REFINITIV

DELTA REPORT

10-Q

CFB - CROSSFIRST BANKSHARES, IN

10-Q - MARCH 31, 2024 COMPARED TO 10-Q - SEPTEMBER 30, 2023

The following comparison report has been automatically generated

TOTAL DELTAS	13061
CHANGES	111
DELETIONS	10818
ADDITIONS	2132

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UNITED STATES

SECURITIES AND

EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM

10-Q

☒

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

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

For the quarterly period ended

September 30, 2023

March 31, 2024

or

☐

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

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

For the transition period from to

Commission file number

001-39028

CROSSFIRST BANKSHARES, INC.

(Exact Name of Registrant as Specified in its Charter)

Kansas
26-3212879

Kansas	26-3212879
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)
11440 Tomahawk Creek Parkway	
Leawood, KS	66211
(Address of principal executive offices)	(Zip Code)

(State or other jurisdiction of incorporation or organization)

(I.R.S. Employer Identification No.913)

11440 Tomahawk Creek Parkway

Leawood

,

KS

66211
(Address of principal executive offices)
(Zip Code)

(

913

)

901-4516

(Registrant's telephone number,

including area code)

N/A

(Former name, former address and former fiscal year, if changed since last report)

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
CFB
The Nasdaq Stock Market LLC

Title of each class	Trading Symbol	Name of each exchange on which registered

Common Stock, par value $0.01 per share	CFB	The Nasdaq Stock Market LLC

Indicate by check mark whether the registrant (1) has filed all reports required

to be filed by Section 13 or 15(d) of the Securities
Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and
(2) has been subject to such filing requirements for the past 90 days.

Yes

☒

No

☐

Indicate by check mark whether the registrant has submitted electronically every Interactive

Data File required to be submitted pursuant to
Rule 405 of Regulation S-T (Section 232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit such files).
Yes

☒

No

☐

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated

filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See the definitions of “large accelerated filer,” “accelerated filer,” “smaller reporting company,” and “emerging growth company” in Rule 12b-2 of the Exchange Act.

Large accelerated filer
☐
Accelerated filer
☒
Non-accelerated filer
☐
Smaller reporting company
☐
Emerging growth company
☒

Large accelerated filer	☐	Accelerated filer	☒
Non-accelerated filer	☐	Smaller reporting company	☐
		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.

☐

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b

-2 12b-2 of the Exchange Act). Yes

☐

No

☒

As of October 28, 2023 April 26, 2024, the registrant had

49,296,927

49,292,977 shares of common stock, par value $0.01, outstanding.

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CROSSFIRST BANKSHARES, INC.

INC.

Form 10-Q for the Quarter Ended September 30, 2023 March 31, 2024

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Part I. Financial Information

Item 1. Consolidated Financial Statements

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Cautionary Note Regarding Forward-Looking Information

Forward-Looking Information

All statements contained in this quarterly report on Form 10-Q that do not directly and exclusively relate to historical facts constitute forward-looking statements. These statements are often, but not always, made through the use of words or phrases such as
"may, "may," "might," "could," "predict," "potential, "potential," "believe," "expect, "expect," "continue," "will, "will,"
"anticipate, "anticipate," "seek, "seek," "estimate," "intend, "intend,"
"plan, "plan," "projection," "goal, "goal," "target," "outlook," "aim, "aim," "would," "annualized," "position" and "outlook," or the negative of these words or other comparable words or phrases of a future or forward-looking nature. For example, our forward-looking statements include,
without limitation, statements regarding our business plans, expectations, or opportunities for growth; the impact of the acquisition of Canyon
Bancorporation, Inc. and Canyon Community Bank, N.A. (collectively "Canyon"); our expense management control initiatives and the results expected to be realized from those initiatives; our anticipated financial results, expenses, cash requirements and sources of liquidity; and our capital allocation strategies and plans.
plans; and our anticipated future financial performance.

Unless we state otherwise or the context otherwise requires, references in this Form 10-Q

to "we," "our," "us, "us," and the

“Company” “Company” refer to CrossFirst Bankshares, Inc., and its consolidated subsidiaries. References in this Form 10-Q to “CrossFirst Bank”
and the “Bank” refer to CrossFirst Bank, our wholly owned consolidated bank subsidiary.

These forward-looking statements are not historical facts, and are based

on current expectations, estimates and projections about our industry, management’s beliefs and belief, certain assumptions made by management, and financial trends that may affect our financial condition, results of operations, business strategy or financial needs, many of which, by their nature, are inherently uncertain and beyond our control. Our actual results could differ materially from those anticipated in such forward-looking statements. Accordingly, we caution you that any such forward-looking statements are not a guarantee guarantees of future performance and are subject to risks, assumptions, estimates and uncertainties that are difficult to predict. Although we believe that the expectations reflected in these forward-looking statements are reasonable as of the date made, actual results may prove to be materially different from the results expressed or implied by the forward-looking statements due to a number of factors, including, without limitation: impacts on us and our clients of a decline in general uncertain or unfavorable business and or economic conditions and any regulatory responses thereto,
including uncertainty and volatility in the financial markets, possible slowing or recessionary economic conditions and continuing or increasing inflation; geographic concentration of our markets; changes in market interest rate fluctuations; rates that affect the pricing of our products and our net interest income; our ability to effectively execute our growth strategy and manage our growth, including identifying, consummating and consummating integrating suitable mergers, and acquisitions or other business combinations, entering new lines of business or offering new or enhanced services or products; fluctuations in the fair value of our investments; our ability to successfully integrate Canyon; fluctuations manage our credit risk, particularly in fair value of our investments due to factors outside of our control; our ability to successfully manage credit risk commercial real estate, energy and commercial-based loan portfolios, and the sufficiency of our allowance;

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CROSSFIRST BANKSHARES, INC.

Consolidated Statements of Operations – - Unaudited

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	**2022**	**2023**	**2022**
(Dollars in thousands except per share data)				
Interest Income				
Loans, including fees	$ 103,631	$ 59,211	$ 292,231	$ 149,266
Available-for-sale securities - taxable	3,089	1,119	7,560	3,250
Available-for-sale securities - tax-exempt	3,365	3,905	10,730	11,442
Deposits with financial institutions	2,444	1,193	6,067	

1,714
Dividends on bank stocks
127
122
753
478
Total interest income
112,656
65,550
317,341
166,150
Interest Expense
Deposits
56,297
14,909
141,685
23,152
Fed funds purchased and repurchase agreements
5
9
51
83
Federal Home Loan Bank Advances
1,003
898
7,128
3,302
Other borrowings
224
39
590
94
Total interest expense
57,529
15,855
149,454
26,631
Net Interest Income
55,127
49,695
167,887
139,519
Provision for Credit Losses
3,329
3,334
10,390
4,844
Net Interest Income after Provision for Credit Losses
51,798
46,361
157,497
134,675
Non-Interest Income

Service charges and fees on customer accounts
2,249
1,566
6,188

4,520
ATM and credit card interchange income
1,436
1,326
3,913
5,513
Gain on sale of loans
739
-
2,131
-
Income from bank-owned life insurance
437
405
1,266
1,200
Swap fees and credit valuation adjustments, net
57
(7)
231
123
Other non-interest income
1,063
490
2,452
1,566
Total non-interest income
5,981
3,780
16,181
12,922
Non-Interest Expense

Salaries and employee benefits
22,017
18,252
68,700
53,288
Occupancy
3,183
2,736
9,211
7,851
Professional fees
1,945
580
5,533
2,453
Deposit insurance premiums
1,947
903
5,359
2,355
Data processing
904
877
3,203
2,849

Advertising
593
796
1,994
2,247
Software and communication
1,898
1,222
5,204
3,689
Foreclosed assets, net
-
9
128
(30)
Other non-interest expense
2,945
3,057
9,980
10,559
Core deposit intangible amortization
922
19
2,546
58
Total non-interest expense
36,354
28,451
111,858
85,319
Net Income Before Taxes
21,425
21,690
61,820
62,278
Income tax expense
$
4,562
$
4,410
$
12,802
$
12,625
Net Income
$
16,863
$
17,280
$
49,018
$
49,653
Basic Earnings Per Common Share
$
0.34
$
0.35
$
1.00
$

1.00

Diluted Earnings Per Common Share

$

0.34

$

0.35

$

0.99

$

0.99

	Three Months Ended March 31,	
	2024	2023
Interest Income		
Loans, including fees	$ 110,099	$ 89,618
Available-for-sale securities - taxable	4,528	1,849
Available-for-sale securities - tax-exempt	2,553	3,794
Deposits with financial institutions	1,981	2,014
Dividends on bank stocks	78	262
Total interest income	119,239	97,537
Interest Expense		
Deposits	62,111	36,725
Fed funds purchased and repurchase agreements	—	46
Federal Home Loan Bank Advances	471	2,391
Other borrowings	63	154
Total interest expense	62,645	39,316
Net Interest Income	56,594	58,221
Provision for Credit Losses	1,655	4,421
Net Interest Income after Provision for Credit Losses	54,939	53,800

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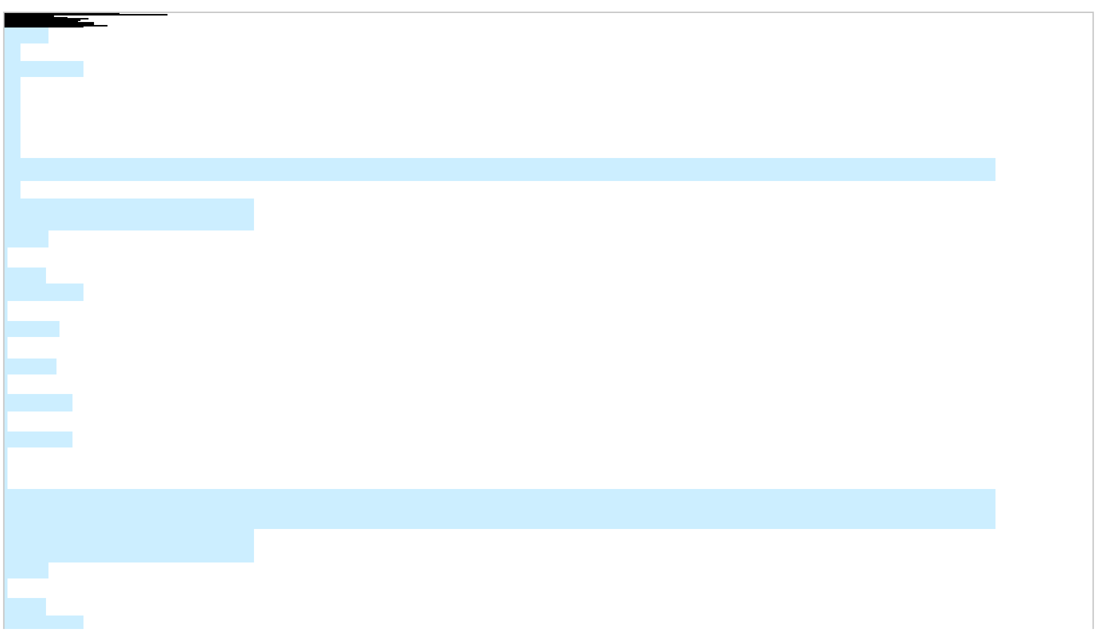
CROSSFIRST BANKSHARES, INC.

Consolidated Statements of Comprehensive Income (Loss) – - Unaudited

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	**2022**	**2023**	**2022**
(Dollars in thousands)				
Net Income	$ 16,863	$ 17,280	$ 49,018	$ 49,653
Other Comprehensive Loss				
Unrealized loss on available-for-sale securities	(41,604)	(39,299)	(37,083)	(137,282)
Less: income tax benefit	(9,902)	(9,621)	(8,727)	(33,607)
Unrealized loss on available-for-sale securities	(31,702)	(29,678)	(28,356)	(103,675)
Reclassification adjustment for realized (loss) gain included in income	(60)	(4)	3	(43)
Less: income tax expense (benefit)	(14)	(1)	1	(11)
Less: reclassification adjustment for realized (losses) gains included in income, net of income tax	(46)	(3)	2	(32)
Unrealized loss on cash flow hedges	(2,289)	(7,076)		

(4,381)
(3,036)
Less: income tax benefit
(545)
(1,731)
(1,041)
(741)
Unrealized loss on cash flow hedges, net of income tax
(1,744)
(5,345)
(3,340)
(2,295)
Reclassification adjustment for interest income included in income
93
-
102
-
Less: income tax expense
22
-
24
-
Less: reclassification adjustment for interest income included in income, net of income tax
71
-
78
-
Other comprehensive loss
(33,471)
(35,020)
(31,776)
(105,938)
Comprehensive (Loss) Income
$
(16,608)
(17,740)
17,242
(56,285)



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CROSSFIRST BANKSHARES, INC.

Consolidated Statements of Stockholders'

Equity – - Unaudited

Preferred Stock
Common Stock
Treasury
Stock
Additional
Paid-in
Capital
Retained
Earnings
Accumulated
Other
Comprehensive
Loss
Total
Shares
Amount
Shares
Amount
(Dollars in thousands)
Balance at June 30, 2022
-
$
-
49,535,949
$
529
$
(48,501)
$

528,548
$
176,868
$
(49,429)
$
608,015
Net income
-
-
-
-
-
-
17,280
-
17,280
Other comprehensive loss - available-for-sale securities
-
-
-
-
-
-
-
(29,676)
(29,676)
Other comprehensive loss - cash flow hedges
-
-
-
-
-
-
-
(5,344)
(5,344)
Issuance of shares from equity-based awards
-
-
46,204
1
-
29
-
-
30
Open market common share repurchases
-
-
(794,457)
-
(10,827)
-
-
-
(10,827)
Stock-based compensation
-
-
-
-
-
1,069
-
-
1,069
Balance at September 30, 2022
-
$
-
48,787,696
$
530
$
(59,328)
$
529,646
$
194,148
$
(84,449)
$
580,547
Preferred Stock

Common Stock
Treasury
Stock
Additional
Paid-in
Capital
Retained
Earnings
Accumulated
Other
Comprehensive
Loss
Total
Shares
Amount
Shares
Amount
(Dollars in thousands)
Balance at June 30, 2023
7,750
$
-
48,653,487
$
532
$
(64,127)
$
539,793
$
238,147
$
(62,862)
$
651,483
Net income
-
-
-
-
-
-
16,863
-
16,863
Other comprehensive loss - available-for-
sale securities
-
-
-
-
-
-
-
(31,656)
(31,656)
Other comprehensive loss - cash flow hedges
-
-
-
-
-
-
(1,815)
(1,815)
Preferred dividends $
20.00
per share
-
-
-
-
-
-
(155)
-
(155)
Issuance of shares from equity-based awards
-
-
43,904
1
-
165
-
-

166
Acquisition - purchase accounting
-
-
597,645
-
5,932
1,025
-
-
6,957
Stock-based compensation
-
-
-
-
-
1,208
-
-
1,208
Balance September 30, 2023
7,750
$
-
49,295,036
$
533
$
(58,195)
$
542,191
$
254,855
$
(96,333)
$
643,051
Preferred Stock
Common Stock
Treasury
Stock
Additional
Paid-in
Capital
Retained
Earnings
Accumulated
Other
Comprehensive
Loss
Total
Shares
Amount
Shares
Amount
(Dollars in thousands)
Balance at December 31, 2021
-
$
-
50,450,045
$
526
$
(28,347)
$
526,806
$
147,099
$
21,489
$
667,573
Adoption of ASU 2016-13
-
-
-
-
-
-
(2,610)
-
(2,610)
Net income
-

-
-
-
-
-
49,653
-
49,653
Other comprehensive loss - available-for-sale securities
-
-
-
-
-
-
-
(103,643)
(103,643)
Other comprehensive loss - cash flow hedges
-
-
-
-

-
-
(2,295)
(2,295)
Issuance of shares from equity-based awards
-
-
428,433
4
-
(464)
-
-
(460)
Open market common share repurchases
-
-
(2,090,782)
-
(30,981)
-
-
-
(30,981)
Employee receivables from sale of stock
-
-
-
-
-
-
6
-
6
Stock-based compensation
-
-
-
-
-
3,304
-
-
3,304
Balance at September 30, 2022
-
$
-
48,787,696
$
530
$
(59,328)
$
529,646
$
194,148
$
(84,449)
$
580,547

8

7

Preferred Stock

Common Stock

Treasury
Stock
Additional
Paid-in
Capital
Retained
Earnings
Accumulated
Other
Comprehensive
Loss
Total
Shares
Amount
Shares
Amount
(Dollars in thousands)
Balance at December 31, 2022
-
$
-
48,448,215
$
530
$
(64,127)
$
530,658
$
206,095
$
(64,557)
$
608,599
Net income
-
-
-
-
-
-
49,018
-
49,018
Other comprehensive loss - available-for-
sale securities
-
-
-
-
-
-
-
(28,358)
(28,358)
Other comprehensive loss - cash flow hedges
-
-
-
-
-
-
(3,418)
(3,418)
Issuance of preferred shares
7,750
-
-
-
-
7,750
-
-
7,750
Preferred dividends $
33.33

per share
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-
-
-
-
-
-
(258)
-
(258)
Issuance

CROSSFIRST BANKSHARES, INC.

Consolidated Statements of shares from equity-based awards

-
-
249,176
3
-
(535)
-
-
(532)
Warrants exercised, cash settled
-
-
-
-
(418)
-
-
(418)
Acquisition Cash Flows - purchase accounting
-
-
597,645
-
5,932
1,025
-
-
6,957
Stock-based compensation
-
-
-
-
-
3,711
-
-
3,711
Balance September 30, 2023
7,750
$
-
49,295,036
$
533
$
(58,195)
$
542,191
$
254,855
$
(96,333)
$
643,051

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CROSSFIRST BANKSHARES, INC.

Consolidated Statements of Cash Flows – Unaudited

	Nine Months Ended September 30,			
	2023		2022	
(Dollars in thousands)				
Operating Activities				
Net income	$	49,018	$	49,653
Adjustments to reconcile net income to cash provided by operating activities:				
Depreciation and amortization		7,041		3,716
Provision for credit losses		10,390		

4,844
Accretion of discounts on loans
(2,029)
-
Accretion of discounts and amortization of premiums on securities
2,378
3,259
Equity based compensation
3,711
3,304
Gain on disposal of fixed assets
(67)
-
Loss on sale of foreclosed assets and related impairments
80
-
Gain on sale of loans
(2,131)
-
Origination of loans held for sale
(36,972)
-
Proceeds from sales of loans held for sale
39,775
-
Deferred income taxes
(1,208)
1,713
Net increase in bank owned life insurance
(1,266)
(1,200)
Net realized (gains) losses on available-for-sale securities
(3)
43
Dividends on FHLB stock
(745)
(505)
Changes in:
Interest receivable
(5,612)
(4,530)
Other assets
2,132
4,568
Other liabilities
6,691
(2,989)
Net cash provided by operating activities
71,183
61,876
Investing Activities

Net change in loans
(470,706)
(425,494)
Purchases of available-for-sale securities
(152,158)
(82,305)
Proceeds from maturities of available-for-sale securities
18,890
29,587
Proceeds from sale of available-for-sale securities
67,230
-
Proceeds from the sale of foreclosed assets
1,050
237
Purchase of premises and equipment
(6,953)
(1,878)
Proceeds from the sale of premises and equipment and related insurance claims
67
-
Purchase of restricted equity securities
(10,290)
(6,957)
Proceeds from sale of restricted equity securities
21,006
10,111
Net cash activity from acquisition
19,279
-
Net cash used in investing activities
(512,585)
(476,699)
Financing Activities

Net (decrease) increase in demand deposits, savings, NOW and money market accounts
(264,944)
178,134
Net increase in time deposits
779,701
125,784
Net increase in fed funds purchased and repurchase agreements
505
-
Net decrease in federal funds sold
(20,000)

	-	
Proceeds from Federal Home Loan Bank advances	22,414	50,000
Repayment of Federal Home Loan Bank advances	(77,295)	(149,000)
Net (repayments) proceeds of Federal Home Loan Bank line of credit	(72,468)	67,748
Proceeds from issuance of preferred shares, net of issuance cost	7,750	-
Issuance of common shares, net of issuance cost	3	171
Proceeds from employee stock purchase plan	402	364
Repurchase of common stock	-	(30,981)
Acquisition of common stock for tax withholding obligations	(937)	(995)
Settlement of warrants	(418)	-
Dividends paid on preferred stock	(258)	-
Net decrease in employee receivables	-	6
Net cash provided by financing activities	374,455	241,231
Decrease in Cash and Cash Equivalents	(66,947)	(173,592)
Cash and Cash Equivalents, Beginning of Period	300,138	482,727
Cash and Cash Equivalents, End of Period	$ 233,191	$ 309,135
Supplemental Cash Flows Information		
Interest paid	$ 137,281	$ 25,648
Income taxes paid	$ 17,614	$ 10,545

Notes to Consolidated Financial Statements – - Unaudited

Note 1: 9

CrossFirst Bankshares, Inc. (the “Company”(“Bankshares”) is a bank holding company

rst Bank

Mexico nk” “Bank”). In addition, the Bank has three

Mexico, and (xiii) Tucson, Arizona.

The accompanying interim unaudited consolidated financial statements serve to

update the CrossFirst Bankshares, Inc. Annual
Report on Form 10-K for the year ended December 31, 2022 December 31, 2023 and include the consolidated accounts of the Company, Bankshares, the Bank, CFI, CFBSA I, LLC
and CFBSA II, LLC LLC (together, referred to herein as the "Company"). The accompanying unaudited

banking
industry or guidelines prescribed by bank regulatory agencies. However, they may not include all information and notes necessary to constitute a complete set of financial statements under GAAP applicable to annual periods and accordingly should be read in conjunction with the financial information contained in the Company's most recent Annual Report on Form 10-K. The unaudited consolidated financial statements reflect all adjustments which are, in the opinion of management, necessary for a fair statement of the results presented. All such adjustments are of a normal recurring nature. All significant intercompany balances and transactions have been eliminated in consolidation. Certain reclassifications of prior years' amounts are made whenever necessary to conform to current period presentation.
The results of operations for the interim period are not necessarily indicative of the results that may be

The Bank extends credit and receives deposits from related parties. In management's opinion, the loans and deposits were made in the ordinary course of business and made on similar terms as those prevailing at the time with other persons. Related party loans totaled $
10
million $10 million and $
13
$12 million, while related party deposits totaled $

11

12 **Note 2: Acquisition Activities**

The table be [Table of Contents](#) preliminary net assets acquired (at fair value) and consideration transferred in connection with the

On August 1, 2023

Company's Series A Non-Cumulative Perpetual Preferred Stock, par value $0.01 per share ("Series A Preferred Stock"), March 31, 2024.

Recent Accounting Pronouncements

Accounting pronouncements not yet adopted by the Company *completed its acquisition of Canyon Bancorporation, Inc. and Canyon Community Bank,*

N.A.
(collectively, "Canyon") whereby Canyon Bancorporation, Inc. was ultimately merged with and into CrossFirst Bankshares, Inc. and
Canyon Community Bank, N.A. was merged with and into CrossFirst Bank (the "Tucson acquisition"). Pursuant to the merger agreement executed in April

In November 2023, the Company paid approximately $

9.1
million of cash consideration Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2023-07, Segment Reporting (Topic 280): Improvements to Reportable Segment Disclosures, which requires enhanced disclosures on both an annual and issued
597,645
shares of
Company common stock, interim basis about significant segment expenses, including for companies with only one reportable segment. This ASU is effective on a retrospective basis for fiscal years beginning after December 15, 2023, and the Company and the Bank assumed all of the assets and liabilities of the Canyon

In connection with the Tucson acquisition, the Company recorded $
1.3
million of goodwill. The amount of goodwill recorded reflects the expanded market presence, synergies and operational efficiencies that are expected to result from the acquisition. The
August 1, 2023
$

following is aentities with which theymerged by operation of law. The acquisition added one full-service branch interim
presented atperiods within Arizona to the Company's footprint thereby deepening our Arizona franchise.
*Cash and ca*Tucson acquisition-related costs totaled $
—The carryi2.2amount of these assets was deemed a reasonable estimate of fair value based on the short-
term nature cmillion and $s.
Loans, net 2.3
—The fair vamillion for the three- and nine-months ended September 30, 2023,puts and assumptions used in
the fair valuerespectively, including a Day 1 CECL provision expense of $g, credit and liquidity risk, and required
equity return0.9e fair value of loans was calculated using a discounted cash flow analysis based on the
remaining mamillion. Acquisition-related costs in connection with the acquisition ofiture credit losses and the rate
of prepaymeFarmers & Stockmens Bank (the "Colorado/New Mexico acquisition") totaledh$ a risk-adjusted
market rate f1.7similar loans.
Core deposit million for the nine-months ended September 30,
—The Comp2023.Acquisition-related costs were included in the Company's consolidated statements of operations. The
intangible asresults of both acquisitionsmentioned above are included in the results of the Company subsequent to the
attributable tacquisitionrdates and reported in this quarterly report on was valued by identifying the expected
future benefiForm 10-Qe deposits and discounting those benefits back to present value. The core deposit
intangible will be amortized over its estimated useful life of approximately
10 years**s:**

13

Deposits
—By definition, the fair value of demand and saving deposits equals the amount payable. For time deposits acquired, the
Company utilized an income approach, discounting the contractual cash flows on the instruments over their remaining contractual lives at prevailing market rates.

The fair value of the acquired assets and liabilities noted in the table may change during the provisional period, which may last up to twelve months subsequent to the acquisition date. The Company may obtain additional information to refine the valuation of the acquired assets and liabilities and adjust the recorded fair value.

Accounting for acquired loans

Loans acquired are recorded at fair value with no carryover of the related allowance for credit losses. Purchased-credit deteriorated loans ("PCD") are loans that have experienced more than insignificant credit deterioration since origination and are recorded at the purchase price. Management determined that past due loans, adversely risk rated, on non-accrual or considered a troubled-debt restructured loan constituted insignificant credit deterioration. The sum of the loan's purchase price and the allowance for credit losses becomes its initial amortized cost basis. The difference between the initial amortized cost basis and the par value of the loan is a noncredit discount or premium, which is amortized into interest income over the life of the loan.

Non-PCD loans have not experienced a more than insignificant deterioration in credit quality since origination. The difference between the fair value and outstanding balance of the non-PCD loans is recognized as an adjustment to interest income over the lives of the loan.

A Day 1 CECL allowance for credit losses on the non-PCD loans was recorded through provision for credit loss expense within the consolidated statements of operations. At the date of acquisition, of the $
105.7

Total

% of Canyon's loan portfolio, were accounted for as PCD loans.

The following table provides a summary of PCD loans purchased as part of the Tucson acquisition as of the acquisition date:

(Dollars in thousands)	
Unpaid principal balance	$ 28,159
PCD allowance for credit loss at acquisition	(329)
(Discount) premium on acquired loans	(1,809)
Purchase price of PCD loans	$ 26,021

14

Note 3: Securities

The amortized cost and approximate fair values, together with gross unrealized gains and losses, of period end available-for-sale securities consisted of the following:

dates indicated:

September 30, 2023

	March 31, 2024			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Approximate Fair Value
	(Dollars in thousands)			
Federal agency obligations	$ 9,989	$ 42	$ —	$ 10,031
Mortgage-backed - GSE residential	251,994	280	23,614	228,660
Collateralized mortgage obligations - GSE residential	71,105	301	1,138	70,268
State and political subdivisions	394,166	297	46,680	347,783
Small Business Administration loan pools	123,224	325	2,256	121,293
Corporate bonds	9,731	—	1,163	8,568
Total available-for-sale securities	$ 860,209	$ 1,245	$ 74,851	$ 786,603

…lue

For AFS securities as of the Three Months Ended

For the Nine Months Ended

September 30, 2023

September 30, 2023

Gross

Realized

Gains

	December 31, 2023			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Approximate Fair Value
	(Dollars in thousands)			
Federal agency obligations	$ 9,988	$ 84	$ —	$ 10,072

[redacted]

15

[redacted]

dates shown:

[redacted]

	March 31, 2024		
	Gross Realized Gains	Gross Realized Losses	Net Realized Gain
	(Dollars in thousands)		
Available-for-sale securities	$ 2	$ —	$ 2

Realized

	For the Three Months Ended		
	March 31, 2023		
Available-for-sale securities	$ 193	$ (130)	$ 63

Gross The following table shows available-for-sale tables summarize AFS securities gross unrealized losses, as of the number dates shown, along with the length of securities that are time in an unrealized loss position:

Gains

[redacted]

	Fair Value	Unrealized Losses	Number of Securities	Fair Value	Unrealized Losses	Number of Securities	Fair Value	Unrealized Losses	Number of Securities
	(Dollars in thousands)								
Available-for-Sale Securities									
Federal agency									
	35,935	345	12	132,348	23,269	51	168,283	23,614	63
residential	47,106	610	9	7,863	528	17	54,969	1,138	26
State and political subdivisions	28,063	282	20	300,783	46,398	203	328,846	46,680	223

[redacted]

16

Based on the Company's evaluation at each respective period end, we recorded no credit loss impairment during the nine-months ended September 30, 2023 or the year ended December 31, 2022 March 31, 2024. The unrealized losses in the Company's investment portfolio were primarily caused by interest rate changes. As of September 30, 2023 the The Company does not intend to sell the investments, in loss positions, and it is not more likely than not the Company will be required to sell the investments before recovery of their amortized cost basis. The Company did not record any credit losses on AFS securities during the three months ended March 31, 2024 or the year ended December 31, 2023.

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The amortized cost, fair value, and weighted average yield of available-for-sale AFS securities at

September 30, 2023, by contractual maturity, are shown below:

	March 31, 2024				
	Within One Year	After One to Five Years	After Five to Ten Years	After Ten Years	Total
	(Dollars in thousands)				
Available-for-sale securities					
Federal agency obligations(1)					
Amortized cost	$ —	$ —	$ —	$ 9,989	$ 9,989
Estimated fair value	$ —	$ —	$ —	$ 10,031	$ 10,031
Weighted average yield(2)	— %	— %	— %	6.38 %	6.38 %
Mortgage-backed - GSE residential(1)					
Amortized cost	$ —	$ —	$ 852	$ 251,142	$ 251,994
Estimated fair value	$ —	$ —	$ 778	$ 227,882	$ 228,660
Weighted average yield(2)	— %	— %	2.24 %	3.39 %	3.39 %
Collateralized mortgage obligations - GSE residential(1)					
Amortized cost	$ —	$ 2,190	$ —	$ 68,915	$ 71,105
Estimated fair value	$ —	$ 2,093	$ —	$ 68,175	$ 70,268
Weighted average yield(2)	— %	2.78 %	— %	5.44 %	5.36 %
State and political subdivisions(1)					
Amortized cost	$ 519	$ 3,597	$ 57,443	$ 332,607	$ 394,166
Estimated fair value	$ 527	$ 3,576	$ 56,560	$ 287,120	$ 347,783

19

Additionally, the category includes construction and land development loans

that are based upon estimates of costs and estimated value of the completed project. Independent appraisals and a financial analysis of the developers and property owners are completed. Sources of repayment include secondary market permanent loans, sales of developed property or an interim loan commitment from the Company until permanent financing is obtained. These loans are higher risk than other real estate loans due to their ultimate repayment being sensitive to interest rate changes, general economic conditions, and the availability of long-term financing.

The category also includes loans that are secured by multifamily properties.

Repayment of these loans is primarily dependent on occupancy rates and rental income.

Credit risk for non-owner occupied non-owner-occupied commercial real estate loans may be impacted

by the creditworthiness of a borrower, property values and the local economies in the borrower's market areas.

- **Residential Real Estate**
- The category includes loans that are generally secured by owner-occupied 1-4 family residences.

- **Residential Real Estate**- The category includes loans that are generally secured by owner-occupied 1-4 family residences. Repayment of these loans is primarily dependent on the personal income and credit rating of the borrowers. We also offer open- and closed-ended home equity loans, which are loans generally secured by second lien positions on residential real estate. Credit risk in these loans can be impacted by economic conditions within or outside the borrower's market areas that might impact either property values or a borrower's personal income.

- **Consumer** - The category includes personal lines of credit and various term loans such as automobile loans and loans for other personal purposes. Repayment is primarily dependent on the personal income and credit rating of the borrowers. Credit risk is driven by consumer economic factors (such as unemployment and general economic conditions in the borrower's market area) and the creditworthiness of a borrower.

Risk Ratings

The Company uses a series of grades which reflect its assessment of the credit quality of loans based on an analysis of the borrower's financial condition, liquidity and ability to meet contractual debt service requirements. Risk ratings are established for loans at origination and are monitored on an ongoing basis. The rating assigned to a loan reflects the risks posed by the borrower's expected performance and the transaction's structure. Performance metrics used to determine a risk rating include, but are not limited to, cash flow adequacy, liquidity, and collateral. A description of the loan risk ratings follows:

- **Pass** - The category includes loans that are considered satisfactory. The category includes borrowers that generally maintain good liquidity and financial

20

Qualitative

– The Company uses qualitative factors to adjust the historical loss factors for current conditions. The Company primarily uses the following qualitative factors:

- The nature and volume of changes in risk ratings;
- The volume and severity of past due loans;
- The volume of non-accrual loans;
- The nature and volume of the loan portfolio, including the existence, growth, and effect of any concentrations of credit;
- Changes in the Institute of Supply Management's Purchasing Manager Indices ("PMI") for services and manufacturing;
- Changes in collateral values;
- Changes in lending policies, procedures, and quality of loan reviews;
- Changes in lending staff; and
- Changes in competition, legal and regulatory environments

■
The nature and volume of changes in risk ratings;
■
The volume and severity of past due loans;
■
The volume of non-accrual loans;
■
The nature and volume of the loan portfolio, including the existence, growth, and effect of any concentrations of credit;
■
Changes in the Institute of Supply Management's Purchasing Manager Indices ("PMI") for services and manufacturing;
■
Changes in collateral values;
■
Changes in lending policies, procedures, and quality of loan reviews;
■
Changes in lending staff; and
■
Changes in competition, legal and regulatory environments

In addition to the current condition qualitative adjustments, the Company uses the Federal Reserve's unemployment forecast to adjust the ACL based on forward looking forward-looking guidance. The Federal Reserve's unemployment forecast extends three-years three years and is eventually reverted to the mean of six percent by year 10.

Internal Credit Risk Ratings

The Company uses a weighted average risk rating factor to adjust the historical loss factors for current events. Risk ratings incorporate the criteria

21

●

The following tables present the credit risk profile of the Company's loan portfolio based on internal rating categories and loan segments as of ~~September 30, 2023 and red uncollectible or of such little value that their continuance as a bankable asset is not warranted.~~

22

[redacted]

REFINITIV

[redacted]

23

[redacted]

24

[redacted]

25

[redacted]

26

[redacted]

27

Loan Portfolio Aging Analysis

The following tables present the Company's loan portfolio aging analysis as of September 30, 2023 and [redacted], 2022:

28

[redacted]

29

[redacted]

30

[redacted]

[redacted]

31

[redacted]

32

33

Non-accrual Loan Analysis

Non-accrual loans are loans for which the Company does not record interest income. The accrual of interest on loans is discontinued at the time the loan is 90 days past due unless the credit is well secured and in process of collection. Past due status is based on contractual terms of the loan. In all cases, loans are placed on non-accrual or charged off at an earlier date, if collection of principal or interest is considered doubtful. Loans are returned to accrual status when all the principal and interest amounts contractually due are brought current and future payments are reasonably assured. The following tables present the Company’s non-accrual loans by loan segments at September 30, 2023 and December

[redacted]

34

[redacted]

We recognized no interest income on non-accrual loans during the three- and nine-months ended September 30, 2023. For the three-and nine-months ended September 30, 2022, the interest income recognized on non-accrual loans was $0.9 million and $1.3 million, respectively.

[redacted]

35

Allowance for Credit Losses

[redacted] following table presents the activity in the allowance for credit losses and allowance r

0, 2023 March 31, 2024:

	For the Three Months Ended March 31, 2024						
	Commercial and Industrial	Energy	Commercial Real Estate Owner-Occupied	Commercial Real Estate Non-owner-Occupied	Residential Real Estate	Consumer	Total
				(Dollars in thousands)			
Allowance for Credit Losses:							
Beginning balance	$ 32,244	$ 3,143	$ 6,445	$ 28,130	$ 3,456	$ 44	$ 73,462
Charge-offs	(786)	—	—	(848)	—	—	(1,634)
Recoveries	55	118	—	—	—	—	173
Provision (release)	2,308	(92)	(60)	707	10	(18)	2,855
Ending balance	$ 33,821	$ 3,169	$ 6,385	$ 27,989	$ 3,466	$ 26	$ 74,856

36

The ACL increased $
9.8
million during the nine-months ended September 30, 2023 and included provision of $
12.1
$2.9million due to loan growth changes in credit quality, 22
economic factors and an increase in specific reserves. Net charge-offs were $
3.5
1.5million, primarily due to four charge-offs on two commercial and industrial loans. The year-to-date increase also included increases of $
0.3
million for reserves on PCD loans, two commercial real estate – non-owner-occupied loans and $

0.9

million one credit card account. One of Day 1 CECL provision expense as noted above. the charge-offs on commercial real estate – non-owner-occupied loans was a partial charge-off of a commercial construction non-accrual credit that moved to foreclosed assets held for sale during the quarter. The reserve on unfunded commitments decreased

$

2.6

1.2 million due to a decrease in unfunded commitments.

[redacted]

38

March 31, 2024:

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Collateral dependent loans are loans for which the repayment is expected to be provided substantially through the operation or sale of the collateral and the borrower is experiencing financial difficulty. The following table presents tables present the amortized cost balance of loans considered collateral dependent by loan segment and collateral type as of September 30, 2023 March 31, 2024 and December 31, 2022 December 31, 2023:

As of March 31, 2024	Gross Charge-offs by Origination Year								Gross Charge-offs
	2024	2023	2022	2021	2020	2019 and Prior	Revolving loans	Revolving loans to term loans	Charge-offs
	(Dollars in thousands)								
Commercial and industrial	$ —	$ —	$ —	$ —	$ 24	$ —	$ 584	$ 178	$ 786
Energy	—	—	—	—	—	—	—	—	—
Commercial real estate - owner-occupied	—	—	—	—	—	—	—	—	—
Commercial real estate - non-owner-occupied	—	—	163	—	—	—	—	685	848
Residential real estate	—	—	—	—	—	—	—	—	—
Consumer	—	—	—	—	—	—	—	—	—
Total	$ —	$ —	$ 163	$ —	$ 24	$ —	$ 584	$ 863	$ 1,634

As of March 31, 2024			
Loan Segment and Collateral Description	Amortized Cost of Collateral Dependent Loans	Related Allowance for Credit Losses	Amortized Cost of Collateral Dependent Loans with no related Allowance
	(Dollars in thousands)		
Collateral Dependent Loans:			
Commercial and industrial			
All business assets	$ 10,822	$ 2,926	$ 5,688
Energy			
Oil and natural gas properties	198	—	198
Commercial real estate - owner-occupied			
Commercial real estate properties	336	—	336
Commercial real estate - non-owner-occupied			
Commercial real estate properties	550	16	—
Residential real estate			
Residential real estate properties	176	—	176
	$ 12,082	$ 2,942	$ 6,398

As of September 30, 2023 Contents

Loan Segment and Collateral Description

Amortized Cost of

As of December 31, 2023			
Loan Segment and Collateral Description	**Amortized Cost of Collateral Dependent Loans**	**Related Allowance for Credit Losses**	**Amortized Cost of Collateral Dependent Loans with no related Allowance**
		(Dollars in thousands)	
Commercial and industrial			
All business assets	$ 9,308	$ 1,392	$ 6,198
Energy			
Oil and natural gas properties	288	—	288
Commercial real estate - owner-occupied			
Commercial real estate properties	204	—	204
Commercial real estate - non-owner-occupied			
Commercial real estate properties	8,440	571	1,698
Residential real estate			
Residential real estate properties	179	—	179
Consumer			
Vehicles & other personal assets	—	—	—
	$ 18,419	$ 1,963	$ 8,567

39

e months

, 2024 of $

esents, by

Commercial real estate properties

204

Loan Modifications

	Amortized Cost Basis	% of Loan Class
	(Dollars in thousands)	
Commercial and industrial	$ 7,272	0.33 %

7,981	Commercial real estate - owner-occupied			4,568	0.79	
Energy	Commercial real estate - non-owner-occupied			3,236	0.12	
Oil and gas	Residential real estate			253	0.05	
	Total			$ 15,329		

troubled loans. Effective January 1, 2023, the Company adopted ASU 2022-02, which eliminates the accounting guidance for troubled debt restructurings ("TDR") loans and requires an entity to evaluate whether loan modifications represent a new loan or a continuation of an existing loan. Such troubled debt modifications ("TDM", TDMs") may include principal forgiveness, interest rate reductions, other-than-insignificant-payment delays, term extensions or any combination thereof.

For purposes of this disclosure, the Company considers "default" to mean 90 days or more past due on principal or interest. The allowance for credit losses related to TDMs is determined by individual evaluation, including collateral adequacy, using the same process for loans classified as TDMs. The amortized cost basis of loans that have been modified since January 1, 2023.

The Company adopted this accounting standard on a prospective basis.

Commercial real estate - non-owner-occupied

Commercial real estate properties

92

92

Residential real estate

Residential real estate properties

Consumer

Vehicles & other personal assets

39

22

$ 8,728

$ 22

$ 8,689

Troubled Debt Restructurings

TDRs were extended to borrowers who were experiencing financial difficulty and who had been granted a concession, excluding loan modifications as a result of the COVID-19 pandemic. The modification of terms typically included the extension of maturity, reduction or deferment of monthly payment or reduction of the stated interest rate. The balance of TDRs recognized prior to the adoption of ASU 2022-02 was $ ... million as of September 30, 2023 and December 31, 2022, respectively.

	Balance at March 31, 2024				
	Current	30-59 Days Past Due	60-89 Days Past Due	Greater than 90 Days Past Due	Total Past Due
	(Dollars in thousands)				
Commercial and industrial	$ 7,022	$ 250	$ —	$ —	$ 250
Commercial real estate - owner-occupied	64	4,504	—	—	4,504
Commercial real estate - non-owner-occupied	3,236	—	—	—	—
Residential real estate	253	—	—	—	—
Total Loans	$ 10,575	$ 4,754	$ —	$ —	$ 4,754

	March 31, 2024
	Financial Effect
	Term Extension
Commercial and industrial	Added a weighted average 1.1 years to the life of loan, which reduced monthly payment amounts
Commercial real estate - owner-occupied	Added a weighted average 0.5 years to the life of loan, which reduced monthly payment amounts
	Added a weighted average 0.5 years to the life of loan, which reduced

The Company estimates expected credit losses for off-balance sheet credit exposures unless the obligation is unconditionally cancellable by the Company. The ACL on off-balance sheet credit exposures is adjusted as a provision (release) for credit loss expense.

40

The estimate is calculated for each loan segment and includes consideration of the likelihood that funding will occur and an estimate of the expected credit losses on commitments expected to be funded over its estimated life. For each pool of contractual obligations expected to be funded, the Company uses the reserve rate established for the related loan pools. The $6 million $5 million and $9 million $6 million allowance for credit losses on off-balance sheet credit exposures at September 30, 2023 March 31, 2024 and December 31, 2022 December 31, 2023, respectively, are included in "interest "interest payable and other liabilities" on the statements of financial condition.

The following categories of off-balance sheet credit exposures have been identified:

- **Loan commitments** – include revolving lines of credit, non-revolving lines of credit, and loans approved that are not yet funded. Risks inherent to revolving lines of credit often are related to the susceptibility of an individual or business experiencing unpredictable cash flow or financial troubles, thus leading to payment default. The primary risk associated with non-revolving lines of credit is the diversion of funds for other expenditures.
- **Letters of credit** – are primarily established to provide assurance to the beneficiary that the applicant will perform certain obligations arising out of a separate transaction between the beneficiary and applicant. If the obligation is not met, it gives the beneficiary the right to draw on the letter of credit.

Note 5: 4: Leases

bank branches located in Kansas City, Missouri; Tulsa, Oklahoma; Dallas, Texas; Frisco, Texas; Fort Worth, Texas; Phoenix, Arizona; Denver, Colorado; Colorado; and Colorado Springs, Colorado. The remaining lease terms on these branch leases range from less than one year two years to eighteen 18 years

Loan commitments – include revolving lines of credit, non-revolving lines of credit, and loans approved that are not yet funded. Risks inherent to revolving lines of credit often are related to the susceptibility of an individual or business experiencing unpredictable cash flow or financial troubles, thus leading to payment default. The primary risk associated with non-revolving lines of credit is the diversion of funds for other expenditures.

Letters of credit – are primarily established to provide assurance to the beneficiary that the applicant will perform certain obligations arising out of a separate transaction between the beneficiary and applicant. If the obligations is not met, it gives the beneficiary the right to draw on the letter of credit.

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As of September 30, 2023 March 31, 2024, the Company recognized one finance lease and the

were classified as operating leases.

The ROU asset is included in "other "Other assets" on the consolidated statements of financial

For the Three Months Ended

September 30,

For the Nine Months Ended

41

2023:

	Three Months Ended March 31,	
	2024	2023
	(Dollars in thousands)	
Finance lease amortization of right of use asset	$ 73	$ 70
	66	69
Operating lease expense		
Variable lease	339	393
Short-term lease expense	6	5

	Operating Leases	Finance Leases
	(Dollars in thousands)	
2024	**$ 2,815**	**$ 367**
2025	**3,806**	**490**
2026	**3,852**	**490**
2027	**3,847**	**528**
2028	**3,427**	**540**
	10,750	**7,705**
Total lease payments	**28,497**	**10,120**
Less: imputed interest	**2,775**	**2,776**
Total	**$ 25,722**	**$ 7,344**

Note 6:

5: Goodwill and Core Deposit Intangible

In connection with the Tucson acquisition, the Company recorded goodwill of $ 1.3 million during the three-months ended September 30, 2023.

2024

3,289

Supplemental cash flow information –

490

2025

3,309

Goodwill is measured as the excess of the fair value of consideration paid over the fair value of net assets acquired. In accordance with GAAP, the Company performs annual tests to identify impairment of goodwill and more frequently if events or circumstances indicate a potential impairment may exist.

Operating cash flows paid for operating lease amounts leases included in the

three months ended March 31, 2024.

and $0.9 million, and $

September 30, 2023.

million respectively, for the nine-months three months ended September 30, 2023 March 31, 2024 and 2022,

paid for finance lease amounts included in the measurement of lease liabilities was were $

17,619

million and $

.1million for the nine-

ree months ended September 30, 2023 March 31, 2024 and 2022, respectively. 2023. During the nine-months

hree months ended September 30, 2023 March 31, 2024, the Company did no

0,416

ot recordany ROU assets that were exchanged for operating lease liabilities.

The Company recorded a is amortizing the core deposit intangible (“CDI”) over its estimated useful life of $

4.5

Total

42

	Gross Carrying	Accumulated	Net Carrying
	(Dollars in thousands)		
	$ 14,135	$ —	$ 14,135

For the three months ending December 31, 2023

Goodwill	$ 14,135	$ —	$ 14,135
Core deposit intangible	21,938	4,738	17,200

$

958

(Dollars in thousands)

2,739

The Company uses interest rate derivatives to add stability to interest income and expense

and to manage its exposure to interest rate movements. To accomplish this objective, the Company uses may utilize interest rate swaps, including forwards, interest rate caps, floors, collars, corridors and collars swaptions as part of its interest rate risk management strategy. During the first quarter of 2024, the Company utilized interest rate swaps and a collar to hedge the variable cash flows associated with existing variable-rate debt and loan assets. Interest rate swaps designated as cash flow hedges involve the receipt of variable amounts from a counterparty in exchange for the Company making fixed-rate payments over the life of the agreements without exchange of the underlying notional amount. Interest rate collars designated as cash flow hedges involve payments of variable-rate amounts if interest rates rise above the cap strike rate on the contract and the receipt

[redacted]

[redacted]

43

Swap fees earned upon origination and credit valuation adjustments that represent

the risk of a counterparty's default are reported on the consolidated statements of operations as swap fee income, net. The effect of the Company's derivative financial instruments gain (loss) is reported on the consolidated statements of cash flows within "other assets" and "other liabilities".

These
44
and
49

The Company had 46 swaps had outstanding with an aggregate notional amount of $

350
million $323 million and $
421
million $307 million at September 30, 2023 March 31, 2024 and
December 31, 2022, December 31, 2023, respectively.

Fair Values of Derivative Instruments on the Consolidated Statements of Financial Condition

The table tables below presents present the effect of cash flow hedge accounting on Accumulated Other Comprehensive Income (Loss)

The table below presents the fair value of the Company's derivative financial instruments and their classification on the consolidated statements of financial condition as of September 30, 2023 March 31, 2024 and December 31, 2022 December 31, 2023:

Asset Derivatives
Table of Contents
Liability Derivatives

	Asset Derivatives			Liability Derivatives		
	Statement of Financial Condition Location	March 31, 2024	December 31, 2023	Statement of Financial Condition Location	March 31, 2024	December 31, 2023
		(Dollars in thousands)				
Interest rate products:						
Derivatives designated as hedging instruments	Other assets and Interest receivable	$ —	$ 101	Interest payable and other liabilities	$ 8,083	$ 5,992

Financial Condition September 30, December 31, Statement of

[redacted]

[redacted]

44

2023.

Note 8:

7: Time Deposits and Borrowings

The scheduled maturities, excluding interest, of the Company's borrowings at September 30, 2023 March 31, 2024 were as follows:

	As of March 31, 2024						
	Within One Year	One to Two Years	Two to Three Years	Three to Four Years	Four to Five Years	After Five Years	Total
	(Dollars in thousands)						
Time deposits	$1,662,674	$170,867	$ 1,305	$ 1,500	$ 790	$ —	$1,837,136
FHLB borrowings	1,549	11,291	—	50,000	15,000	—	77,840
SBA secured borrowing	—	—	—	—	—	7,778	7,778
Trust preferred securities(1)	—	—	—	—	—	1,133	1,133
Total	$1,664,223	$182,158	$ 1,305	$ 51,500	$ 15,790	$ 8,911	$1,923,887

(1) The contract value of the trust preferred securities is $2.6 million and is currently being accreted to the maturity date of 2035.

March 31, 2024						
Location of Gain or (Loss) Recognized from Accumulated Other	Gain or (Loss)	Gain or (Loss) Recognized	Gain or (Loss) Recognized	Gain or (Loss) Reclassified from	Gain or (Loss) Reclassified from Accumulated OCI into	Gain or (Loss) Reclassified from Accumulated OCI into Earnings Excluded Component
						$ —
						—
						$ —

March 31, 2023						
Location of Gain or (Loss) Recognized from		Gain or	Gain or	Gain or (Loss)	Gain or (Loss) Reclassified from	Gain or (Loss) Reclassified from

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