First Horizon National Corporation

2018 Stress Testing Results

August 6, 2018
Stress Testing

2018 stress testing results confirm capital strength

- On May 24th the Economic Growth, Regulatory Relief, and Consumer Protection Act was signed into law and eliminated Dodd-Frank Act (“DFA”) stress testing requirements for FHN. Stress test was conducted using DFA scenarios and requirements previously in effect.

First Horizon National Corporation (FHNC)

- Ability to manage capital at FHNC & FTBNA through severely adverse conditions, maintain min 8.0% CET1
- Binding constraint is $803mm FTBNA excess Total Cap
- Assumes maintenance of $0.12/share common dividend to FHNC shareholders
- Business model results in minimal trading losses and no counterparty losses vs. peers at 23% of PPNR

FHNC CET1 ↓ 90bps
- FHNC 4Q17 Actual: 9.8% Total Capital
- FHNC 9 Quarter Minimum: 8.0% Tier 1 Capital
- Peer CET1 ↓ 420bps
- Peer 4Q17 Actual: 16.3% CET1
- Peer 9 Quarter Minimum: 12.1% CET1

FTBNA CET1 ↓ 80bps
- FTBNA 4Q17 Actual: 10.1% Total Capital
- FTBNA 9 Quarter Minimum: 9.3% Tier 1 Capital
- Basel III Adequately Capitalized: 8.0% CET1

Drivers of Stressed Change in FTBNA Total Capital

- 4Q17 Provision: 3.6%
- PPNR: 0.6%
- Assets: 0.7%
- Dividends: (1.1%)
- Other: (3.9%)
- 4Q19: 10.6%

1. The Company is developing a framework to continue stress testing activities outside of the DFAST requirements
2. Assumes flat share count and maintenance of dividend payments on preferred stock
3. Results represent DFA Severely Adverse scenario. All references to peer stress testing data indicates aggregate HoldCo level 2018 supervisory Dodd-Frank Act Stress Testing (“DFAST”) results of 35 participating firms. Source: Federal Reserve

Results Overview

Stress Testing 2018 stress testing results confirm capital strength
Stress Testing
FHN has ability to manage through severely adverse economic conditions

DFA 2018 Severely Adverse Scenario Highlights

- Severe global recession accompanied by a global aversion to long-term fixed-income assets
  - Real GDP down 7.5%
  - Unemployment up to 10.0%
  - 3-month Treasury near zero
- Asset prices drop sharply
  - House prices down 30%
  - CRE prices down 40%
  - Equity prices fall 65%, surge in market volatility

FHNC stressed loan loss rates less than peers for most portfolios and in aggregate

FHNC Earnings

<table>
<thead>
<tr>
<th>($ in millions)</th>
<th>9 Quarter Cumulative</th>
<th>% Average Assets 4Q17 - 1Q20</th>
<th>Peer* DFAST Results</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pre-provision net revenue</td>
<td>$1,225</td>
<td>3.1%</td>
<td>3.0%</td>
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<tr>
<td>Provision for loan and lease losses</td>
<td>(1,410)</td>
<td>(3.6%)</td>
<td></td>
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<tr>
<td>Realized gains/(losses) on securities</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>All other gains/(losses)</td>
<td>(26)</td>
<td>(0.1%)</td>
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<tr>
<td>Net income before tax</td>
<td>(210)</td>
<td>(0.5%)</td>
<td></td>
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<tr>
<td>Taxes</td>
<td>57</td>
<td>0.1%</td>
<td></td>
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<tr>
<td>Net income to controlling interest</td>
<td>($153)</td>
<td>(0.4%)</td>
<td>(0.8%)</td>
</tr>
</tbody>
</table>

FHNC’s stressed loss rate less than half peer rate

FHNC 9 quarter cumulative losses of $755mm, excess capital to cover additional 9 quarters of losses

From 4Q07 to 4Q09 FHNC’s loss rate was 6.5%

Significant changes since 2009:

- Balance sheet mix shift, including exit of national mortgage lending business
- Revised underwriting standards
- Enhanced loss mitigation strategies

1 Payment of dividends on FTN preferred and REIT preferred stock
2 Results represent DFA Severely Adverse scenario. All references to peer stress testing data indicates aggregate HoldCo level 2018 supervisory Dodd-Frank Act Stress Testing (“DFAST”) results of 35 participating firms. Source: Federal Reserve