



2022 Company-Run Stress Test Results

| August 2022

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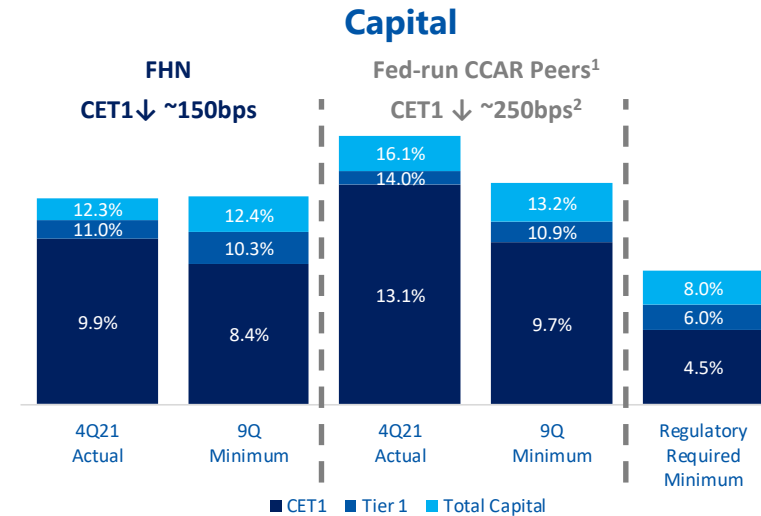
Company-run stress test results demonstrate strong ability to navigate the Fed CCAR Severely Adverse Scenario while maintaining capital levels well above regulatory minimums

Federal Reserve CCAR Severely Adverse Scenario

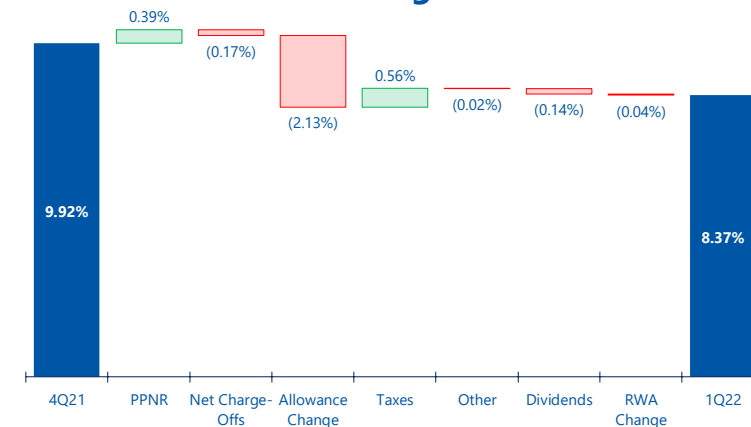
- Severe global recession with heightened stress in commercial real estate (CRE) and corporate debt markets. Continuation of remote work amplifies CRE price declines and impacts the corporate sector and investor sentiment.
 - Real GDP contracts 3.6%
 - Unemployment increases to 10%
 - House prices fall 29%
 - CRE prices fall 40%
 - Equity prices down 55%

Results and Key Assumptions³

- Minimum CET1 of 8.4% exceeded regulatory-required minimum by 390 bps
- CET1 declined ~150bps vs. Fed-run CCAR peer median of ~250 bps
- 2.5% loan loss rate significantly lower than 6.4% Fed-run CCAR peer median
- Maintain \$0.15/share quarterly common dividend
- CECL⁴ methodology for allowance & losses; drove largest provision & capital impacts in 1Q22



Drivers of Change in CET1

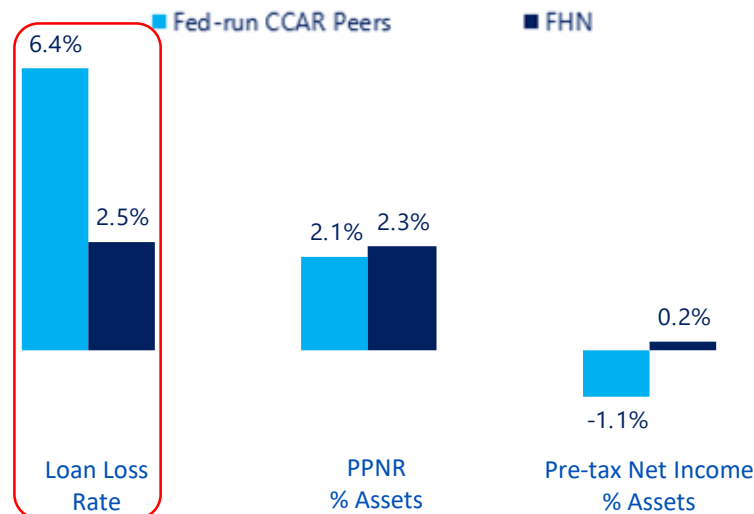


Based on Fed Comprehensive Capital Analysis and Review (CCAR) Severely Adverse scenario released February 10, 2022 using a flat (static) balance sheet over 9 quarter planning horizon from 1Q22 to 1Q24. ¹References to peer stress testing data represent the median 2022 CCAR results of 33 participating firms. ²Median change in peer results may not equal difference from median starting point to median minimum. ³Includes impact of \$494mm of Series G Preferred Stock issued in February 2022 as part of the TD Bank Group acquisition; no other impacts of announced TD Bank Group acquisition included in the forecast horizon. ⁴Company run results utilized Current Expected Credit Loss methodology vs. Fed methodology that set allowance equal to the next four quarters of forecasted losses. PPNR = Pre-Provision Net Revenue Source: Federal Reserve

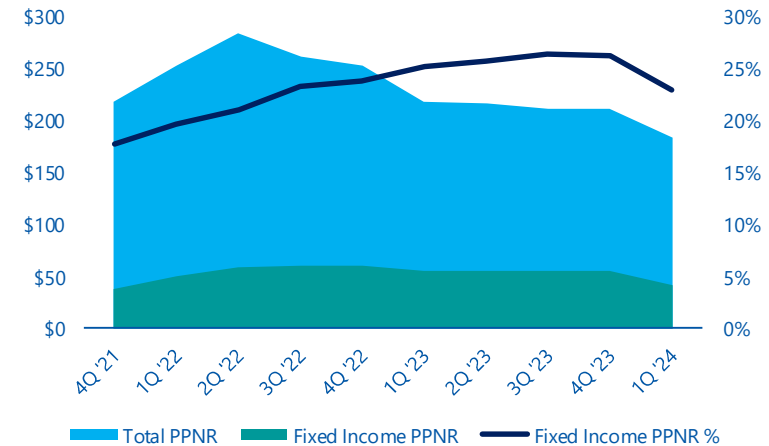
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Countercyclical businesses help First Horizon outperform peers in latest stress test

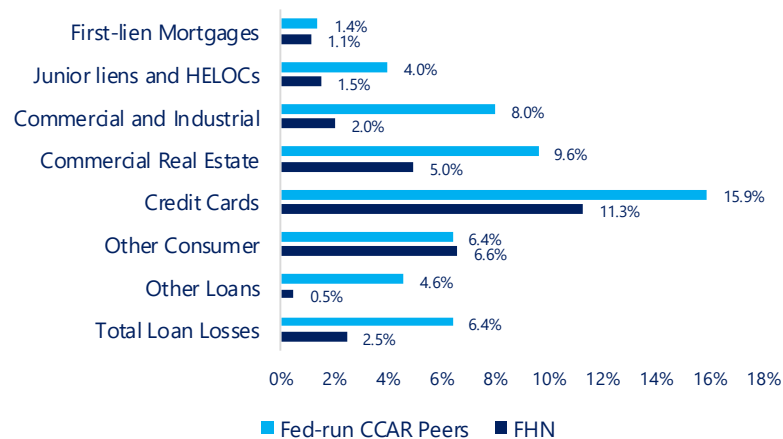
Key Stress Test Ratios¹



Fixed Income Contribution



Overall Portfolio Loss Rates Lower than CCAR Median



- 9-quarter cumulative losses of \$1.3B result in additional pre-tax loss absorbing capacity of ~\$3.3B to 4.5% CET1 regulatory requirement
- 2.5% total loan loss rate vs. CCAR-peer median of 6.4%
- ~8% of average loans represented by loans to mortgage companies which are included in other loans

