Non-GAAP Financial Measures
(Unaudited)

Return on Average Tangible Common Equity. Return on average tangible common equity is a non-GAAP measure generally used by financial analysts and investment bankers to evaluate financial institutions. We calculate: (a) net income available for common stockholders adjusted for amortization of core deposit intangibles (which we refer to as "return") as net income, plus amortization of core deposit intangibles, less tax benefit at the statutory rate; (b) average tangible common equity as total average stockholders' equity less average goodwill and average core deposit intangibles, net of accumulated amortization; and (c) return (as described in clause (a)) divided by average tangible common equity (as described in clause (b)). For return on average tangible common equity, the most directly comparable financial measure calculated in accordance with GAAP is return on average equity.

We believe that this measure is important to many investors in the marketplace who are interested in the return on common equity, exclusive of the impact of core deposit intangibles. Goodwill and core deposit intangibles have the effect of increasing total stockholders' equity while not increasing our tangible common equity. This measure is particularly relevant to acquisitive institutions that may have higher balances in goodwill and core deposit intangibles than non-acquisitive institutions.

The following table reconciles, as of the dates set forth below, average tangible common equity to average common equity and net income available for common stockholders adjusted for amortization of core deposit intangibles, net of taxes to net income and presents our return on average tangible common equity:

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
(Dollars in thousands)					
Net income available for common stockholders adjusted for amortization of core deposit intangibles					
Net income	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 33,470
Adjustments:					
Plus: Amortization of core deposit intangibles	2,438	2,438	2,438	2,438	2,438
Less: Tax benefit at the statutory rate	512	512	512	512	512
Net income available for common stockholders adjusted for amortization of core deposit intangibles	\$ 40,337	\$ 41,823	\$ 45,248	\$ 31,552	\$ 35,396
Average Tangible Common Equity					
Total average stockholders' equity	\$ 1,476,576	\$ 1,434,818	\$ 1,453,816	\$ 1,447,377	\$ 1,357,448
Adjustments:					
Average goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,014)
Average core deposit intangibles	(37,361)	(39,792)	(42,230)	(44,720)	(47,158)
Average tangible common equity	\$ 1,034,763	\$ 990,574	\$ 1,007,134	\$ 998,205	\$ 906,276
Return on Average Tangible Common Equity (Annualized)	15.81 %	16.75 %	17.82 %	12.68 %	15.84 %

VERITEX HOLDINGS, INC. AND SUBSIDIARIES
Reconciliation of Non-GAAP Financial Measures
(Unaudited)

Operating Earnings, Pre-tax, Pre-provision Operating Earnings and performance metrics calculated using Operating Earnings and Pre-tax, Pre-provision Operating Earnings, including Diluted Operating Earnings per Share, Operating Return on Average Assets, Pre-tax, Pre-Provision Operating Return on Average Assets, Pre-tax, Pre-Provision Operating Return on Average Loans, Operating Return on Average Tangible Common Equity and Operating Efficiency Ratio. Operating earnings, pre-tax, pre-provision operating earnings and the performance metrics calculated using these metrics, listed below, are non-GAAP measures used by management to evaluate the Company's financial performance. We calculate (a) operating earnings as net income plus severance payments, plus loss on sale of debt securities AFS, net, less tax impact of adjustments, plus nonrecurring tax adjustments. We calculate (b) diluted operating earnings per share as operating earnings as described in clause (a) divided by weighted average diluted shares outstanding. We calculate (c) pre-tax, pre-provision operating earnings as operating earnings as described in clause (a) plus provision for income taxes, plus provision (benefit) for credit losses and unfunded commitments. We calculate (d) pre-tax, pre-provision operating return on average assets as pre-tax, pre-provision operating earnings as described in clause (a) divided by total average assets. We calculate (e) operating return on average assets as operating earnings as described in clause (a) divided by total average assets. We calculate (f) operating return on average tangible common equity as operating earnings as described in clause (a), adjusted for the amortization of intangibles and tax benefit at the statutory rate, divided by total average tangible common equity (average stockholders' equity less average goodwill and average core deposit intangibles, net of accumulated amortization). We calculate (g) operating efficiency ratio as noninterest expense plus adjustments to operating noninterest expense divided by noninterest income plus adjustments to operating noninterest income, plus net interest income.

We believe that these measures and the operating metrics calculated utilizing these measures are important to management and many investors in the marketplace who are interested in understanding the ongoing operating performance of the Company and provide meaningful comparisons to its peers.

The following tables reconcile, as of the dates set forth below, operating net income and pre-tax, pre-provision operating earnings and related metrics:

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
	(Dollars in thousands, except per share data)				
Operating Earnings					
Net income	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 33,470
Plus: Severance payments ¹	835	630	—	—	—
Plus: Loss on sale of debt securities AFS, net	5,321	—	—	—	—
Plus: M&A expenses	—	—	384	295	700
Operating pre-tax income	44,567	40,527	43,706	29,921	34,170
Less: Tax impact of adjustments	1,293	132	81	66	156
Operating earnings	\$ 43,274	\$ 40,395	\$ 43,625	\$ 29,855	\$ 34,014
Weighted average diluted shares outstanding	54,606	54,780	54,633	54,646	51,571
Diluted EPS	\$ 0.70	\$ 0.73	\$ 0.79	\$ 0.54	\$ 0.65
Diluted operating EPS	\$ 0.79	\$ 0.74	\$ 0.80	\$ 0.55	\$ 0.66

¹ Severance payments relate to certain restructurings made during the periods disclosed.

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
	(Dollars in thousands)				
Pre-Tax, Pre-Provision Operating Earnings					
Net income	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 33,470
Plus: Provision for income taxes	11,012	11,890	12,248	8,079	8,102
Plus: Provision (benefit) for credit losses and unfunded commitments	10,882	11,277	7,500	9,000	(7)
Plus: Severance payments	835	630	—	—	—
Plus: Loss on sale of debt securities AFS, net	5,321	—	—	—	—
Plus: M&A expenses	—	—	384	295	700
Pre-tax, pre-provision operating earnings	\$ 66,461	\$ 63,694	\$ 63,454	\$ 47,000	\$ 42,265
Average total assets	\$ 12,214,313	\$ 11,761,044	\$ 11,460,857	\$ 10,711,663	\$ 9,998,922
Pre-tax, pre-provision operating return on average assets¹	2.21 %	2.15 %	2.20 %	1.76 %	1.71 %
Average loans	\$ 9,501,309	\$ 9,103,552	\$ 8,729,093	\$ 8,038,153	\$ 7,325,958
Pre-tax, pre-provision operating return on average loans¹	2.84 %	2.78 %	2.88 %	2.35 %	2.34 %
Average total assets	\$ 12,214,313	\$ 11,761,044	\$ 11,460,857	\$ 10,711,663	\$ 9,998,922
Return on average assets ¹	1.28 %	1.35 %	1.50 %	1.11 %	1.36 %
Operating return on average assets ¹	1.44	1.36	1.51	1.12	1.38
Operating earnings adjusted for amortization of core deposit intangibles					
Operating earnings	\$ 43,274	\$ 40,395	\$ 43,625	\$ 29,855	\$ 34,014
Adjustments:					
Plus: Amortization of core deposit intangibles	2,438	2,438	2,438	2,438	2,438
Less: Tax benefit at the statutory rate	512	512	512	512	512
Operating earnings adjusted for amortization of core deposit intangibles	\$ 45,200	\$ 42,321	\$ 45,551	\$ 31,781	\$ 35,940
Average Tangible Common Equity					
Total average stockholders' equity	\$ 1,476,576	\$ 1,434,818	\$ 1,453,816	\$ 1,447,377	\$ 1,357,448
Adjustments:					
Less: Average goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,014)
Less: Average core deposit intangibles	(37,361)	(39,792)	(42,230)	(44,720)	(47,158)
Average tangible common equity	\$ 1,034,763	\$ 990,574	\$ 1,007,134	\$ 998,205	\$ 906,276
Operating return on average tangible common equity¹	17.72 %	16.95 %	17.94 %	12.77 %	16.08 %
Efficiency ratio	48.42 %	47.63 %	44.71 %	50.76 %	52.84 %
Net interest income	\$ 103,389	\$ 106,097	\$ 101,040	\$ 84,480	\$ 73,040
Noninterest income	13,531	14,326	13,021	10,378	15,097
Plus: Loss on sale of AFS securities, net	5,321	—	—	—	—
Operating noninterest income	18,852	14,326	13,021	10,378	15,097
Noninterest expense	56,615	57,359	50,991	48,153	46,572
Less: Severance payments	835	630	—	—	—
Less: M&A expenses	—	—	384	295	700
Operating noninterest expense	\$ 55,780	\$ 56,729	\$ 50,607	\$ 47,858	\$ 45,872
Operating efficiency ratio	45.63 %	47.11 %	44.37 %	50.45 %	52.05 %

¹ Annualized ratio for quarterly metrics.

2023 First Quarter Earnings

April 25, 2023



TRUTH | INTEGRITY | TRANSPARENCY



Safe Harbor and Non-GAAP Measures

Forward-looking statements

This presentation includes "forward-looking statements", within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements are based on various facts and derived utilizing assumptions, current expectations, estimates and projections and are subject to known and unknown risks, uncertainties and other factors, which change over time and are beyond our control, that may cause actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Forward-looking statements include, without limitation, statements relating to the expected payment of Veritex Holdings, Inc.'s ("Veritex") quarterly cash dividend; the impact of certain changes in Veritex's accounting policies, standards and interpretations; the effects of the COVID-19 pandemic and actions taken in response thereto; a continuation of recent turmoil in the banking industry, responsive measures to mitigate and manage it and related supervisory and regulatory actions and costs and Veritex's future financial performance, business and growth strategy, projected plans and objectives, as well as other projections based on macroeconomic and industry trends, which are inherently unreliable due to the multiple factors that impact broader economic and industry trends, and any such variations may be material. Statements preceded by, followed by or that otherwise include the words "believes," "expects," "anticipates," "intends," "projects," "estimates," "seeks," "targets," "outlooks," "plans" and similar expressions or future or conditional verbs such as "will," "should," "would," "may" and "could" are generally forward-looking in nature and not historical facts, although not all forward-looking statements include the foregoing words. We refer you to the "Risk Factors" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" sections of Veritex's Annual Report on Form 10-K for the year ended December 31, 2022 and any updates to those risk factors set forth in Veritex's Quarterly Reports on Form 10-Q, Current Reports on Form 8-K and other filings with the Securities and Exchange Commission ("SEC"), which are available on the SEC's website at www.sec.gov. If one or more events related to these or other risks or uncertainties materialize, or if Veritex's underlying assumptions prove to be incorrect, actual results may differ materially from what Veritex anticipates. Accordingly, you should not place undue reliance on any such forward-looking statements. Any forward-looking statement speaks only as of the date on which it is made. Veritex does not undertake any obligation, and specifically declines any obligation, to supplement, update or revise any forward-looking statements, whether as a result of new information, future developments or otherwise, except as required by law. All forward-looking statements, expressed or implied, included in this presentation are expressly qualified in their entirety by this cautionary statement. This cautionary statement should also be considered in connection with any subsequent written or oral forward-looking statements that Veritex or persons acting on Veritex's behalf may issue.

This presentation also includes industry and trade association data, forecasts and information that Veritex has prepared based, in part, upon data, forecasts and information obtained from independent trade associations, industry publications and surveys, government agencies and other information publicly available to Veritex, which information may be specific to particular markets or geographic locations. Some data is also based on Veritex's good faith estimates, which are derived from Veritex management's knowledge of the industry, markets and independent sources. Industry publications, surveys and forecasts generally state that the information contained therein has been obtained from sources believed to be reliable. Although Veritex believes these sources are reliable, Veritex has not independently verified the information contained therein. While Veritex is not aware of any misstatements regarding the industry data, forecasts and information included in this presentation, such data forecasts, and information and Veritex's estimates based thereon involve risks, assumptions and uncertainties and are subject to change based on various factors. Veritex does not undertake any obligation, and specifically declines any obligation, to supplement, update or revise such data forecasts, and information and Veritex's estimates based thereon, whether as a result of new information, future developments or otherwise, except as required by law.

Non-GAAP Financial Measures

This presentation contains certain non-GAAP (generally accepted accounting principles) financial measures, including tangible book value per common share ("TBVPS"), tangible common equity to tangible assets, return on average tangible common equity ("ROATCE"), operating earnings, pre-tax, pre-provision ("PTPP") operating earnings, diluted operating earnings per share ("EPS"), operating return on average assets ("ROAA"), PTPP operating ROAA, Operating ROATCE, operating efficiency ratio, operating noninterest income, operating noninterest expense and adjusted net interest margin ("NIM"). Veritex's management uses these non-GAAP financial measures to evaluate its operating performance and provide information that is important to investors. The non-GAAP financial measures that Veritex discusses in this presentation should not be considered in isolation or as a substitute for the most directly comparable or other financial measures calculated in accordance with GAAP. Please see "Reconciliation of Non-GAAP Financial Measures" at the end of this presentation for reconciliations of non-GAAP measures to the most directly comparable financial measures calculated in accordance with GAAP.



Veritex Holdings, Inc. First Quarter 2023 Snapshot



\$12.6B

Asset size (↑ \$455.1 MM¹)

2.21%

PTPP ROAA¹ (↑ 6 bps¹)

12.7%

4-year CAGR TBV, including dividends
1Q23 TBV \$19.43
(↑ 62%)

Total deposits down less than **1%** for
1Q23

\$5.2B in available liquidity at 4/17/23
for **~150%** uninsured deposit coverage

0.35%

NPAs to Total Assets
(↓ 1 bp from 4Q22/ ↓ 11 bps from 1Q22)



¹ Compared to December 31, 2022.

First Quarter Highlights

Financial Highlights (\$M)	First Quarter 2023	Operating First Quarter 2023 ¹	Fourth Quarter 2022	First Quarter 2022
Net Interest Income	103.4	103.4	106.1	73.0
Non-Interest Revenue	13.5	18.9 ¹	14.3	15.1
Total Revenue	116.9	122.3	120.4	88.1
Non-Interest Expense	56.6	55.8 ¹	57.3	46.5
PTPP	60.3	66.5	63.1	41.6
Provision for Credit Losses	10.9	10.9	11.3	-
Income Tax Expense	11.0	12.2	11.9	8.1
Net Income	38.4	43.4	39.9	33.5

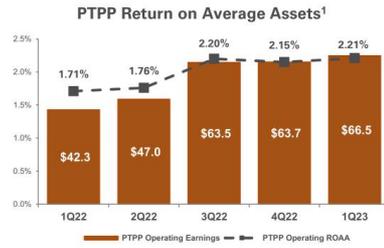
Key Performance Metrics	First Quarter 2023	Fourth Quarter 2022	First Quarter 2022
Diluted EPS	0.70	0.73	0.65
BVPS (\$)	27.54	26.83	26.86
ROAA (%)	1.28	1.35	1.36
Efficiency Ratio (%)	48.4	47.6	52.8
ROATCE (%)	15.8	16.8	15.8

Key Operating Performance Metrics ¹	First Quarter 2023	Fourth Quarter 2022	First Quarter 2022
Operating Diluted EPS	0.79	0.74	0.66
TBVPS (\$)	19.43	18.64	18.51
Operating ROAA (%)	1.44	1.36	1.38
Operating Efficiency Ratio (%)	45.6	47.1	52.1
Operating ROATCE (%)	17.7	16.9	16.1



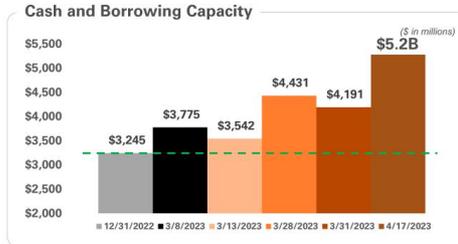
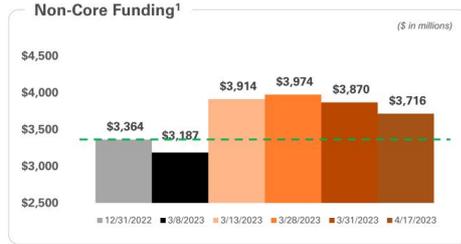
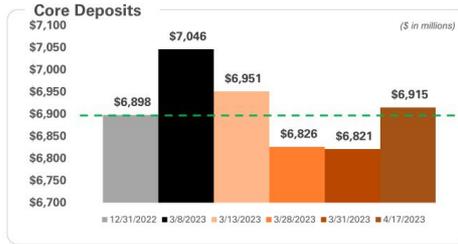
¹ Excludes loss on sale of debt securities, AFS, net and severance payments. Please refer to the "Reconciliation of Non-GAAP Financial Measures" at the end of this presentation for a description and reconciliation of these non-GAAP financial measures.

Q1 Financial Metrics



¹ Please refer to the "Reconciliation of Non-GAAP Financial Measures" at the end of this presentation for a description and reconciliation of these non-GAAP financial measures

Healthy Liquidity & Funding Capacity

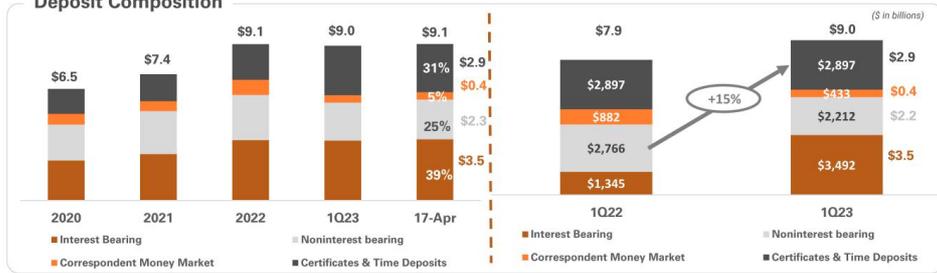


- Well positioned to weather current environment
- Holding \$791 million in Fed cash as of April 17th; normally hold approximately \$300 million in Fed cash
- No borrowings from Federal Reserve lending facilities in 2023

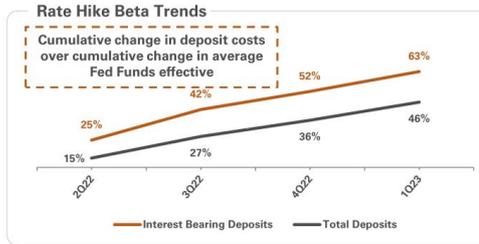
¹ Includes CMAA, brokered deposits and FHLB borrowings

Deposit Detail

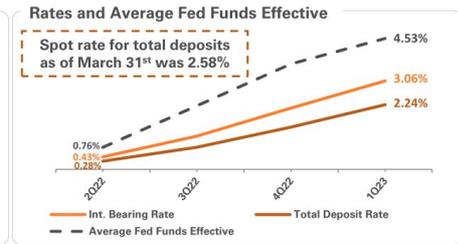
Deposit Composition



Rate Hike Beta Trends



Rates and Average Fed Funds Effective



Uninsured/Uncollateralized Deposits

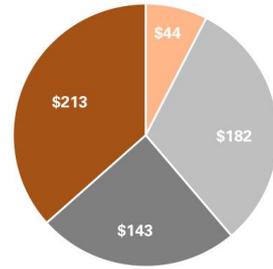
Total Deposits - \$9.0 Billion (down 0.97% from 4Q22)

FDIC Uninsured Percentage

38.4%

Veritex uninsured deposits as of April 17, 2023

Average Client Balances



■ Consumer NMD Deposits
 ■ Consumer Term Deposits
■ Commercial NMD Deposits
 ■ Commercial Term Deposits

Veritex Average Account Balance:
\$132 Thousand¹

Coverage Ratio of Uninsured and Uncollateralized Deposits

As of April 17, 2023

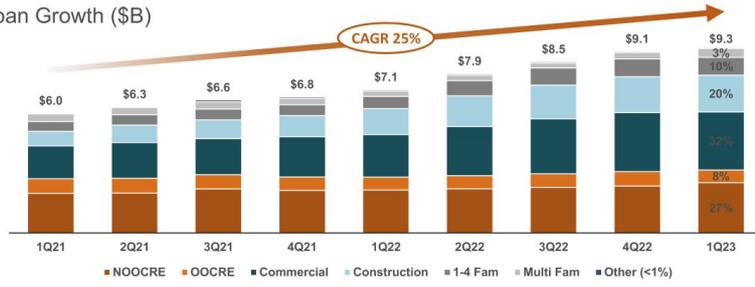
Total Deposits	9,134,877
Less: Insured and/or Collateralized Deposits	5,623,905
Total Deposits - Uninsured / Uncollateralized	3,510,972
Estimated Liquidity Available for Uninsured Deposits:	
Cash & Cash Equivalents	852,902
FHLB, Fed Discount Window and Fed BTFP Program Availability	4,149,503
Fed Funds Lines Availability	75,000
Unpledged Bonds	144,603
Estimated Liquidity Available for Uninsured Deposits	5,222,008
Coverage Ratio of Uninsured and Uncollateralized Deposits	149%



¹ Excludes CMMA, public funds, reciprocal deposits and internal deposits. As of March 31, 2023.

Lending in Growing Texas Market

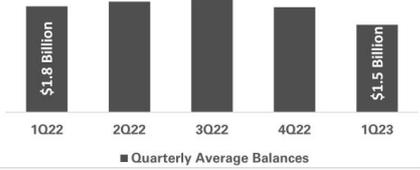
Loan Growth (\$B)



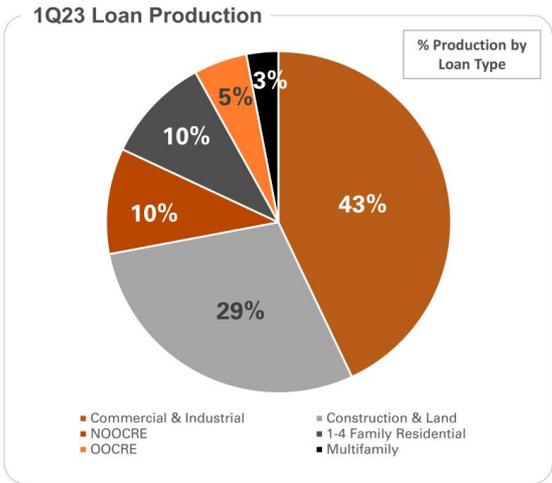
Loan Production and Loan Payoff Levels



CRE ADC Construction LOC Current Unfunded (Non-Revolving)



Q1 Production Distribution



-  Diversified loan production across loan and market type
-  Attractive markets undergoing structural growth with in-footprint experience
-  Prudent underwriting consistent with past practice and aligned with risk appetite
-  Relationship banking and high-touch service yielding profitable growth at attractive spreads
-  Continued focus on Commercial and Industrial lending which better aligns with deposit priorities of the Bank

Net Interest Income

Reflects market conditions, including deposit competition, and change in funding mix



Average Earnings Assets



Net Interest Income Rollforward

(\$ in thousand)

4Q22 v 1Q23	
Beginning Net Interest Income	\$106,098
Impact of loan rate changes	14,088
Impact of growth	2,009
Impact of deposit rate changes	(15,350)
Change due to day count	(2,298)
Impact of nonaccrual interest reversal	(711)
Change in earning asset mix and other	(385)
Impact of cash excess retained	(62)
Ending Net Interest Income	\$103,389

Interest Rate Sensitivity¹

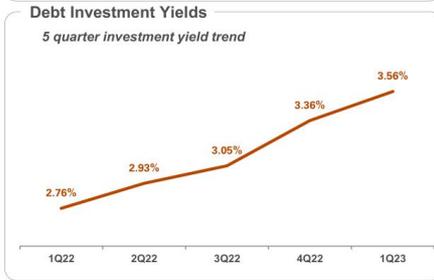
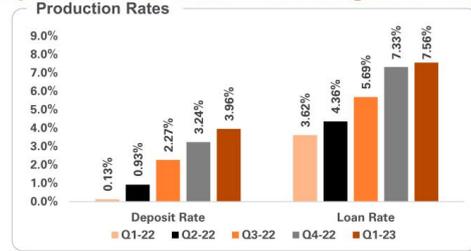
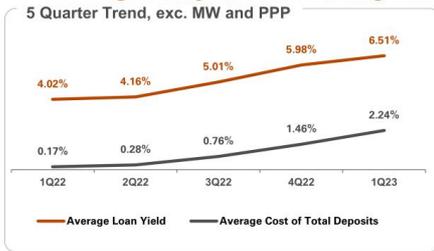
Interest Rate Shock Scenario	1Q23		4Q22	
	Percentage Change From Base	Percentage Change From Base	EVE Shock Scenario	Percentage Change From Base
Up 200 bps	7.81%	8.87%	Up 200 bps	1.49%
Up 100 bps	3.93%	4.47%	Up 100 bps	0.95%
BASE CASE	0.00%	0.00%	BASE CASE	0.00%
Down 100 bps	-4.42%	-4.71%	Down 100 bps	-1.53%
Down 200 bps	-9.26%	-10.01%	Down 200 bps	-3.68%



¹ Interest rate sensitivity is calculated using a static rate shock.

Interest Rate Components of Loans and Investments

Average loan yield 7.56% during 1Q23, up 23 bps from 4Q22; 79% Floating rate loans¹



Variable and Hybrid Loans by Index

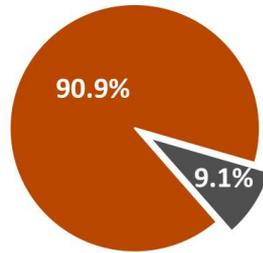
Variable and Hybrid Loans by Rate Index	Amount (in millions)	% of Variable and Hybrid Loans
1-Month LIBOR	\$ 698.7	9.5%
12-Month LIBOR	\$ 241.5	3.3%
1-Month SOFR	\$ 4,460.0	60.8%
Overnight SOFR	\$ 109.2	1.5%
Prime Rate	\$ 1,608.3	21.9%
Other	\$ 215.3	2.9%
Total Variable and Hybrid Loans	\$ 7,333.0	100.0%

Investment Portfolio

Total Debt Investment Portfolio - \$1.15 Billion

Debt Investments as % of Total Assets

Total Assets: \$12.6 Billion



■ Other Assets ■ Investment Portfolio

AFS: \$966.1 Million
HTM: \$184.8 Million
Total Mark to Market: \$88.6 Million¹
ACL Credit Mark: \$885 Thousand²

- Investment portfolio represents **9%** of Total Assets
- **84.3%** of the portfolio is available for sale
- Effective duration is **4.01 years**
- Portfolio yield is **3.56%**
- Current mark to market represents **less than 8.5%** of Tangible Common Equity



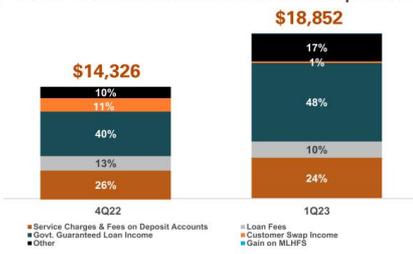
¹ Total mark to market is comprised of \$70.2 million in AFS securities already included in tangible common equity and \$18.4 in HTM securities.

² Solely made up of credit marks on our corporate bond portfolio.

Operating Noninterest Income/Expense

Efficiency ratio 48.4%; Operating efficiency ratio 45.6%

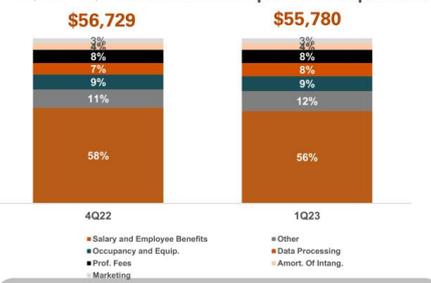
1Q23 / 4Q22 Noninterest Income Comparison



Note: Excludes noninterest income line items in a loss position

- Government guaranteed loan income increased \$1.9 million primarily due to increases in the gain on sale of USDA loans through our wholly owned subsidiary, North Avenue Capital, LLC.
- Customer swap income decreased \$2.1 million primarily due to decreased trades executed during 1Q23 compared to 4Q22.
- Equity method investment (loss) income decreased by \$3.9 million. We have a 49% equity method investment in Thrive Mortgage, LLC, and the decrease is a direct result of their focus on managing expenses and capitalizing on profitable products during the current rate environment throughout the first part of 2023.

1Q23 / 4Q22 Noninterest Expense Comparison



- Salaries and employee benefits decreased \$1.8 million, or 5.4%, from 4Q22 primarily due to a decrease in lender incentive as a result of slowed loan growth.
- Data processing and software expenses increase by \$523 thousand, or 12.4%, from 4Q22 primarily due to upgrades in technology systems as we continue to grow and implement more user-friendly platforms for our customers.

Government Guaranteed and Thrive

Government Guaranteed

USDA Pipeline Quarter over Quarter (in millions)

4Q22 \$895.3 Million 1Q23 \$835.3 Million



■ Prospects ■ In Underwriting ■ In Closing

1Q23 Gain on Sale was \$9.4 million

SBA Pipeline Quarter over Quarter

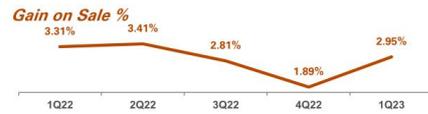
4Q22 \$90.1 Million 1Q23 \$150.7 Million



■ Prospects ■ In Underwriting ■ In Closing

Thrive Mortgage, LLC

(Investment completed on July 19, 2021)



Total Volume (in millions)



Equity Method 49% Interest Q4 Loss	(\$5,416)
Improved Gain on Sale	2,443
Impact of Lower G&A Expenses	1,439
Other	14
Equity Method 49% Interest Q1 Loss	(\$1,520)

1Q23 Highlights

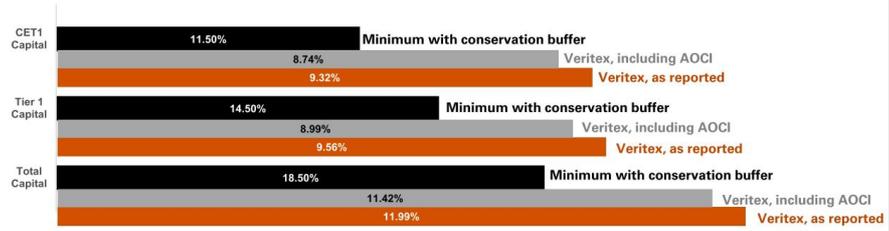
- Loan units are up 7.3% compared to 4Q22
- Continued reduction in expenses across the organization
- Long dated locks, which are no longer being entered into, represented 50% of the 1Q23 loss reported



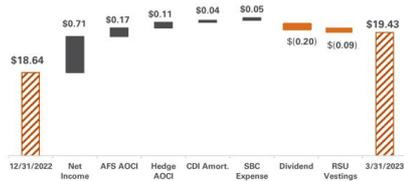
Capital

Low exposure to unrealized securities losses due to small portfolio size and moderate effective duration

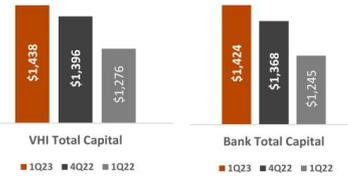
Capital Levels



TBVPS



Total Capital Comparison



¹ Please refer to the "Reconciliation of Non-GAAP Financial Measures" at the end of this presentation for a description and reconciliation of these non-GAAP financial measures. Includes impact of AFS and HTM securities.

Current Expected Credit Losses

1.07% reflects current outlook on economy and recessionary risk

1Q23 ACL - 40% Baseline and 60% downside Moody's forecast scenarios

	Allowance for Credit Losses	% of Loans	Off-Balance Sheet	Total
At March 31, 2022	\$ 72,485	1.02%	\$ 9,758	\$ 82,243
Net Charge-offs	(909)	-	-	(909)
2Q22 Provision	9,000	-	-	9,000
At June 30, 2022	80,576	1.02%	9,758	90,334
Net Charge-offs	(2,189)	-	-	(2,189)
3Q22 Provision	6,650	-	850	7,500
At September 30, 2022	85,037	1.00%	10,608	95,645
Net Charge-offs	(5,785)	-	-	(5,785)
4Q22 Provision	11,800	-	(523)	11,277
At December 31, 2022	91,052	1.01%	10,085	101,137
Net Charge-offs	(858)	-	-	(858)
1Q23 Provision	8,500	-	1,497	9,997
At March 31, 2023	\$ 98,694	1.07%	\$ 11,582	\$ 110,276

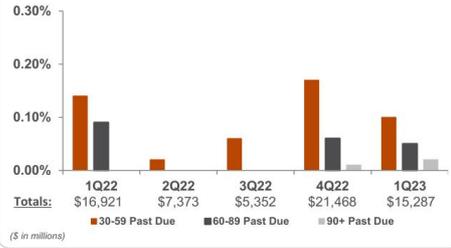
Total Loan Balances¹ up 2.2% from December 31, 2022 and ACL to Total Loans¹ up 8.4% from December 31, 2022



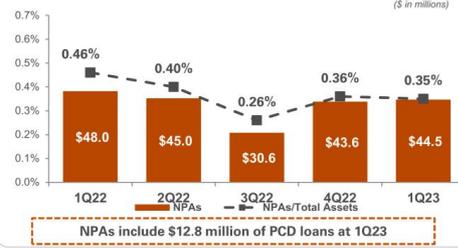
¹ Total loans exclude MW loans.

Asset Quality

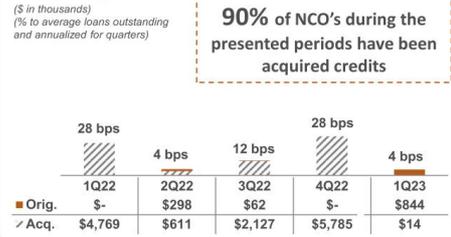
Past Due Trend¹ % of Total Loans²



NPAs / Total Assets



Net Charge-offs



Quarterly Criticized Loans



¹ Past due loans exclude purchased credit deteriorated loans that are accounted for on a pooled basis and non-accrual loans.
² Total loans excludes Loans Held for Sale, MW and PPP loans.

CRE In-depth Snapshot

CRE Segment	Total Commitment	Total Outstanding	Average Loan Size ¹	# of Loans ¹	Average LTV ¹	% of Total Loans, exc. MW ¹
Industrial	\$1.7 B	\$1.1 B	\$6.8 MM	162	55%	11.9%
Multifamily	\$1.7 B	\$1.0 B	\$14.4 MM	118	54%	10.1%
Retail	\$894.6 MM	\$778.0 MM	\$4.9 MM	146	58%	8.0%
Office	\$736.3 MM	\$645.3 MM	\$8.4 MM	67	56%	6.6%
Hospitality	\$447.1 MM	\$405.4 MM	\$3.9 MM	105	57%	4.4%
Totals	\$5.6 B	\$4.0 B	\$6.9 MM	598		

Additional Information:

CRE Segment	Class ¹	Geographical Location ¹	Average DSCR ¹	% Construction ¹	Classifieds	NPAs
Industrial	88% A 8% B 4% C	32% DFW 21% Houston 14% Secondary TX 27% OOS	1.99x	48%	\$3.3 MM	-
Multifamily	78% A 11% B 11% C	24% DFW 43% Houston 20% Secondary TX 13% OOS	1.49x	65%	\$15.7 MM	-
Retail	57% A 35% B 8% C	24% DFW 33% Houston 18% Secondary TX 25% OOS	1.65x	15%	\$12.2 MM	-
Office	62% A 33% B 5% C	57% DFW 27% Houston 8% Secondary TX 8% OOS	1.67x	12% ²	\$68.7 MM	\$13.6 MM
Hospitality	32% Upscale 31% Luxury 28% Midscale 9% Economy	32% DFW 6% Houston 25% Secondary TX 31% OOS	1.65x	4%	\$30.1 MM	-



¹ Facts disclosed are based on a deep dive analysis of loans greater than \$1 million per each deep dive CRE portfolio.
² Percentage of construction for Office is tenant finished projects with leasing underway.

Supplemental Information



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Reconciliation of Non-GAAP Financial Measures

	As of				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
(Dollars in thousands, except per share data)					
Tangible Common Equity					
Total stockholders' equity	\$ 1,493,737	\$ 1,449,773	\$ 1,411,899	\$ 1,429,442	\$ 1,447,996
Adjustments:					
Goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)
Core deposit intangibles	(35,808)	(38,247)	(40,684)	(43,122)	(45,560)
Tangible common equity	\$ 1,053,477	\$ 1,007,074	\$ 966,763	\$ 981,868	\$ 997,984
Common shares outstanding	54,229	54,030	53,988	53,951	53,907
Book value per common share	\$ 27.54	\$ 26.83	\$ 26.15	\$ 26.50	\$ 26.86
Tangible book value per common share	\$ 19.43	\$ 18.64	\$ 17.91	\$ 18.20	\$ 18.51
(Dollars in thousands)					
Tangible Common Equity					
Total stockholders' equity	\$ 1,493,737	\$ 1,449,773	\$ 1,411,899	\$ 1,429,442	\$ 1,447,996
Adjustments:					
Goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)
Core deposit intangibles	(35,808)	(38,247)	(40,684)	(43,122)	(45,560)
Tangible common equity	\$ 1,053,477	\$ 1,007,074	\$ 966,763	\$ 981,868	\$ 997,984
Tangible Assets					
Total assets	\$ 12,609,487	\$ 12,154,361	\$ 11,714,454	\$ 11,304,811	\$ 10,453,680
Adjustments:					
Goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,452)
Core deposit intangibles	(35,808)	(38,247)	(40,684)	(43,122)	(45,560)
Tangible Assets	\$ 12,169,227	\$ 11,711,662	\$ 11,269,318	\$ 10,857,237	\$ 10,003,668
Tangible Common Equity to Tangible Assets	8.66 %	8.60 %	8.58 %	9.04 %	9.98 %



Reconciliation of Non-GAAP Financial Measures

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
	(Dollars in thousands)				
Net income available for common stockholders adjusted for amortization of core deposit intangibles					
Net income	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 33,470
Adjustments:					
Plus: Amortization of core deposit intangibles	2,438	2,438	2,438	2,438	2,438
Less: Tax benefit at the statutory rate	512	512	512	512	512
Net income available for common stockholders adjusted for amortization of core deposit intangibles	\$ 40,337	\$ 41,823	\$ 45,248	\$ 31,552	\$ 35,396
Average Tangible Common Equity					
Total average stockholders' equity	\$ 1,476,576	\$ 1,434,818	\$ 1,453,816	\$ 1,447,377	\$ 1,357,448
Adjustments:					
Average goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,014)
Average core deposit intangibles	(37,361)	(39,792)	(42,230)	(44,720)	(47,158)
Average tangible common equity	\$ 1,034,763	\$ 990,574	\$ 1,007,134	\$ 998,205	\$ 906,276
Return on Average Tangible Common Equity (Annualized)	15.81 %	16.75 %	17.82 %	12.68 %	15.84 %



Reconciliation of Non-GAAP Financial Measures

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
	(Dollars in thousands, except per share data)				
Operating Earnings					
Net income	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 33,470
Plus: Severance payments ¹	835	630	—	—	—
Plus: Loss on sale of debt securities AFS, net	5,321	—	—	—	—
Plus: M&A expenses	—	—	384	295	700
Operating pre-tax income	44,567	40,527	43,706	29,921	34,170
Less: Tax impact of adjustments	1,293	132	81	66	156
Operating earnings	\$ 43,274	\$ 40,395	\$ 43,625	\$ 29,855	\$ 34,014
Weighted average diluted shares outstanding	54,606	54,780	54,633	54,646	51,571
Diluted EPS	\$ 0.70	\$ 0.73	\$ 0.79	\$ 0.54	\$ 0.65
Diluted operating EPS	\$ 0.79	\$ 0.74	\$ 0.80	\$ 0.55	\$ 0.66

¹ Severance payments relate to certain restructurings made during the periods disclosed.



Reconciliation of Non-GAAP Financial Measures

	For the Quarter Ended				
	Mar 31, 2023	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022
	(Dollars in thousands)				
Pre-Tax, Pre-Provision Operating Earnings					
Net income	\$ 38,411	\$ 39,897	\$ 43,322	\$ 29,626	\$ 33,470
Plus: Provision for income taxes	11,012	11,890	12,248	8,079	8,102
Plus: Provision (benefit) for credit losses and unfunded commitments	10,882	11,277	7,500	9,000	(7)
Plus: Severance payments	835	630	—	—	—
Plus: Loss on sale of debt securities AFS, net	5,321	—	—	—	—
Plus: M&A expenses	—	—	384	295	700
Pre-tax, pre-provision operating earnings	\$ 66,461	\$ 63,694	\$ 63,454	\$ 47,000	\$ 42,265
Average total assets	\$ 12,214,313	\$ 11,761,044	\$ 11,460,857	\$ 10,711,663	\$ 9,998,922
Pre-tax, pre-provision operating return on average assets¹	2.21 %	2.15 %	2.20 %	1.76 %	1.71 %
Average loans	\$ 9,501,309	\$ 9,103,552	\$ 8,729,093	\$ 8,038,153	\$ 7,325,958
Pre-tax, pre-provision operating return on average loans	2.84 %	2.78 %	2.88 %	2.35 %	2.34 %
Average total assets	\$ 12,214,313	\$ 11,761,044	\$ 11,460,857	\$ 10,711,663	\$ 9,998,922
Return on average assets¹	1.28 %	1.35 %	1.50 %	1.11 %	1.36 %
Operating return on average assets¹	1.44	1.36	1.51	1.12	1.38



Reconciliation of Non-GAAP Financial Measures

Operating earnings adjusted for amortization of core deposit intangibles					
Operating earnings	\$ 43,274	\$ 40,395	\$ 43,625	\$ 29,855	\$ 34,014
Adjustments:					
Plus: Amortization of core deposit intangibles	2,438	2,438	2,438	2,438	2,438
Less: Tax benefit at the statutory rate	512	512	512	512	512
Operating earnings adjusted for amortization of core deposit intangibles	\$ 45,200	\$ 42,321	\$ 45,551	\$ 31,781	\$ 35,940
Average Tangible Common Equity					
Total average stockholders' equity	\$ 1,476,576	\$ 1,434,818	\$ 1,453,816	\$ 1,447,377	\$ 1,357,448
Adjustments:					
Less: Average goodwill	(404,452)	(404,452)	(404,452)	(404,452)	(404,014)
Less: Average core deposit intangibles	(37,361)	(39,792)	(42,230)	(44,720)	(47,158)
Average tangible common equity	\$ 1,034,763	\$ 990,574	\$ 1,007,134	\$ 998,205	\$ 906,276
Operating return on average tangible common equity¹	17.72 %	16.95 %	17.94 %	12.77 %	16.08 %
Efficiency ratio					
Net interest income	\$ 103,389	\$ 106,097	\$ 101,040	\$ 84,480	\$ 73,040
Noninterest income	13,531	14,326	13,021	10,378	15,097
Plus: Loss on sale of AFS securities, net	5,321	—	—	—	—
Operating noninterest income	18,852	14,326	13,021	10,378	15,097
Noninterest expense	56,615	57,359	50,991	48,153	46,572
Less: Severance payments	835	630	—	—	—
Less: M&A expenses	—	—	384	295	700
Operating noninterest expense	\$ 55,780	\$ 56,729	\$ 50,607	\$ 47,858	\$ 45,872
Operating efficiency ratio	45.63 %	47.11 %	44.37 %	50.45 %	52.05 %

Annualized ratio for quarterly metrics.



2023 First Quarter



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**PRESS RELEASE
FOR IMMEDIATE RELEASE**

Veritex Holdings, Inc. Declares Cash Dividend on Common Stock

Dallas, TX – April 25, 2023 – Veritex Holdings, Inc. (Nasdaq: VBTX) (“Veritex” or the “Company”), the parent holding company for Veritex Community Bank, today announced the declaration of a quarterly cash dividend of \$0.20 per share on its outstanding common stock. The dividend will be paid on or after May 25, 2023 to shareholders of record as of May 11, 2023.

About Veritex Holdings, Inc.

Headquartered in Dallas, Texas, Veritex is a bank holding company that conducts banking activities through its wholly-owned subsidiary, Veritex Community Bank, with locations throughout the Dallas-Fort Worth metroplex and in the Houston metropolitan area. Veritex Community Bank is a Texas state chartered bank regulated by the Texas Department of Banking and the Board of Governors of the Federal Reserve System. For more information, visit www.veritexbank.com.

Forward Looking Statement

This press release includes “forward-looking statements,” within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. The forward-looking statements include statements regarding Veritex’s projected plans and objectives, including the expected payment date of its common stock dividend. Forward-looking statements are typically identified by words such as “believe,” “expect,” “anticipate,” “intend,” “target,” “estimate,” “seek,” “plan,” “outlook,” “continue,” “positions,” “prospects” or “potential,” by future conditional verbs such as “will,” “would,” “should,” “could” or “may”, or by variations of such words or by similar expressions. These forward-looking statements are subject to numerous assumptions, risks and uncertainties which change over time and are beyond Veritex’s control. Forward-looking statements speak only as of the date they are made and Veritex assumes no duty to supplement, update or revise any forward-looking statements, whether as a result of new information, future developments or otherwise.

Source: Veritex Holdings, Inc.

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