



Third Quarter 2019 Earnings Presentation

October 22, 2019

Forward looking statements

Certain statements contained in this presentation may constitute 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. These forward-looking statements include, without limitation, statements relating to the timing, benefits, costs, and synergies of the proposed merger (the “FNB merger”) with Farmers National Bank of Scottsville (“FNB”), and the future plans, results, strategies, and expectations of FB Financial Corporation (“FB Financial”). These statements can generally be identified by the use of the words and phrases “may,” “will,” “should,” “could,” “would,” “goal,” “plan,” “potential,” “estimate,” “project,” “believe,” “intend,” “anticipate,” “expect,” “target,” “aim,” “predict,” “continue,” “seek,” “projection,” and other variations of such words and phrases and similar expressions. The inclusion of these forward-looking statements should not be regarded as a representation by the FB Financial or any other person that such expectations, estimates, and projections will be achieved. Accordingly, FB Financial cautions shareholders and investors that any such forward-looking statements are not guarantees of future performance and are subject to risks, assumptions, and uncertainties that are difficult to predict and that are beyond FB Financial’s control. Although FB Financial believes that the expectations reflected in these forward-looking statements are reasonable as of the date of this presentation, actual results may prove to be materially different from the results expressed or implied by the forward-looking statements. A number of factors could cause actual results to differ materially from those contemplated by the forward-looking statements including, without limitation, (1) the risk that the cost savings and any revenue synergies from the proposed FNB merger or another acquisition may not be realized or take longer than anticipated to be realized, (2) disruption from the proposed FNB merger with customer, supplier, or employee relationships, (3) the occurrence of any event, change, or other circumstances that could give rise to the termination of the merger agreement with FNB, (4) the failure to obtain necessary regulatory approvals for the FNB merger, (5) the failure to obtain the approval of FNB’s shareholders for the FNB merger, (6) the possibility that the costs, fees, expenses, and charges related to the FNB merger may be greater than anticipated, including as a result of unexpected or unknown factors, events, or liabilities, (7) the failure of the conditions to the FNB merger to be satisfied, (8) the risks related to the integration of acquired businesses (including the proposed FNB merger, FB Financial’s recent acquisition of branches from Atlantic Capital Bank, and any future acquisitions), including the risk that the integration of the acquired operations with those of FB Financial will be materially delayed or will be more costly or difficult than expected, (9) the risks associated with FB Financial’s pursuit of future acquisitions, (10) the risk of expansion into new geographic or product markets, (11) reputational risk and the reaction of the parties’ customers to the FNB merger, (12) FB Financial’s ability to successfully execute its various business strategies, including its ability to execute on potential acquisition opportunities, (13) the risk of potential litigation or regulatory action related to the FNB merger, and (14) general competitive, economic, political, and market conditions, as well as the other risk factors set forth in our December 31, 2018 Form 10-K, filed with the Securities and Exchange Commission on March 12, 2019, under the captions “Cautionary note regarding forward-looking statements” and “Risk factors”.

Use of non-GAAP financial measures

This presentation contains certain financial measures that are not measures recognized under U.S. generally accepted accounting principles (“GAAP”) and therefore are considered non-GAAP financial measures. These non-GAAP financial measures include, without limitation, adjusted net income, adjusted diluted earnings per share, adjusted pro forma net income, adjusted pro forma diluted earnings per share, core noninterest expense, core revenue, core noninterest income, core efficiency ratio (tax-equivalent basis), banking segment core efficiency ratio (tax-equivalent basis), mortgage segment core efficiency ratio (tax-efficiency basis), adjusted mortgage contribution, adjusted return on average assets and equity, pro forma return on average assets and equity, and pro form adjusted return on average assets and equity. Each of these non-GAAP metrics excludes certain income and expense items that the Company’s management considers to be non-core/adjusted in nature. The Company refers to these non-GAAP measures as adjusted or core measures. The corresponding Earnings Release also presents tangible assets, tangible common equity, tangible book value per common share, tangible common equity to tangible assets, return on tangible common equity, return on average tangible common equity, and adjusted return on average tangible common equity. Each of these non-GAAP metrics excludes the impact of goodwill and other intangibles.

The Company’s management uses these non-GAAP financial measures in their analysis of the Company’s performance, financial condition and the efficiency of its operations as management believes such measures facilitate period-to-period comparisons and provide meaningful indications of its operating performance as they eliminate both gains and charges that management views as non-recurring or not indicative of operating performance. Management believes that these non-GAAP financial measures provide a greater understanding of ongoing operations and enhance comparability of results with prior periods as well as demonstrating the effects of significant non-core gains and charges in the current and prior periods. The Company’s management also believes that investors find these non-GAAP financial measures useful as they assist investors in understanding the Company’s underlying operating performance and in the analysis of ongoing operating trends. In addition, because intangible assets such as goodwill and other intangibles, and the other items excluded each vary extensively from company to company, the Company believes that the presentation of this information allows investors to more easily compare the Company’s results to the results of other companies. However, the non-GAAP financial measures discussed herein 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 the Company calculates the non-GAAP financial measures discussed herein may differ from that of other companies reporting measures with similar names. You should understand how such other banking organizations calculate their financial measures similar or with names similar to the non-GAAP financial measures the Company has discussed herein when comparing such non-GAAP financial measures. The following tables provide a reconciliation of these measures to the most directly comparable GAAP financial measures.

3Q 2019 highlights

Key highlights

- Adjusted diluted EPS¹ of \$0.77, resulting in:
 - Adjusted ROAA¹ of 1.61%
 - Adjusted ROATCE¹ of 17.7%
- Announced acquisition of FNB Financial Corporation in Scottsville, KY on September 17, 2019
- Loans (HFI) grew to \$4.3 billion, a 22.8% increase from 3Q 2018
 - Year-over-year organic growth of 12.2%
 - 3Q 2019 annualized growth of 5.2%
- Customer deposits grew to \$4.9 billion, a 21.9% increase from 3Q 2018
 - Year-over-year organic growth of 7.2%
 - 3Q 2019 annualized growth of 6.9%
- Continued customer-focused balance sheet growth resulting in a net interest margin of 4.28% for 3Q 2019
 - Contractual yield on loans of 5.50%, down 7 bps from 2Q 2019
 - Cost of total deposits of 1.11%, down 3 bps from 2Q 2019
- Total mortgage contribution, adjusted¹ of \$5.4 million in 3Q 2019; completed the exit of wholesale mortgage channels in August

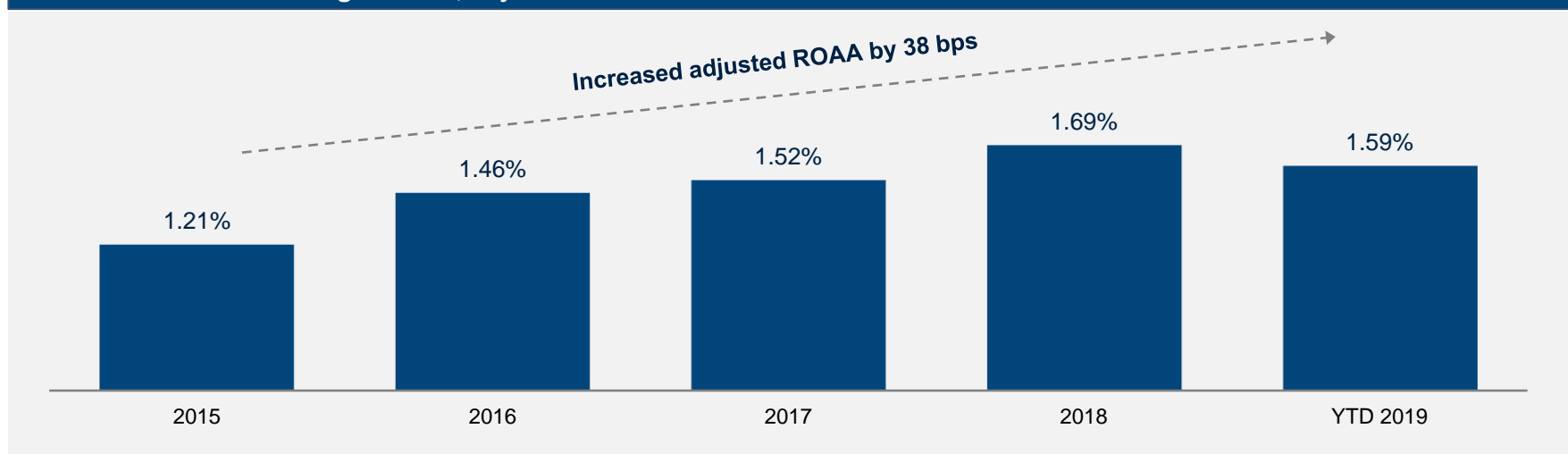
Financial results

	3Q19
Diluted earnings per share	\$0.76
<i>Adjusted diluted earnings per share¹</i>	<i>\$0.77</i>
Net income (\$million)	\$24.0
<i>Adjusted net income¹ (\$million)</i>	<i>\$24.3</i>
Net interest margin	4.28%
<i>Impact of accretion and nonaccrual interest (bps)</i>	<i>16</i>
Return on average assets	1.59%
<i>Adjusted return on average assets¹</i>	<i>1.61%</i>
Return on average equity	13.0%
<i>Adjusted return on average equity¹</i>	<i>13.2%</i>
Return on average tangible common equity ¹	17.5%
<i>Adjusted return on average tangible common equity¹</i>	<i>17.7%</i>
Efficiency ratio	65.3%
<i>Core efficiency ratio¹</i>	<i>64.5%</i>

¹ Results are non-GAAP financial measures that adjust GAAP reported net income, total assets, equity and other metrics for certain intangibles, income and expense items as outlined in the non-GAAP reconciliation calculations, using a combined marginal income tax rate of 26.06% excluding one-time items. See "Use of non-GAAP financial measures" and the Appendix hereto for a discussion and reconciliation of non-GAAP financial measures.

Delivering balanced profitability and growth

Pro forma return on average assets, adjusted¹



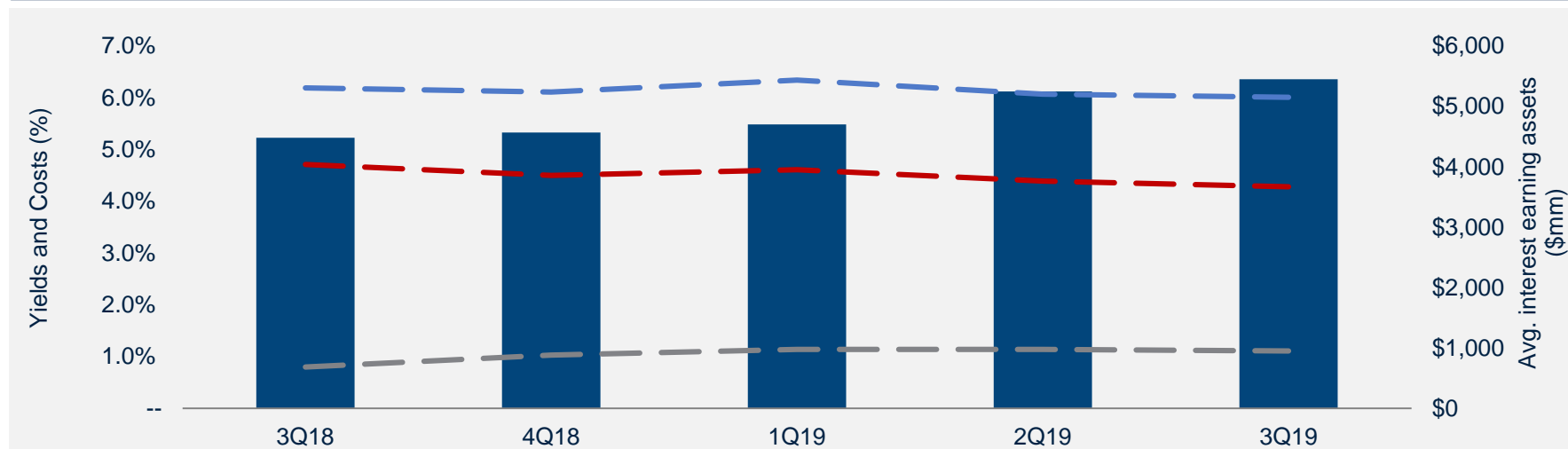
Drivers of profitability



¹ Our pro forma net income includes a pro forma provision for federal income taxes using a combined effective income tax rate of 35.08% and 36.75% for the years ended December 31, 2015 and 2016, respectively, and also includes the exclusion of a one-time tax charge from C Corp conversion in 3Q 2016 and the 4Q 2017 benefit from the 2017 Tax Cuts and Jobs Act. The years ended December 31, 2015, 2016, 2017 and 2018 are annual percentages. See "Use of non-GAAP financial measures" and the Appendix hereto for a discussion and reconciliation of non-GAAP measures.

Net interest margin remains strong

Historical yield and costs



	3Q18	4Q18	1Q19	2Q19	3Q19
NIM (%)	4.71%	4.50%	4.61%	4.39%	4.28%
Impact of accretion and nonaccrual interest (bps)	25	17	17	17	16
Total deposit cost (%)	0.80%	1.03%	1.14%	1.14%	1.11%

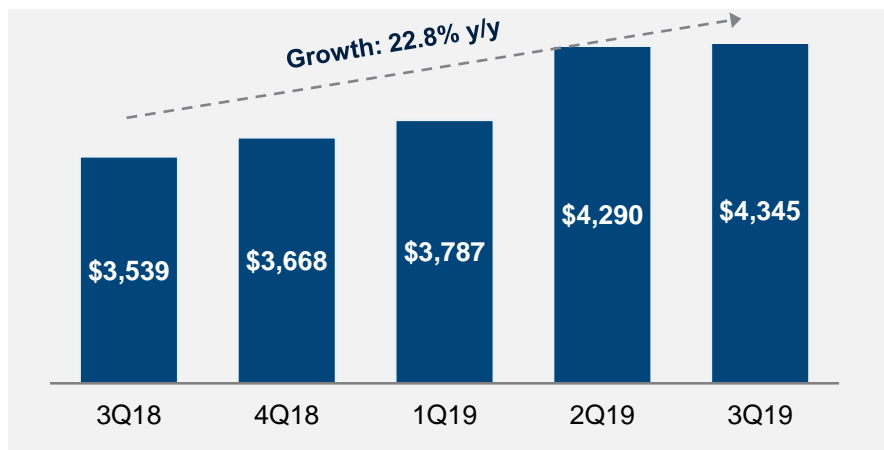
■ Average interest earning assets — Yield on loans
— Cost of deposits — NIM

Loan (HFI) yield			
	3Q18	2Q19	3Q19
Contractual interest rate on loans HFI ¹	5.47%	5.57%	5.50%
Origination and other loan fee income	0.40%	0.29%	0.30%
	5.87%	5.86%	5.80%
Nonaccrual interest	0.07%	0.01%	0.02%
Accretion on purchased loans	0.25%	0.20%	0.19%
Syndication fee income	0.00%	0.00%	0.00%
Total loan yield (HFI)	6.19%	6.07%	6.01%

¹ Includes tax-equivalent adjustment

Consistent loan growth and balanced portfolio

Total loan growth¹ (\$million) and commercial real estate concentration



Commercial real estate (CRE) concentrations ²	% of Risk-Based Capital	
	2Q19	3Q19 (preliminary)
C&D loans subject to 100% risk-based capital threshold	92%	89%
Total CRE loans subject to 300% risk-based capital threshold ³	267%	255%

Loan portfolio breakdown¹



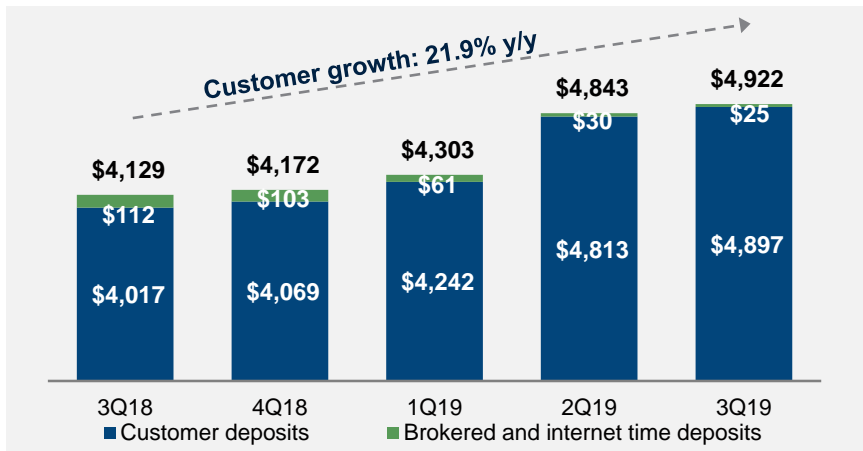
¹ Exclude HFS loans, C&I includes owner-occupied CRE.

² Risk-based capital at FirstBank as defined in Call Report. 3Q 2019 calculation is preliminary and subject to change.

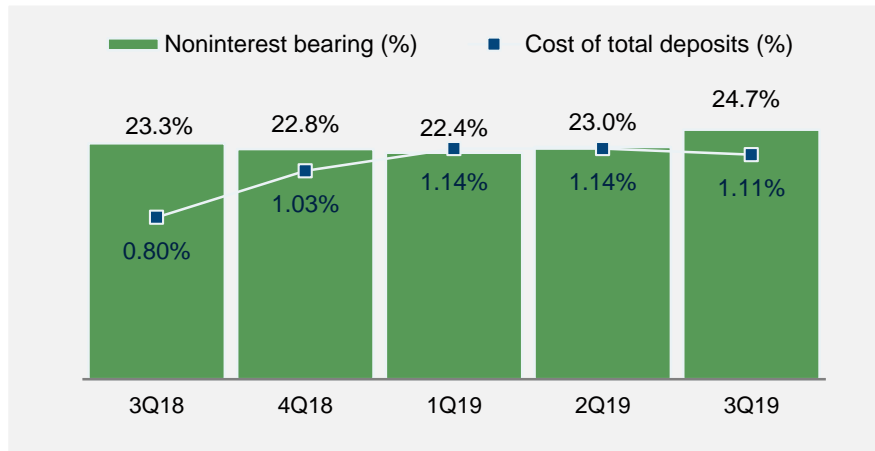
³ Excludes owner-occupied CRE.

Stable core deposit franchise

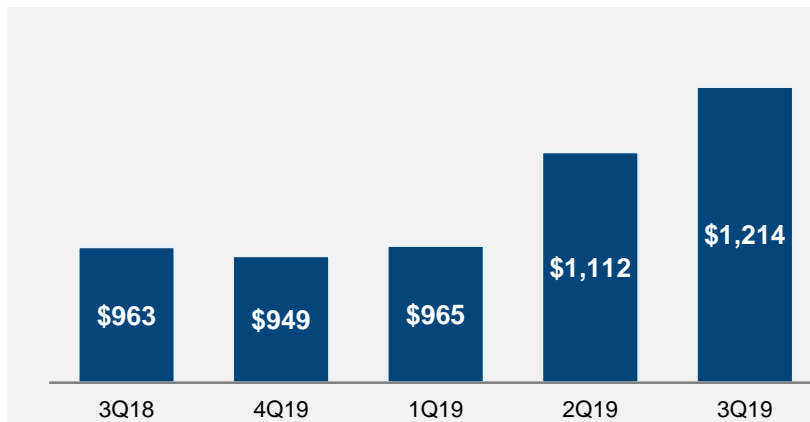
Total deposits (\$million)



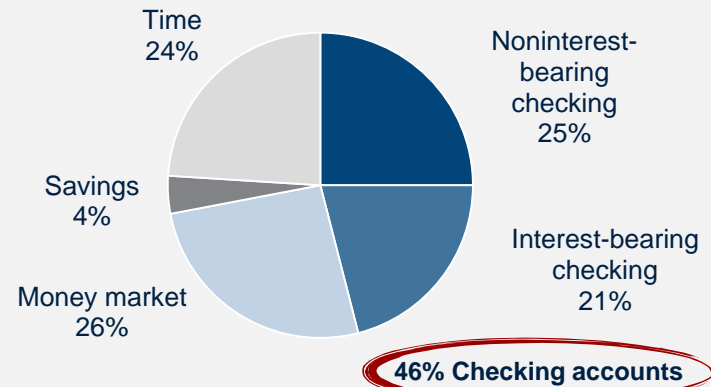
Cost of deposits



Noninterest bearing deposits (\$million)¹



Deposit composition



¹ Includes mortgage servicing-related escrow deposits of \$78.0 million, \$53.5 million, \$70.1 million, \$70.4 million and \$121.4 million for the quarters ended September 30, 2018, December 31, 2018, March 31, 2019, June 30, 2019 and September 30, 2019 respectively.

Mortgage operations overview

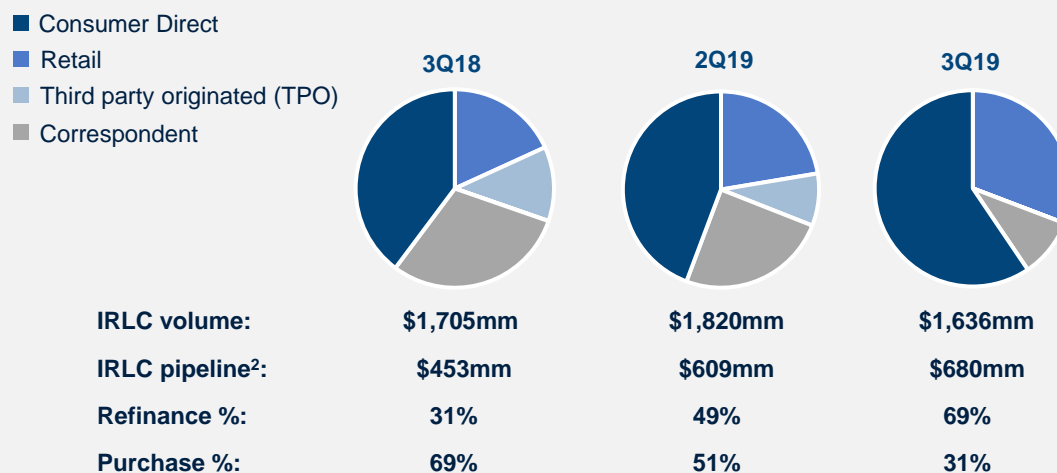
Highlights

- Total Mortgage adjusted pre-tax contribution¹ of \$5.4 million for 3Q 2019; adjusted for \$0.1 million of restructuring related expenses
- Mortgage banking income \$29.2 million, up 9.5% from 3Q 2018 and up 19.0% from 2Q 2019
- Completed the exit of wholesale mortgage channels with disposition of correspondent channel on August 1, 2019
- Exit of wholesale origination channels allows additional focus on enhancing retail channels and improving operating efficiency moving forward
- Continue to add mortgage loan originators

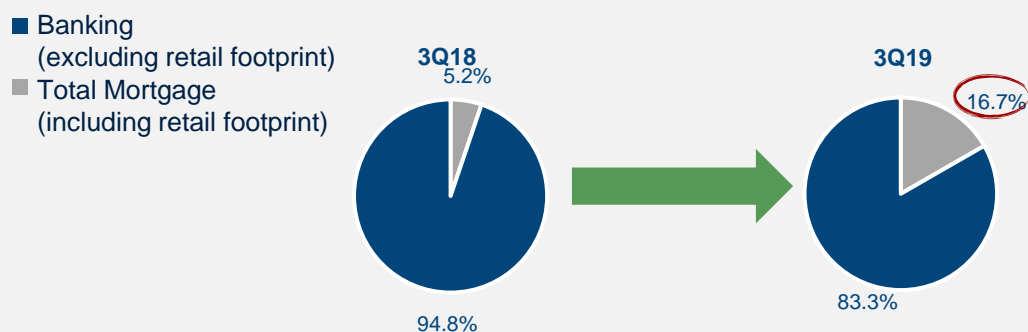
Mortgage banking income (\$mm)

	3Q18	2Q19	3Q19
Gain on Sale	\$26.0	\$21.0	\$28.0
Fair value changes	(\$2.3)	\$3.3	\$2.3
Servicing Revenue	\$5.6	\$4.0	\$4.0
Fair value MSR change	(\$2.7)	\$(3.8)	\$(5.1)
Total Income	\$26.6	\$24.5	\$29.2

Quarterly mortgage production



Total pre-tax contribution, adjusted¹ (%)



¹ See "Use of non-GAAP financial measures" and the Appendix hereto for a discussion and reconciliation of non-GAAP financial measures.

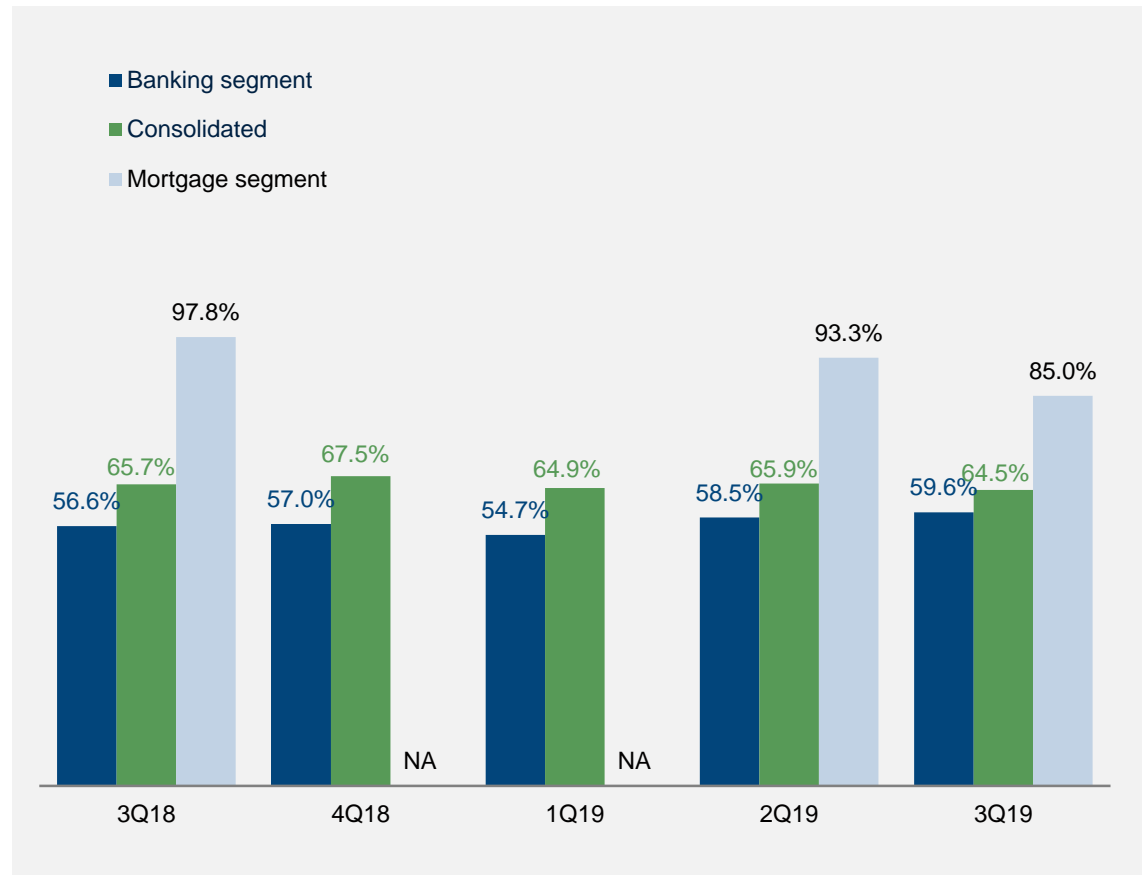
² As of the respective period-end.

Managing operating leverage

Managing operating efficiency

- Consolidated 3Q 2019 core efficiency ratio¹ of 64.5%
- Integration of Atlantic Capital branch acquisition completed and in line with expectations
- Improved mortgage profitability as restructuring continues, offset by reduced servicing income and higher net MSR fair value changes
- Core bank operating expense growth in mid-single digits
- Continued investment in revenue producers, technology and operational capabilities to improve on scalable platform

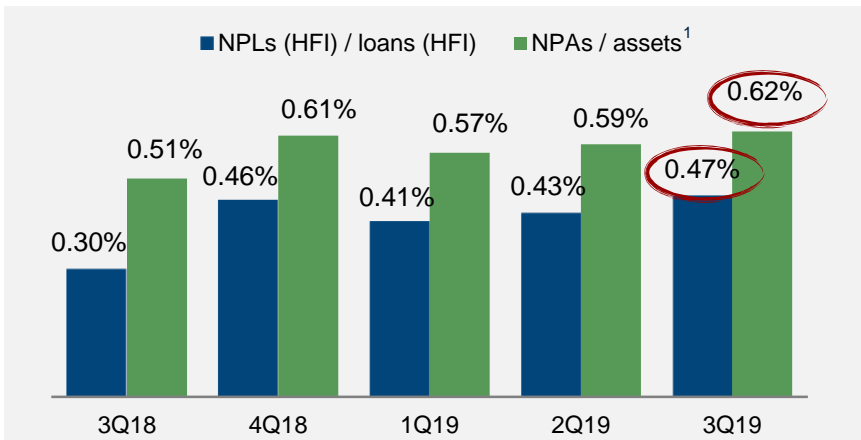
Core efficiency ratio (tax-equivalent basis)¹



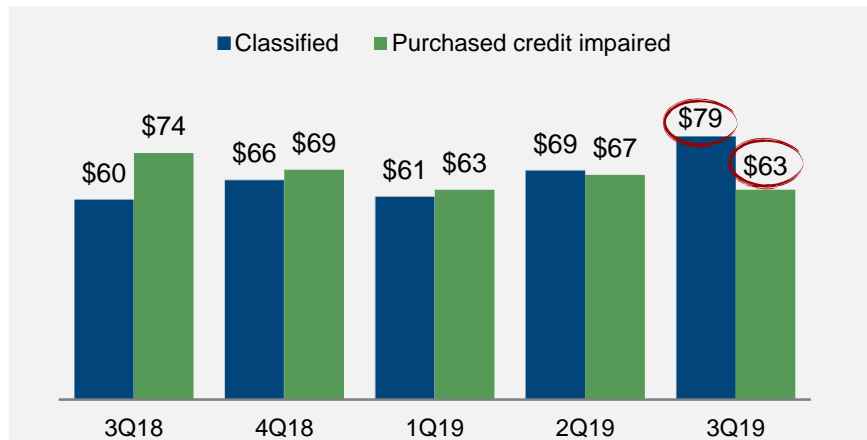
¹ See "Use of non-GAAP financial measures" and the Appendix hereto for a discussion and reconciliation of non-GAAP measures.

Asset quality remains stable

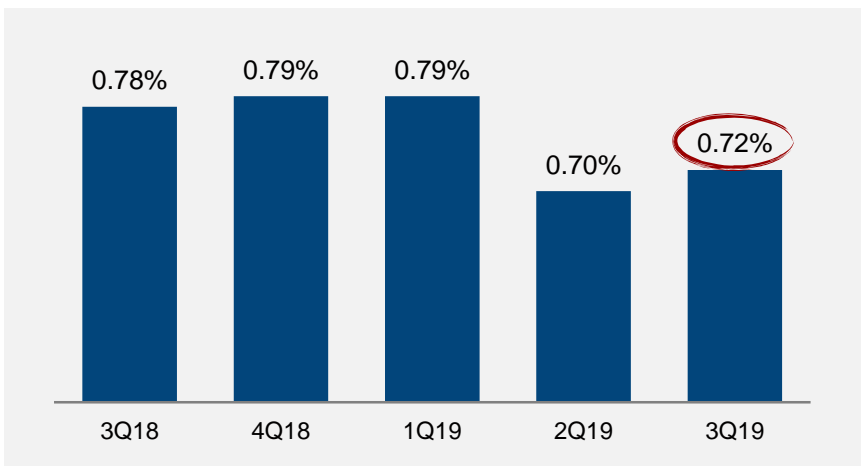
Nonperforming ratios



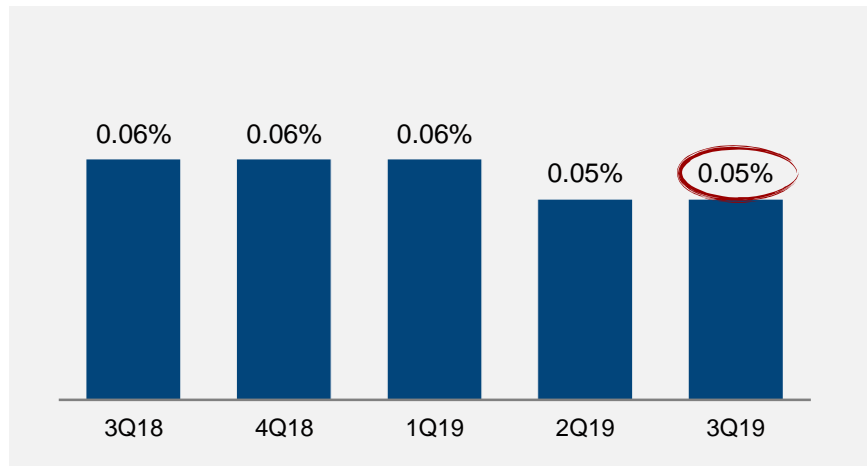
Classified & PCI loans (\$million)



LLR / loans



Net charge-offs / average loans



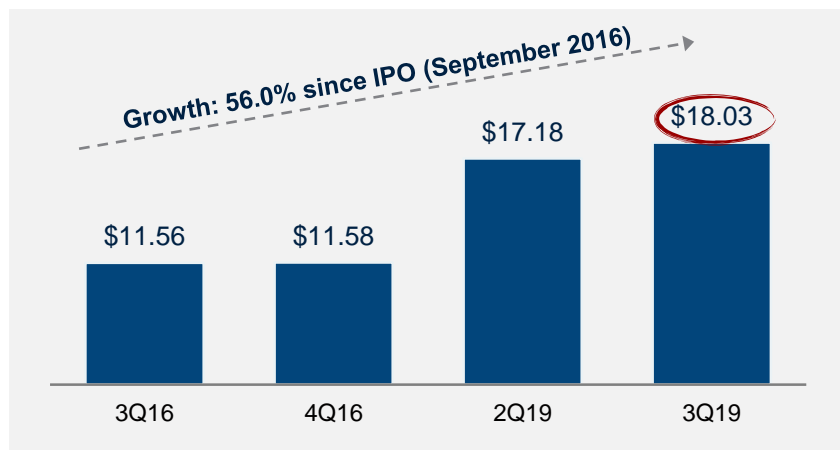
¹ Includes acquired excess land and facilities held for sale – see page 14 of the Quarterly Financial Supplement.

Strong capital position for future growth

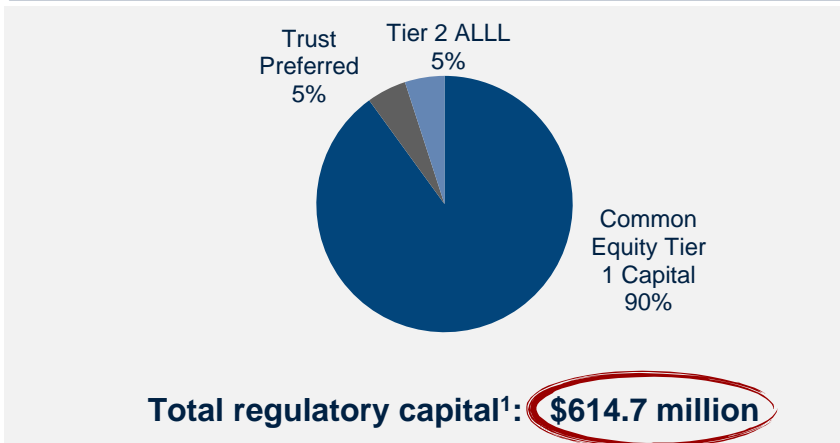
Capital position

	3Q18	2Q19	3Q19 ¹
Shareholder's equity / Assets	12.8%	12.1%	12.2%
TCE / TA ²	10.2%	9.2%	9.4%
Common equity tier 1 / Risk-weighted assets	11.5%	10.4%	10.8%
Tier 1 capital / Risk-weighted assets	12.2%	11.0%	11.3%
Total capital / Risk-weighted assets	12.8%	11.6%	12.0%
Tier 1 capital / Average assets	11.3%	10.0%	10.1%

Tangible book value per share



Simple capital structure



¹ Total regulatory capital, FB Financial Corporation. 3Q 2019 calculation is preliminary and subject to change.

² See "Use of non-GAAP financial measures" and the Appendix hereto for a discussion and reconciliation of non-GAAP measures.

Appendix

GAAP reconciliation and use of non-GAAP financial measures

Net income and diluted earnings per share, adjusted

<i>(Dollars in thousands, except share data)</i>	2019			2018	
	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	Third Quarter
Pre-tax net income	\$ 31,684	\$ 25,002	\$ 25,563	\$ 22,680	\$ 28,079
Plus merger and mortgage restructuring expenses	407	4,612	1,675	401	—
Pre-tax net income, adjusted	32,091	29,614	27,238	23,081	28,079
Income tax expense, adjusted	7,824	7,516	6,412	5,745	6,702
Net income, adjusted	\$ 24,267	\$ 22,098	\$ 20,826	\$ 17,336	\$ 21,377
Weighted average common shares outstanding- fully diluted	31,425,573	31,378,018	31,349,198	31,344,949	31,339,628
Diluted earnings per share, adjusted					
Diluted earning per common share	\$ 0.76	\$ 0.59	\$ 0.62	\$ 0.54	\$ 0.68
Plus merger and mortgage restructuring expenses	0.01	0.15	0.05	0.01	—
Less tax effect	—	0.04	0.01	—	—
Diluted earnings per share, adjusted	\$ 0.77	\$ 0.70	\$ 0.66	\$ 0.55	\$ 0.68

GAAP reconciliation and use of non-GAAP financial measures

Pro forma net income and diluted earnings per share, adjusted*

<i>(Dollars in thousands, except share data)</i>	YTD 2019	2018	2017	2016	2015
Pre-tax net income	\$ 82,249	\$ 105,854	\$ 73,485	\$ 62,324	\$ 50,824
Plus merger, conversion, offering, and mortgage restructuring expenses	6,694	2,265	19,034	3,268	3,543
Less significant (losses) gains on securities, other real estate owned and other items	—	—	—	(3,539)	4,638
Pre tax net income, adjusted	88,943	108,119	92,519	69,131	49,729
Pro forma income tax expense, adjusted	21,751	26,034	34,749	25,404	18,425
Pro forma net income, adjusted	\$ 67,192	\$ 82,085	\$ 57,770	\$ 43,727	\$ 31,304
Weighted average common shares outstanding-fully diluted	31,378,786	31,314,981	28,207,602	19,312,174	17,180,000
Pro forma diluted earnings per share, adjusted*					
Diluted earning per share	\$ 1.97	\$ 2.55	\$ 1.86	\$ 2.10	\$ 2.79
Plus merger, conversion, offering, and mortgage restructuring expenses	0.21	0.07	0.67	0.17	0.21
Less significant (losses) gains on securities, other real estate owned and other items	—	—	—	(0.18)	0.27
Less tax effect and benefit of enacted tax laws	0.05	0.01	0.48	0.19	0.91
Pro forma diluted earnings per share, adjusted	\$ 2.13	\$ 2.61	\$ 2.05	\$ 2.26	\$ 1.82

*Prior to the IPO in the third quarter of 2016, the Company was an S corporation and did not incur federal income taxes. In conjunction with the IPO, the Company converted to a C corporation. These results are on a pro forma basis to reflect the results of the Company on a C corporation basis and combined effective tax rates of 35.08% and 36.75% for the years ended December 31, 2015 and 2016, respectively.

GAAP reconciliation and use of non-GAAP financial measures

Core efficiency ratio (tax-equivalent basis)

<i>(Dollars in thousands)</i>	2019			2018	
	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	Third Quarter
Total noninterest expense	\$ 62,935	\$ 64,119	\$ 55,101	\$ 53,736	\$ 57,213
Less merger and mortgage restructuring expenses	407	4,612	1,675	401	—
Core noninterest expense	\$ 62,528	\$ 59,507	\$ 53,426	\$ 53,335	\$ 57,213
Net interest income (tax-equivalent basis)	\$ 58,769	\$ 57,488	\$ 53,461	\$ 51,799	\$ 53,161
Total noninterest income	38,145	32,979	29,039	27,249	34,355
Less (loss) gain on sales or write-downs of other real estate owned and other assets	(82)	94	152	33	446
Less (loss) gain from securities, net	(20)	52	43	—	(27)
Core noninterest income	38,247	32,833	28,844	27,216	33,936
Core revenue	\$ 97,016	\$ 90,321	\$ 82,305	\$ 79,015	\$ 87,097
Efficiency ratio (GAAP) ^(a)	65.3 %	71.2 %	67.2 %	68.4 %	65.7 %
Core efficiency ratio (tax-equivalent basis)	64.5 %	65.9 %	64.9 %	67.5 %	65.7 %

(a) Efficiency ratio (GAAP) is calculated by dividing noninterest expense by total revenue

GAAP reconciliation and use of non-GAAP financial measures

Segment core efficiency ratios (tax-equivalent basis)

<i>(Dollars in thousands)</i>	2019			2018	
	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	Third Quarter
Banking segment core efficiency ratio (tax-equivalent basis)					
Core consolidated noninterest expense	\$ 62,528	\$ 59,507	\$ 53,426	\$ 53,335	\$ 57,213
Less Mortgage segment core noninterest expense	15,686	17,835	17,486	16,262	18,821
Core Banking segment noninterest expense	<u>\$ 46,842</u>	<u>\$ 41,672</u>	<u>\$ 35,940</u>	<u>\$ 37,073</u>	<u>\$ 38,392</u>
Core revenue	\$ 97,016	\$ 90,321	\$ 82,305	\$ 79,015	\$ 87,097
Less Mortgage segment total revenue	18,455	19,119	16,658	13,979	19,254
Core Banking segment total revenue	<u>\$ 78,561</u>	<u>\$ 71,202</u>	<u>\$ 65,647</u>	<u>\$ 65,036</u>	<u>\$ 67,843</u>
Banking segment core efficiency ratio (tax-equivalent basis)	59.6 %	58.5 %	54.7 %	57.0 %	56.6 %
Mortgage segment core efficiency ratio (tax-equivalent basis)					
Mortgage segment noninterest expense	\$ 15,798	\$ 18,664	\$ 18,540	\$ 16,262	\$ 18,821
Less mortgage restructuring expense	112	829	1,054	—	—
Core Mortgage segment noninterest expense	<u>\$ 15,686</u>	<u>\$ 17,835</u>	<u>\$ 17,486</u>	<u>\$ 16,262</u>	<u>\$ 18,821</u>
Mortgage segment total revenue	<u>\$ 18,455</u>	<u>\$ 19,119</u>	<u>\$ 16,658</u>	<u>\$ 13,979</u>	<u>\$ 19,254</u>
Mortgage segment core efficiency ratio (tax-equivalent basis)	85.0 %	93.3 %	N/A	N/A	97.8 %

GAAP reconciliation and use of non-GAAP financial measures

Mortgage contribution, adjusted

<i>(Dollars in thousands)</i>	2019			2018	
	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	Third Quarter
Mortgage segment pre-tax net contribution (loss)	\$ 2,657	\$ 455	\$ (1,882)	\$ (2,283)	\$ 433
Retail footprint:					
Mortgage banking income	10,693	5,451	4,386	5,041	7,417
Mortgage banking expenses	8,087	4,172	2,831	4,542	6,383
Retail footprint pre-tax net contribution	2,606	1,279	1,555	499	1,034
Total mortgage banking pre-tax net contribution (loss)	\$ 5,263	\$ 1,734	\$ (327)	\$ (1,784)	\$ 1,467
Plus mortgage restructuring expense	112	829	1,054	—	—
Total mortgage banking pre-tax net contribution (loss), adjusted	\$ 5,375	\$ 2,563	\$ 727	\$ (1,784)	\$ 1,467
Pre-tax net income	\$ 31,684	\$ 25,002	\$ 25,563	\$ 22,680	\$ 28,079
% total mortgage banking pre-tax net contribution	16.6 %	6.94 %	N/A	N/A	5.22 %
Pre-tax net income, adjusted	\$ 32,091	\$ 29,614	\$ 27,238	\$ 23,081	\$ 28,079
% total mortgage banking pre-tax net contribution, adjusted	16.7 %	8.65 %	2.67 %	N/A	5.22 %

GAAP reconciliation and use of non-GAAP financial measures

Tangible assets and equity

<i>(Dollars in thousands, except share data)</i>	2019			2018	
	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	Third Quarter
Tangible Assets					
Total assets	\$ 6,088,895	\$ 5,940,402	\$ 5,335,156	\$ 5,136,764	\$ 5,058,167
Less goodwill	168,486	168,486	137,190	137,190	137,190
Less intangibles, net	18,748	19,945	10,439	11,628	12,403
Tangible assets	\$ 5,901,661	\$ 5,751,971	\$ 5,187,527	\$ 4,987,946	\$ 4,908,574
Tangible Common Equity					
Total shareholders' equity	\$ 744,835	\$ 718,759	\$ 694,577	\$ 671,857	\$ 648,731
Less goodwill	168,486	168,486	137,190	137,190	137,190
Less intangibles, net	18,748	19,945	10,439	11,628	12,403
Tangible common equity	\$ 557,601	\$ 530,328	\$ 546,948	\$ 523,039	\$ 499,138
Common shares outstanding	30,927,664	30,865,636	30,852,665	30,724,532	30,715,792
Book value per common share	\$ 24.08	\$ 23.29	\$ 22.51	\$ 21.87	\$ 21.12
Tangible book value per common share	\$ 18.03	\$ 17.18	\$ 17.73	\$ 17.02	\$ 16.25
Total shareholders' equity to total assets	12.2 %	12.1 %	13.0 %	13.1 %	12.8 %
Tangible common equity to tangible assets	9.45 %	9.22 %	10.5 %	10.5 %	10.2 %

Return on average tangible common equity

<i>(Dollars in thousands)</i>	2019			2018	
	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	Third Quarter
Total average shareholders' equity	\$ 731,701	\$ 708,557	\$ 684,545	\$ 659,050	\$ 638,388
Less average goodwill	168,486	167,781	137,190	137,190	137,190
Less average intangibles, net	19,523	20,214	10,856	12,016	12,803
Average tangible common equity	\$ 543,692	\$ 520,562	\$ 536,499	\$ 509,845	\$ 488,395
Net income	\$ 23,966	\$ 18,688	\$ 19,588	\$ 17,040	\$ 21,377
Return on average tangible common equity	17.5 %	14.4 %	14.8 %	13.3 %	17.4 %

GAAP reconciliation and use of non-GAAP financial measures

Return on average tangible common equity, adjusted

<i>(Dollars in thousands)</i>	2019			2018	
	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	Third Quarter
Average tangible common equity	\$ 543,692	\$ 520,562	\$ 536,499	\$ 509,845	\$ 488,395
Net income, adjusted	24,267	22,098	20,826	17,336	21,377
Return on average tangible common equity, adjusted	17.7 %	17.0 %	15.7 %	13.5 %	17.4 %

Return on average assets and equity, adjusted

<i>(Dollars in thousands)</i>	2019			2018	
	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	Third Quarter
Net income	\$ 23,966	\$ 18,688	\$ 19,588	\$ 17,040	\$ 21,377
Average assets	5,988,572	5,771,371	5,174,918	5,005,158	4,932,197
Average equity	731,701	708,557	684,545	659,050	638,388
Return on average assets	1.59 %	1.30 %	1.54 %	1.35 %	1.72 %
Return on average equity	13.0 %	10.6 %	11.6 %	10.3 %	13.3 %
Net income, adjusted	\$ 24,267	\$ 22,098	\$ 20,826	\$ 17,336	\$ 21,377
Return on average assets, adjusted	1.61 %	1.54 %	1.63 %	1.37 %	1.72 %
Return on average equity, adjusted	13.2 %	12.5 %	12.3 %	10.4 %	13.3 %

GAAP reconciliation and use of non-GAAP financial measures

Pro forma return on average assets and equity, adjusted

<i>(Dollars in thousands)</i>	YTD 2019	2018	2017	2016	2015
Pro forma net income	\$ 62,242	\$ 80,236	\$ 52,398	\$ 39,422	\$ 32,995
Average assets	5,647,705	4,844,865	3,811,158	3,001,275	2,577,895
Average equity	708,436	629,922	466,219	276,587	228,844
Pro forma return on average assets	1.47 %	1.66 %	1.37 %	1.31 %	1.28 %
Pro forma return on average equity	11.7 %	12.7 %	11.2 %	14.3 %	14.4 %
Pro forma net income, adjusted	\$ 67,192	\$ 82,085	\$ 57,770	\$ 43,727	\$ 31,304
Pro forma return on average assets, adjusted	1.59 %	1.69 %	1.52 %	1.46 %	1.21 %
Pro forma return on average equity, adjusted	12.7 %	13.0 %	12.4 %	15.8 %	13.7 %