

# **Community Trust Bancorp, Inc. NasdaqGS:CTBI Shareholder/Analyst Call**

**Tuesday, April 28, 2020 3:00 PM GMT**

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# Call Participants

## EXECUTIVES

**Jean R. Hale**

*Chairman, President & CEO*

**Kevin J. Stumbo**

*Executive VP, CFO & Treasurer*

**Unknown Executive**

# Presentation

## Operator

Welcome to the 2020 Annual Meeting for Community Trust Bancorp. Our host for today's call is Jean Hale. [Operator Instructions] I would now like to turn the call over to your host. Ms. Hale, you may begin.

## Jean R. Hale

*Chairman, President & CEO*

Good morning. I would like to thank everyone for attending our 2020 Shareholders' Meeting. As we begin this morning, I would like to recognize those individuals that have served on the Board of Directors since our last meeting in 2019. Charles J. Baird, who is Chair of our Employees' Benefit Committee; Nick Carter, Chairman of our Compensation Committee; Franklin H. Farris Jr., Chairman of our Audit Committee; myself, and James E. [indiscernible], our Chairman for the Risk and compliance Committee; and [indiscernible], our lead Independent Director; and Anthony W. St. Charles. I would also like to recognize those who have served on our subsidiary Bank Board during 2019: David E. Collins, Mark Gooch, [indiscernible], Ina Michelle Matthews, Franke Minefield and Chad [indiscernible]. Those that have served with our subsidiary, Community Trust and Investment company; Andy Waters as the President and CEO of Community Trust and Investment Company, Mark Gooch, [indiscernible], Charles Baird, Nick Carter and [indiscernible]. We appreciate the service of those individuals during 2019.

At this time, I would also like to recognize the executive management team for Community Trust Bancorp, and I would like to thank those individuals for their continuing hard work and service. The group has banking experience of 424 years, and each of those has been with Community Trust Bank 303 years. Mark A. Gooch, who serves as the Executive Vice President and Secretary, is also the President and CEO of our bank subsidiary, Community Trust Bank. James [indiscernible] Executive Vice President for Operations and IT; James J. Gardner, Executive Vice President and Chief Credit Officer; Charles [indiscernible] Hancock [ the second ], Executive Vice President, and our senior staff attorney; Steven Jameson, Executive Vice President and Internal office and Enterprise Risk Management; Andrew Jones, Executive Vice President and President of our Northeast region; Andy W. Waters, Executive Vice President and CEO of Community Trust Bank and investment company; Larry W. Jones, Executive Vice President of our Central Kentucky region, Regional President; Richard W. Newson, Executive Vice President and East Kentucky Regional President; Ricky Sparkman, who is Executive Vice President and President of our South Central region; and Kevin J Stumbo who is Executive Vice President and Treasurer and the Chief Financial Officer.

I would like to thank each of those individuals for their continuing hard work on behalf of Community Trust Bancorp. We will be sharing with you today information regarding the performance of your company for 2019 and the first quarter of 2020. At this time, we are finding ourselves living and operating in unprecedented times as the COVID-19 pandemic is causing personal and financial hardship to our customers, employees and communities. During these challenging times, the directors, officers and employees of Community Trust Bancorp have remained focused and committed to supporting all of our constituents, our shareholders, our customers, our employees and our communities.

We have instituted numerous programs in support of our customers. At the same time, we have continued to institute programs to support our employees as they remain serving our customers as one of the vital industries that is still open for business. We have continued to support our communities through our ongoing donations that allow those organizations to continue their commitment of serving those in need. We will continue to manage this company from a long-term perspective, and we are pleased to say that our strong capital position and our culture of building communities built on trust will facilitate that ability.

Our results for the first quarter were good. But as everyone knows, the extraordinary changes in economic conditions and the implications of the impact of COVID-19 to the future for our customers has materially impacted us during the first quarter in our provision for credit losses. We will continue to serve our constituents while we meet the challenges of living with COVID-19, and we will be stronger for having met those challenges.

Before we begin talking about the financial information today, I must direct your attention to the cautionary statement appearing on the screen. Because some of the comments included today or information included maybe considered forward-looking in nature. For additional information regarding forward-looking statements, not being a guarantee of future performance or actual results, I would direct you to the company's 2019 annual report on Form 10-K.

We closed 2019 with total assets of \$4.4 billion and a market cap in excess of \$829 million. Our position at this point from a competitive perspective in the majority of our footprint, which is Kentucky, we are the second largest domiciled bank holding company. We also hold the second largest deposit market share of those FDIC institutions and evolve institutions that are FDIC insured within the state of Kentucky, we hold the seventh largest market share.

As a company, having been founded in Eastern Kentucky, which basically has a one industry economy at the time of their founding and through most of their operations, we recognized the importance of diversification of our company into areas that would provide a different economic base. As you can see from the information appearing on the screen, I'm pleased to say that we have been successful in doing so. The eastern region continues to be the largest source for our loans and deposits, holding 30% of the total loans for the company and 39% of the total deposits. I'm also pleased to say that including our one line of business of indirect lending, the other 3 regions holds 70% of our loan portfolio.

Our other subsidiary, Community Trust and Investment Company currently has \$2.2 billion in assets under management, that is including \$600 million from the bank subsidiary investment portfolio. They did contribute revenues of \$14.1 million to the company during 2019. Now taking a moment to look at our 2019 performance goals. We shared with you at this time last year what the goals were for the performance of the company for 2019. I'm pleased to say that 2019 was another year of record earnings for your company, earning \$64.5 million, representing \$3.64 per share. The other goals that are appearing on the screen, we did attain those, except we slightly missed on loan growth. Our loan growth was \$3.25 billion for 2019.

Now looking at something that is important for each of you, our shareholders. As you can see, the dividends per share for your company have increased consistently over the past years. We have a record of increasing the cash dividend to shareholders for 39 consecutive years. The increase in cash dividends in the last 5 years has been 26%, and the increase for 2019 was 7.2%. Community Trust Bank is committed to sharing the earnings with both our shareholders and continuing to retain for the future growth of the company. Our desired dividend payout ratio is between 40% and 50%.

As you can see, the shareholders' equity of the company has grown 27.8% during the past 5 years, that's representing a compounded growth rate of 6.5%. We are in a good position for the continued growth of your company. As you can see, the book value per share has increased \$7.44 during the past 5 years and the tangible common equity the assets ratio for the company has increased 200 basis points or 17% during the past 5 years. The market capitalization of your company changes, of course, with every sale of the stock, I would direct your attention to the box appearing on the screen, which is the price of our stock to tangible book value. As you can see, we have slightly underperformed when it comes to the price to tangible book during the past 5 years. I think that our strong capital position is a very positive for our company during the current economic prices that we're experiencing.

We'd like to compare the performance of an investment in Community Trust Bancorp to that of our peers. And looking on this slide, you can see that in Investment and Community Trust Bank Corp. stock 5 years ago. Looking at the total -- cumulative total return, you will see that we have slightly underperformed in 2019 and to our peers. Community Trust Bancorp is also a member of the NASDAQ -- excuse me, of the Russell 2000 index of small-cap companies. Looking on this slide, you can see the return to investors on Community Trust Bancorp's stock in comparison to the Russell 2000 index. As you can see in the 1 year, we're slightly less than our Russell 2000 index. The 3-year return is significantly less that our 5-year return exceeds that of the Russell 2000 and the 10-year is right on par with the Russell 2000. The management of your company believes that we are a long-term for value investment. The reasons that we believe that are appearing on the screen, and there are the things that I have mentioned earlier, our dividends -- our growth rate in cash dividends.

The fact that the performance of our stock was such that we were a founding member in the NASDAQ Global Select market and the NASDAQ dividend achievers index. We are also traded in the NASDAQ Bank Stock Index. We have a very diversified shareholder base, and we're pleased to see that many institutions and mutual funds that are owners of community trust stock, that's 196 institutional investors and 291 mutual funds. The franchise value for your company is quite evident in the information that we're sharing. We have a history of solid returns to our investors, our strong capital position, our investor focused dividend policy and our consistent financial performance. The one that is very critical when you look at the many reasons that we have a strong franchise value and that is our business model of community banking as well as the diversity that we have in the markets that we serve.

We must give recognition, of course, to the most valuable asset for this company, and that is our employees. They -- 1,000 dedicated employees have demonstrated, particularly during the past few months of this crisis created by the COVID-19, their dedication and commitment to continuing to serve this company and to serve our constituents. And of

course, I would like to thank the shareholders for their continuing support and ownership of the company. Now I would like to call on Mark Gooch, Executive Vice President and President of our Bank subsidiary, Community Trust Bank, to talk about the performance for 2019 and doing an earnings review and balance sheet review. Mark?

### Unknown Executive

Thank you, Jean. It's [indiscernible] privilege to discuss Community Trust [indiscernible]. We are a big [indiscernible] community bank, with less deposit, creates capital by [indiscernible]. We have 79 offices [indiscernible] Tennessee and West Virginia. As Jean [indiscernible] 1,000 employees. We provide services to our customer base, a network of [indiscernible] months. We are blessed to have loyal customers and blessed to have global employee if you look at our earnings per share, we have a consistent improvement in our earnings per share [indiscernible] year [ \$3.64 ] per share. Net income of \$64.5 million, that was driven primarily by \$2.7 million increase in net interest revenue, lower provision expense of \$1.348 million, lower tax expense of \$3.862 million, offset by [ 1.768 ] [indiscernible] noninterest income and an increase of noninterest expense of \$860,000.

Turning on average assets. We have consistently outperformed our peer group, and we're proud of that. We certainly have challenging times right now. We expect that we will continue to perform as [indiscernible]. Referenced earlier, our net income of \$64.5 million this last year. We are margin driven by 74%. Net interest revenue [indiscernible] 26%, driven by noninterest income, that's typically in the 75, 25 range most of time. Our revenues have shown consistent growth, \$195.1 million this past year. We are certainly a basic bank. We do lots of blocking and tackling. We try to do the likes of what we understand. If you look at our noninterest income, being down a little last year, it's driven primarily by deposit-related fees, 53%. Trust makes up 25% of our total noninterest income. Net interest revenue, as I stated before, was up \$2.7 million as Kevin will talk during the first quarter, we expect that to increase more during this year as we've had plenty of success with the SBA PPP program, certainly not reflected in the numbers during 2019, but we expect to see strong net interest revenue during 2020.

Net interest margin. Historically, we are a margin bank. We have been. We outperformed our peer group not as much now as we had in years past, but still, we outperformed our peer group. Our assets and liabilities had a pretty good mix regarding the repricing. We have a 30.4% repricing in 30 days, a similar number, a little bit more of our liabilities repricing, and we are negatively gapped in a 1-year position, 6.76%. We try to keep that as flat as we can. Net noninterest expense, driven certainly the largest noninterest expense we had is our personnel expense, followed by occupancy and data processing taxes and OREO. OREO is one that we've got down to lower numbers, but still higher than we'd like it to be. We like to have our efficiency ratio to be below 60% at year-end last year. It was slightly above that. We hope to see that it be a lower number during 2020.

If you look at our balance sheet, as I said earlier, we are a basic large community bank that has some commercial lending expertise. And we really feel like we serve our communities in a good manner. We had minimal loan growth during 2020 -- I'm sorry, during 2019, \$40 million. Solid deposit growth of \$94 million. If you look at our mix on the loan side, we would like our mix to always be 50% commercial, 25% residential and 25% consumer. Current mix at the end of the year was 51% commercial, 28% mortgage and 21% consumer, and most of that consumer-driven primarily by indirect auto automobile.

Concentrations of credit. We have 3 major concentrations that we track, apartments in rental housing, hotel motel and nonresidential real estate. We have strong asset quality controls in place. We have a strong mature team of lenders and those in the back office to support those lenders. We feel fairly comfortable with all the different concentrations we have in the management of those concentrations. Others that we also track [indiscernible], agricultural lending, and to a lesser degree, energy lending. We have a total -- in total energy lending of \$53 million at the end of the year.

If you look at our asset quality, the net charge-offs, it has trended down for the past several years. Not as good as our peer group to levels below what we have been historically. Nonperforming loans ticked up at the end of the year, that was driven primarily by 3 credits. We expect those numbers to come back down as we work through all 3 of those credits. If you look at our losses for the year, it was a mix between commercial and primarily indirect automobile lending and then residential and consumer direct much smaller portion of our net charge-offs.

Total nonperforming assets ticked up slightly at the end of the year. Again, that was due to the 3 primary credits I referenced earlier. Loan loss reserve coverage has been strong for our bank. Kevin will talk about changes we made during the first quarter regarding CECL and the COVID-19 that we ended the year at [ 1.08 ]. Typically, we always have more reserves than our peer group.

I referenced earlier, other real estate owned, that's certainly an asset that you don't want to have and it was also one of our larger noninterest expenses. It's dropped down below \$20 million. We are working feverishly to get rid of the rest of that OREO. We have one property that's around \$7 million that we have contract to sell that. Hopefully, that occurs, and we can get this to a lower, more manageable number.

If you look at one of the things that makes up the strength of our franchise is our deposit base and the mix of our deposit base. We've continued to have steady regular growth in our deposits. And we have a strong noninterest portion, strong transaction account, 63% are more transaction accounts and savings compared to the CDs. It has always been something that we're very proud of.

Kevin Stumbo, our CFO, we will now talk about the first quarter.

**Kevin J. Stumbo**  
*Executive VP, CFO & Treasurer*

Thank you, Mark, and good morning. It's always a pleasure to be able to talk to our shareholders. As we all know, we are in a very unusual time right now and we want to tell you a little bit about what we are doing to help our employees and our customers and our shareholders to get through this trying time.

The next slide on our pandemic response outlines some of the measures that we've taken. The first thing that we did, and I want to emphasize the way it's worded on the first bullet point, we activated our pandemic response team in March because we always had an pandemic response team. Unfortunately, we had activated very much to start responding to the situation that we're finding ourselves in. This response team has representation from all areas of the company. Currently, we are having daily conference calls to discuss the current situation, the safety, needs of our customers, employees and to make sure that all of our customers' needs are being met in an unusual, but satisfying way. We enacted measures for employees and customer protection. We adjusted our branch operation. We are alternating in some locations, employees coming in every other week so that there is less opportunity for exposure. We decreased lobby usage. We are encouraging our drive thru, ATM and online and Internet banking. We are implementing social distancing guidelines, and we've consolidated some of our operations to make them more efficient.

Our customer support actions. We are very proud of this. We were able to waive overdraft fees and telephone transfer fees for a period of 30 days. So those customers who may have adversely been impacted by the coronavirus and the resulting layoffs that came about because of it. We are currently suspending residential foreclosures through May 18. We have several loan assistance programs ongoing currently. A lot of those are loan deferrals on their payment. Those are outlined on our website and available for anyone who may find themselves in need of that service to look at that and see what is available to them. We are proud to participate in the Cares Act and the loan deferral programs related to that. And we are participating in the SBA Paycheck protection program. Currently, we have in excess of 2,000 loans that have been approved and over \$200 million in loans approved in this program.

In the first quarter, our key metrics. We reached total assets of \$4.4 billion. Something I wanted to mention is our market cap. If you remember back to Jean's slide previously, we ended the year with over \$800 million in market cap. And as a result of the coronavirus and the resulting economic shutdown, our market cap has decreased to \$565.5 million at March 31. It has since rebounded from that to a certain degree, but it was a 32% decline in market value basically from December 31 to March 31, unprecedented. At that price, though, our cash dividend yield becomes 4.78% and our price to earnings is 21.4x, which is very high. Price-to-book is [ 0.9 ], which is unfortunately low as is our price to tangible book of one time. Our tangible common equity ratio was [ 12.77 ], which still has us in the well-capitalized range.

Our earnings per share for the quarter [indiscernible] \$0.37 per share, well below what it was in March -- I'm sorry, in December and in March of last year. Net income was \$6.6 million, again, well below what we achieved in December of 2019 and March of 2019. The primary reason for the decline in earnings was a \$12.7 million charge to earnings through our provision for credit losses as a result of the COVID-19 pandemic. We also saw decreases in noninterest income as a result of the 30-day waiver of overdraft fees and a decline in our fair market value of our mortgage servicing rights of around \$800,000, also driven by the change in market conditions driven by the COVID-19 pandemic.

We saw decreases in noninterest expense, primarily in personnel expense, as our cost of group medical and life insurance decreased and our bonuses and incentives decrease. Noninterest income. You see the decline that we referenced. The 30-day waiver was about \$300,000 in March. We anticipate another \$700,000 decrease in April as a result of that program. And I mentioned the decline in fair value of the mortgage servicing rights. Our noninterest expense,

the decrease in personnel expense we referenced with group medical and incentives and bonuses and year-over-year, the same decrease in group medical and life and bonuses and incentives, and there was offsetting increase in salaries as we see our normal increase in salaries in the first quarter.

Total assets was relatively flat at \$4.35 billion from \$4.37 billion at year-end. Loans increased \$39 million during the quarter. Our investment portfolio increased \$33 million, and our deposits decreased by \$0.5 million. The loan increase of \$39 million is relatively small compared to what we expect to see in the second quarter with the SBA loans that we will be booking, as I mentioned, in excess of \$200 million.

Total loan portfolio is at \$3.29 billion. Our loan portfolio increased an annual rate of 4.8% during the quarter. It will be substantially higher than that in Q2. And from the prior year, first quarter, it increased 3.1%. I mentioned the total deposits decreased by \$0.5 million, relatively flat no significant changes from prior year first quarter.

Our nonperforming loans increased slightly. Our nonperforming assets as well increased slightly, nothing significant. Our net charge-offs actually improved from Q4 of last year through the first quarter. We did 17 basis points in all of 2019, and we matched that performance in the first quarter of 2020. We mentioned the allowance for credit losses and the \$12.7 million provision charge that we took in the first quarter relative to COVID-19 pandemic. We also expect that there could be further impact in net charge-offs as a result of the pandemic. Increases in the allowance for credit losses were recognized because of concentrations of credit in various loan portfolio [ segments ], including hotel/motel portfolios and commercial real estate portfolios. In addition, we also increased our forecasted reserves because of the impact of the unemployment rate on our portfolio and expectations for repayment. On January 1, 2020, we adopted ASU [ 2016/13 ], commonly referred to as CECL, current expected credit loss model. This is a significant change [indiscernible] accounting for your allowance for loan losses. It is actually now called the allowance for credit losses. When we adopted this on January 1, we increased our allowance by \$3 million. The primary change in this accounting rule is that instead of booking losses that are inherent in your model at the time of your balance sheet [indiscernible] date, you now have to look at all future potential losses in that portfolio as well and allow for all of those.

The table that you see on your screen shows the allowance for credit losses as it ended at year-end of \$35.096 million, the increase to [ \$38.137 million ] at the adoption date. And then because of the impact of the coronavirus, COVID-19, the significant increase to \$49,445,000 or 1.5% of our total loan portfolio. That is a substantial increase, but we feel [indiscernible] under the current economic situation.

Our efficiency ratio stayed relatively flat quarter-over-quarter at [ 59.2 ]. We wish that number would be in the [ 56 ] range, but we're comfortable right now with that and hope to make improvements on it. Looking forward to our key strategic initiatives for 2020 and as we work our way through the COVID-19 pandemic our operational priorities remain the same. We want to build more earnings capacity. We want quality loan growth. We want low-cost deposit growth. We would like to maintain our net interest margin. We feel like with the PPP loans that we may have an opportunity to do that. We always are striving to improve operational efficiency. Our current manner of operation will put stress on that, but we are looking for expense control and noninterest revenue growth. We always are looking at compliance management. We want to increase our noninterest income in wealth management, brokerage and life insurance. We want to continue focusing on improving asset quality, and we certainly want to liquidate our other real estate [indiscernible]. And with that, I would pass it back to Jean Hale.

**Jean R. Hale**

*Chairman, President & CEO*

We will now pause for questions to be submitted. No questions have been submitted at this time, so we will move forward with the business of today's shareholder meeting. At this time, the closing -- we will now close the voting. I would like to call on Mark [indiscernible] to read the minutes of our April 24, 2019 meeting. Mark?

**Unknown Executive**

The shareholders of Community Trust Bancorp held their annual meeting on Tuesday, April 23, 2019. The meeting is to called to order by Jean Hale, Chairman at 10 a.m. Jean welcomed our shareholders, made some remarks regarding CTBI celebrating 115 years of [indiscernible] in 2018 [indiscernible] recognized the Community Trust Bancorp, Inc., [indiscernible] market advisory Board members, executive officers and employees. She also recognized [indiscernible]. Following reading the cautionary statement, Jean [indiscernible] financial results [indiscernible] Bancorp [indiscernible] 2018 performance to plan and 2018 returned to investment. [indiscernible] to present the 2018 earnings review and the



2018 balance sheet review for Community Trust Bancorp. [indiscernible] Kevin Stumbo to present first quarter 2019 financial results for Community Trust Bancorp Inc. as well as the 2019 key strategic initiatives. Following the reports, [indiscernible] made some comments on [indiscernible] economy and continue to focus on economic development. A copy of the [indiscernible] shareholders presentation is attached as part of [indiscernible]. The reading of the [indiscernible] 2018 meeting was dispensed on the motion of [indiscernible] second by [indiscernible] certified the list of shareholders of record date, February 28, 2019, [indiscernible] it is available for inspection. Distributes certified that an affidavit of notice was mailed timely to all shareholders of record by Broadridge Financial Solutions Inc. copy of which is attached [indiscernible]. [indiscernible] introduced the Proxy Committee, [indiscernible]. [indiscernible] stated that the [indiscernible] was administered proxy met this morning. [indiscernible] persons holding proxies not yet verified by the proxy committee to present any for verification. [indiscernible] from the proxy committee. And on behalf of the proxy [indiscernible] reported if they [indiscernible] 17,767,653 shares outstanding as of record date on February 28, 2019, of which 14,437,313 or 81.25% voted. Total shares voted for election directors is [ 11 million 961 74 ] and 88,887 were [indiscernible]. So over 14,273,372 shares [indiscernible] LLP and [ 11,524,644 ] shares voted for the approval of the advisory non [indiscernible] resolution on executive compensation. Mr. [indiscernible] declared quorum present and announced that the meeting is in order to transact business that set forth in the proxy statement [indiscernible] shareholders' record February 28, 2019. Proxy community reported [indiscernible] First order of business was the election of directors [indiscernible] asked for nomination for directors and recognized [indiscernible] replace following names and nomination, [indiscernible]. [indiscernible] asked for approval of BKD LLP as external auditors for the year 2019 and motion to approve [indiscernible] as external auditors was made by Nick Carter and seconded by [indiscernible] on both motion [indiscernible]. The advisory, nonbinding resolution related to the executive compensation was approved upon the motion by Nick Carter and a second by James [indiscernible]. There being no further business, the meeting adjourned at 10:40 a.m. from the motion by [indiscernible] in a second [indiscernible].

**Jean R. Hale**  
*Chairman, President & CEO*

Thank you, Mark. Now I would like to call for a certified list of shareholders, our Secretary, Mark [indiscernible] is to certify.

**Unknown Executive**

We do have a list to certified shareholders that we [indiscernible], and we have it available for review [indiscernible].

**Jean R. Hale**  
*Chairman, President & CEO*

Okay. Thank you, Mark. Now I would like to have an affidavit that notice was provided to all shareholders of record to be certified by Mark [indiscernible].

**Unknown Executive**

That affidavit is here. It has been executed, and it was [indiscernible].

**Jean R. Hale**  
*Chairman, President & CEO*

The Board of Directors appointed an independent proxy committee to service for our 2020 annual Shareholders meeting. Those were James Brown, [indiscernible] and Maryland Justice. The proxy committee has previously met and verified the proxies sent to Broadridge. I would now ask for a report from [indiscernible] for the Proxy Committee.

**Unknown Executive**

Good morning. The proxy committee [indiscernible] , James Brown, on justice and myself, John Justice. First being [indiscernible] have received and review report [indiscernible] for Community Trust Bancorp Inc. with respect to the annual meeting of Shareholders held on April 28, 2020. And based on this report, we have determined that shares of Community Trust Bancorp's common stock for duly by proxy as follows: The total outstanding share was 17,819,938. Total shares voted 11,480,433, percentage of 64.42%. On the election of directors, total shares voted for all directors 100,676,405. Director average is 11,186,267, shares withheld 2,245,138. On the vote, [indiscernible] as independent registered public accountant. The shares for was 11,362,874 [indiscernible] [ 53,067 ] and abstained 19,786. On the proposal to approve nonbinding resolute on the executive compensation, the shares voting for was 10,899,620 against 310,320 and abstained 245,787. And that finishes the report.

**Jean R. Hale**

*Chairman, President & CEO*

Thank you, Mr. Justice. With proxies totaling 11,480,433 shares or 64.42%, we do have a quorum present. The proxy committee will vote all proxies, except those naming specific individual. The meeting is now in order to transact business and set forth in the proxy sent to all shareholders of record on February 28, 2020. The purpose of business is to elect all directors listed in the proxy: Charles J. Bayer, Nick Carter, Franklin H. Ferris Jr., Jean Hale, Eugia, Chris Luella, James E. McGee, the second [indiscernible], Amlin Parish and Anthony W. St. Charles.

The second purpose was the approval of BKD LLP as our outside auditors for the year 2020 and also to approve the advisory nonbinding resolution relating to executive compensation. The proxy votes that have been reported by the proxy committee and voted in favor of the 9 nominees for the approval of BKD and the nonbinding vote on executive compensation. The Board has been duly elected, BKD has been duly selected as the independent accounting firm and the advisory nonbinding resolution has been approved. There being no other business to come before the meeting today, the 2020 Annual Shareholders' Meeting of Community Trust Bancorp is adjourned.

**Operator**

This now concludes the meeting. Thank you for joining, and have a pleasant day.

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