



2025 Stress Testing Results

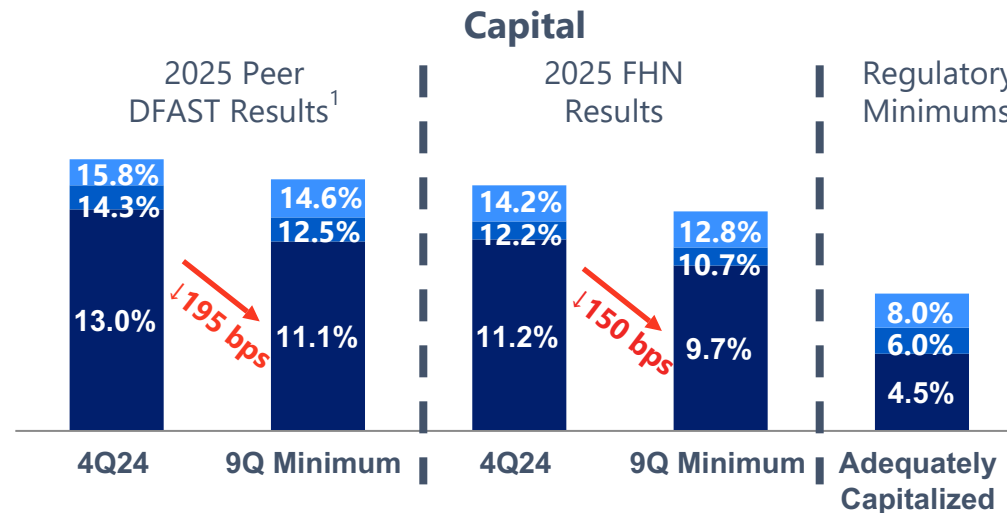
July 2025

2025 Company-Run Stress Test Results

Demonstrates ability to navigate stress scenario while maintaining capital ratios above regulatory minimums

Federal Reserve DFAST Severely Adverse Scenario

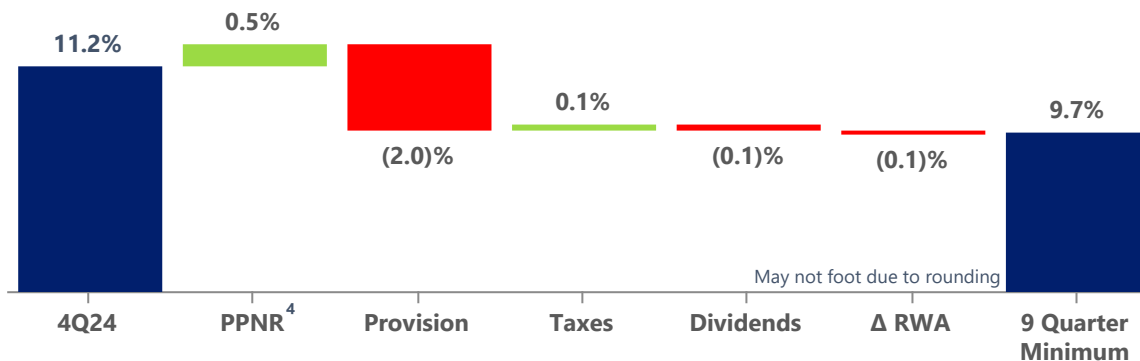
- The Fed's severely adverse scenario is characterized by a severe global recession, including prolonged declines in both residential and commercial real estate (CRE) prices alongside stress in corporate debt markets and investment sentiment
 - U.S. real GDP contracts ~8%
 - Unemployment peaks at 10%
 - House prices contract 33%
 - CRE prices contract 30%
 - Total stock market index down 50%



Results and Key Assumptions³

- Minimum CET1 of 9.7% exceeds regulatory-required minimum by 5.2%
- CET1 declines (150 bps) vs. Fed-run DFAST peer median decline (195 bps)²
- 2.3% loan loss rate significantly lower than 6.1% Fed-run DFAST peer median, benefiting from favorable loan portfolio mix
- FHN maintains \$0.15/share quarterly common dividend
- CECL³ framework for allowance drives 1Q25 provision expense which reduces capital to minimum levels in that quarter

Drivers of Change in CET1



Based on Fed Dodd Frank Act Stress Test (DFAST) Severely Adverse scenario released February 5, 2025 using a flat (static) balance sheet over 9 quarter planning horizon from 1Q25 to 1Q27.

¹References to peer stress testing data represent the median 2025 DFAST results of 22 participating firms.

²Median change in peer results may not equal difference from median starting point to median minimum.

³Company-run results utilized Current Expected Credit Loss methodology vs. Fed methodology that set allowance equal to the next four quarters of forecasted losses.

⁴Pre-provision net revenue (PPNR) is a non-GAAP measure but is used in regulatory stress test reporting. The presentation of PPNR in this presentation follows the regulatory definition.

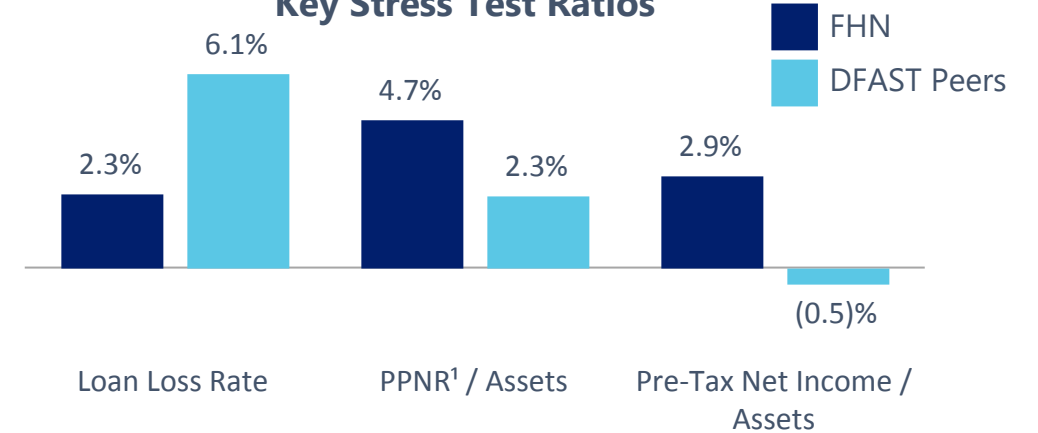
Source: Federal Reserve and FHN.

2025 Company Run Stress Test Results

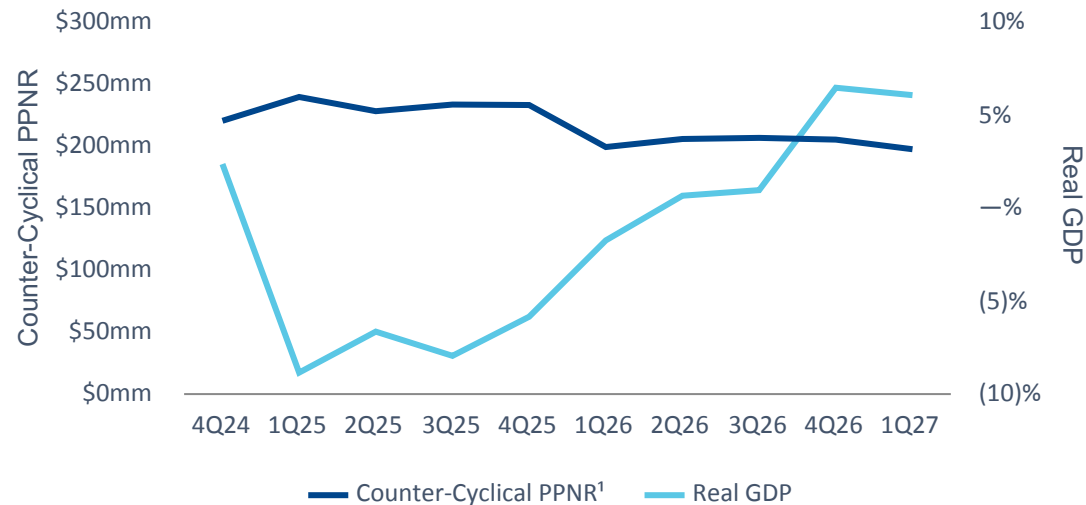
Counter-cyclical businesses support FHN's earnings profile in the Fed's severe stress scenario

- Pre-provision net revenue (PPNR¹) as a percent of assets is more than 2x greater than peers due to counter-cyclical contribution from fixed income, loans to mortgage companies, and mortgage
- 2.3% total loan loss rate vs. DFAST peer median of 6.1%
 - Limited exposure to higher-loss credit cards (~\$0.1B)
 - Other loans includes lower-loss portfolio of Loans to Mortgage Companies (~\$3.5B)

Key Stress Test Ratios²



Counter-cyclical Contribution³



Loan Loss Rates by Portfolio

