Stock Yards Bancorp

Raymond James

U. S. Bank Conference

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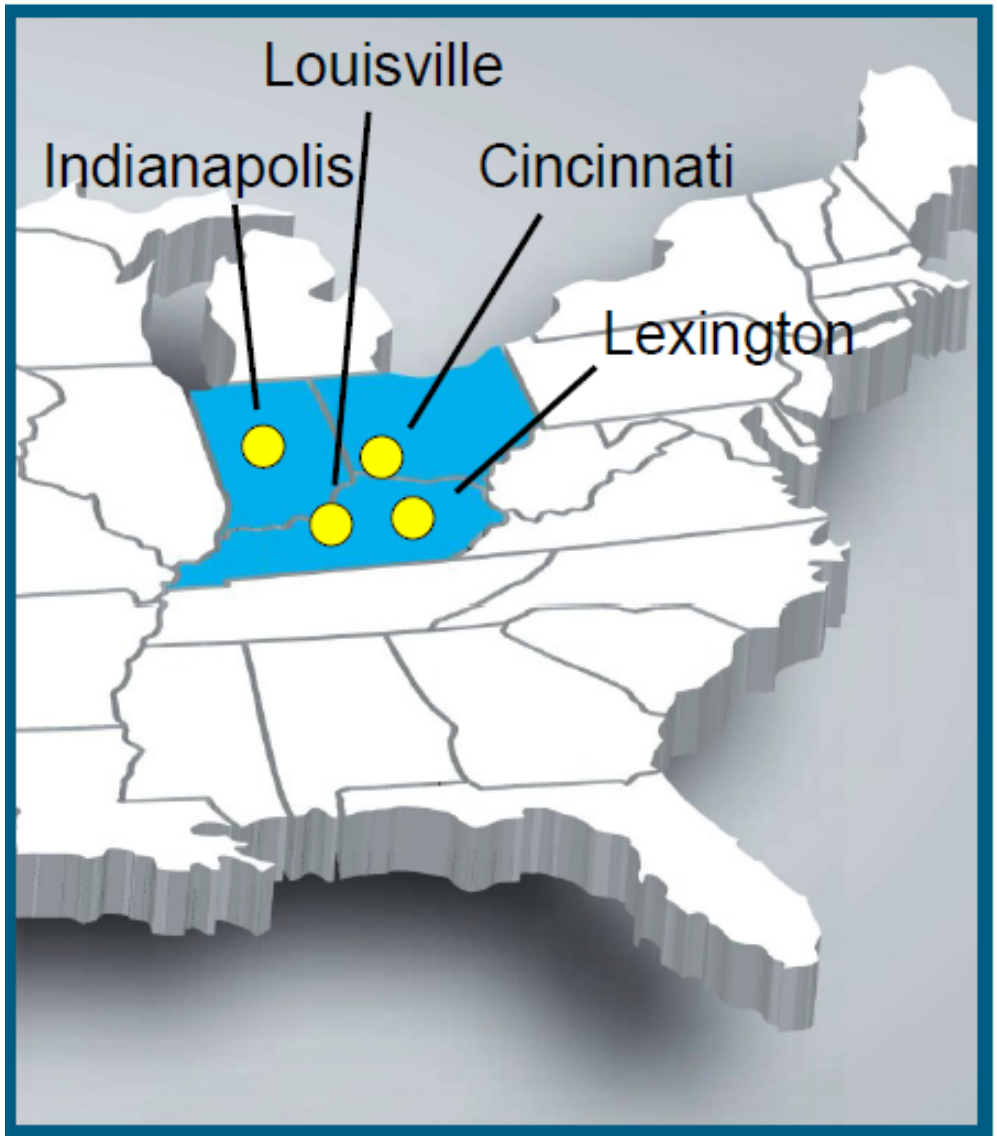
Chicago

Cautionary statement for investors

This presentation contains forward-looking statements about future financial performance, business plans and strategies of Stock Yards Bancorp, Inc. Because forward-looking statements involve risks and uncertainties, actual results may differ materially from those expressed or implied. We caution investors not to place undue reliance on these forward-looking statements and advise them to carefully review the risk factors described in documents that the Company files with the Securities and Exchange Commission, including the Company's most recent Annual Report on Form 10-K and Quarterly Reports on Form 10-Q.

Company profile



- Founded in 1904
- NASDAQ Global Select – SYBT
- Headquartered in Louisville, KY.
- 73 locations in Louisville, Central, Eastern, and Northern Kentucky as well as the Indianapolis, and Cincinnati MSAs
- $7.6 billion in assets at June 30, 2022
- $6.6 billion Wealth Management & Trust AUM at June 30, 2022

Major employers by market

Louisville Market

- UPS
- Ford
- Humana
- Brown-Forman

Indianapolis Market

- FedEx
- Anthem
- Lilly

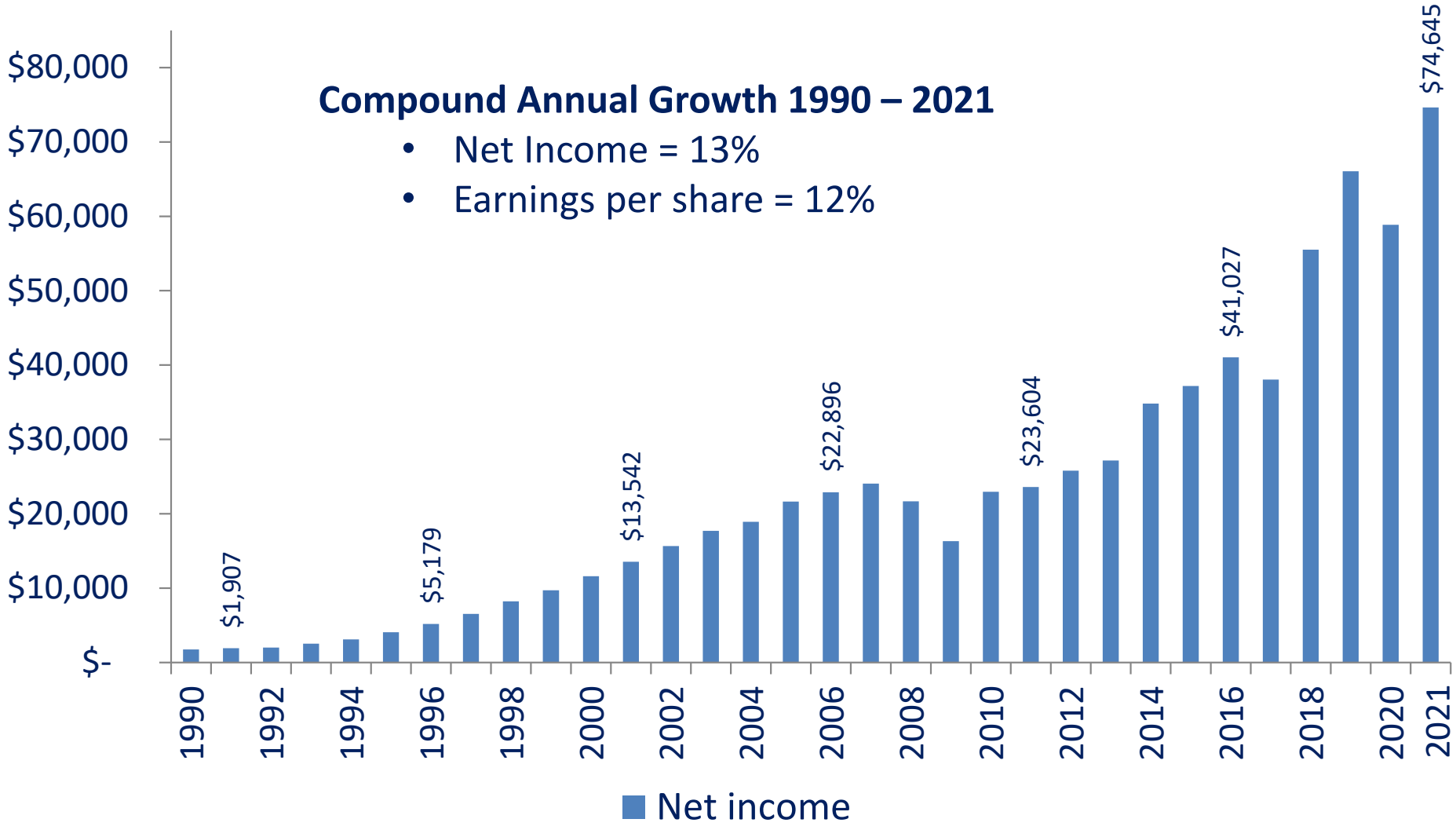
Cincinnati Market

- P&G
- Kroger
- Macy's

Central Kentucky Market

- Toyota
- Amazon
- Conduent
- Lexmark

Over three decades of growth



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Three-year financial highlights

	2021*	2020	2019
Net interest income	$ 171.1	$ 135.9	$ 125.3
Wealth management and trust income	27.6	23.4	22.6
Net income	74.6	58.9	66.1
Earnings per share (diluted)	2.97	2.59	2.89
Total assets	$ 6,646	$ 4,609	$ 3,724
Net interest margin	3.22%	3.39%	3.82%
Return on average equity	13.0%	14.0%	17.1%
Return on average assets	1.33%	1.40%	1.90%

*Results for 2021 include $19.0 million in pre-tax merger related expenses and $7.4 million in merger related credit loss expense

Dollars in millions except per share data

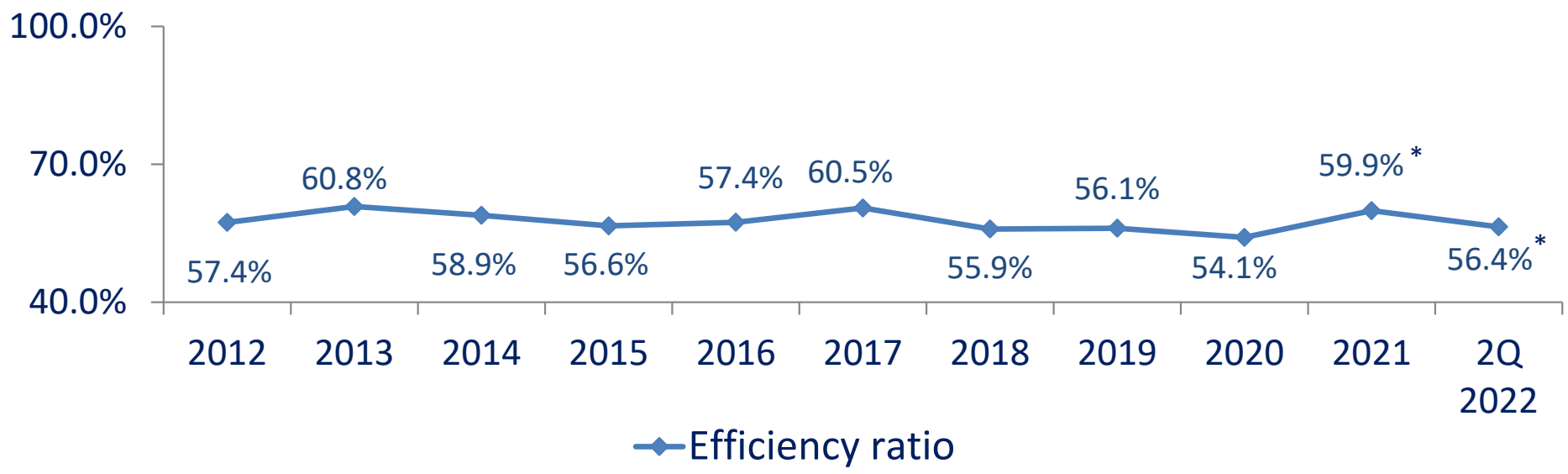
First six months highlights

	June 30,		
	2022	2021	Change
Net interest income	$105.7 million	$79.4 million	33%
Net income	34.7 million	26.9 million	29%
Earnings per share (diluted)	$ 1.22	$ 1.13	8%
Net interest margin	3.14%	3.38%	
Return on average assets	0.96%	1.09%	
Return on average equity	9.62%	11.28%	

Dollars in millions except per share data

Efficiency ratio

Consistent investment in technology and branch network expansion



*The adjusted efficiency ratio, which excludes the impact of non-recurring merger expenses and fluctuation related to the amortization of investments in tax credit partnerships, was 56.3% and 51.8% for the six months ended June 30, 2022 and twelve months ended December 31, 2021, respectively.

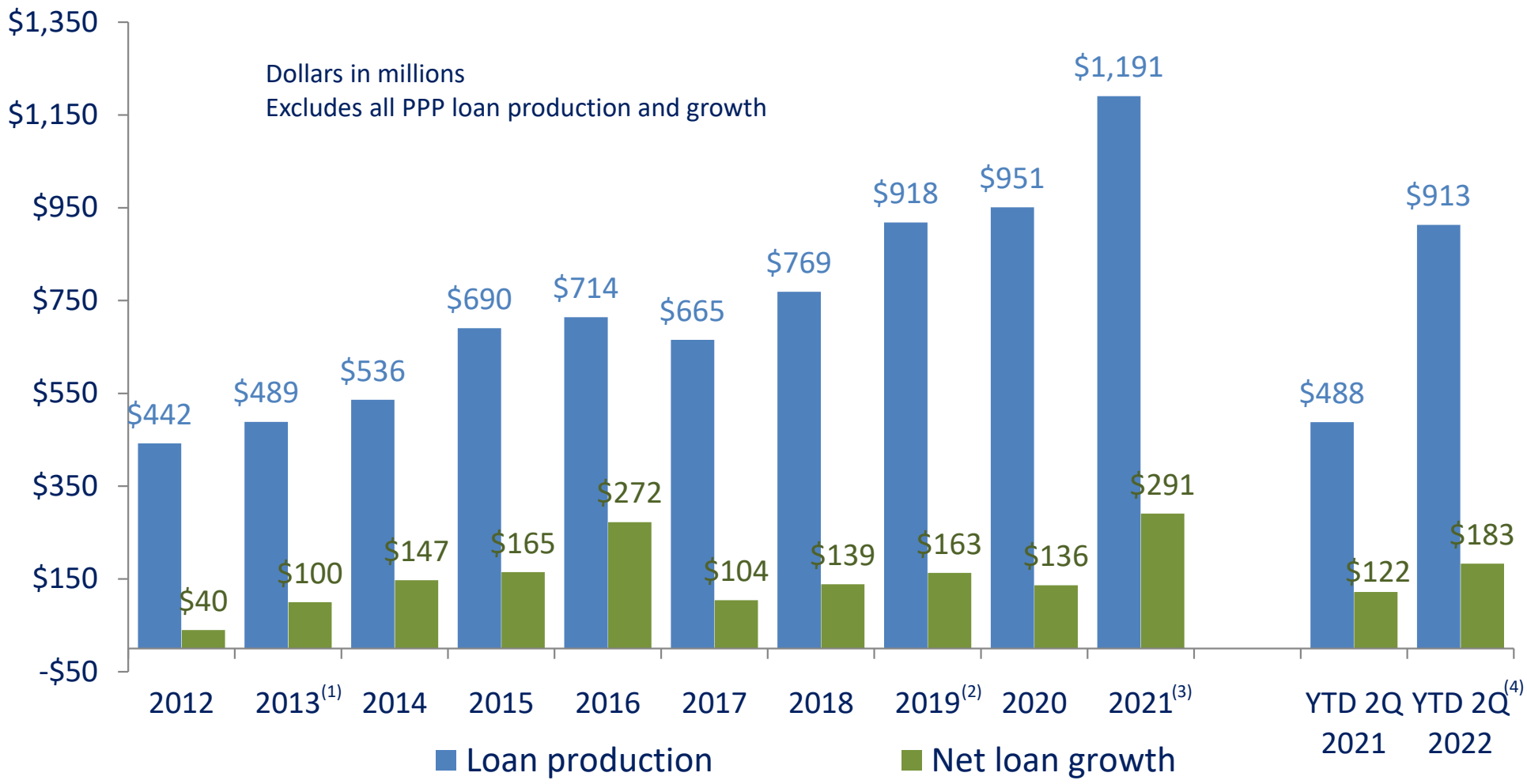
Key drivers for 2022 and beyond

- Acquisition integration
- Continued attraction and retention of talented people
- Commercial banking focus leading to full relationships
- Organic business model with sustainable growth in large mature markets complimented by acquisition
- Growing core deposit base
- Diverse and enviable non-interest income streams

Commercial banking leads to full relationships

- Full-service bank relationships built by introducing our bank partners when their expertise is needed
- 38 experienced commercial bankers with average of 24 years in banking
- 27 business bankers with average of 21 years in banking
- 11 commercial real estate bankers with average of 28 years in banking
- Technology not replacing shoe leather
- Experienced credit and administrative infrastructure

Loan production vs. net loan growth



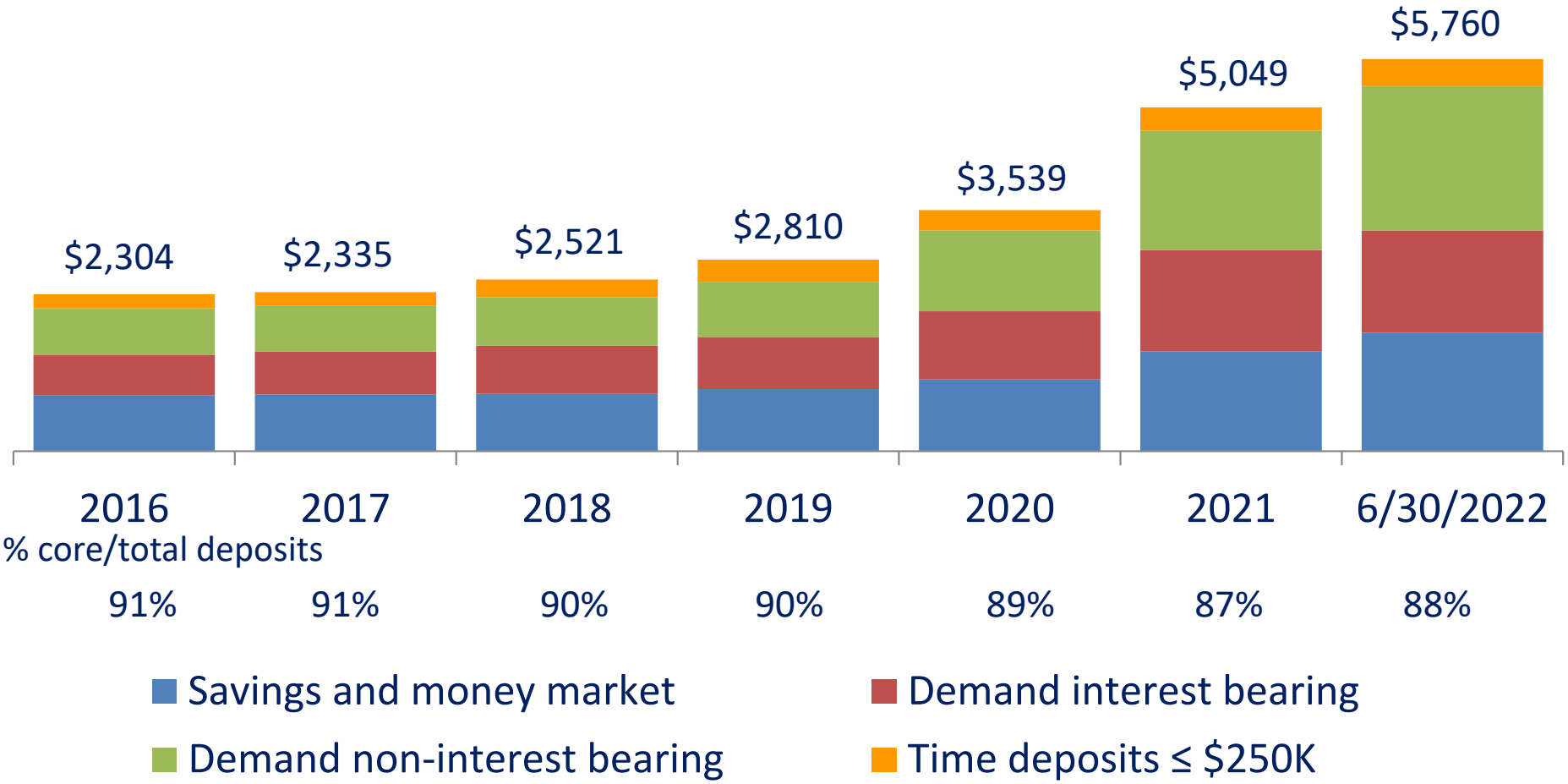
1) Excludes $39 million of loans from 2013 acquisition
2) Excludes $134 million of loans from 2019 acquisition
(3) Excludes $742 million of loans from 2021 acquisition
(4) Excludes $629 million of loans from 2022 acquisition

Loan growth by market

Market	2010		June 30, 2022*	
Louisville *(established 1904)*	$1,283	85%	$2,953	60%
Indianapolis *(established 2003)*	148	10%	650	14%
Cincinnati *(established 2007)*	77	5%	591	12%
Central Kentucky *(established May 2021)*	-	-	683	14%
Total loans	$1,508	100%	$4,877	100%

*Excludes PPP loans
Dollars in millions

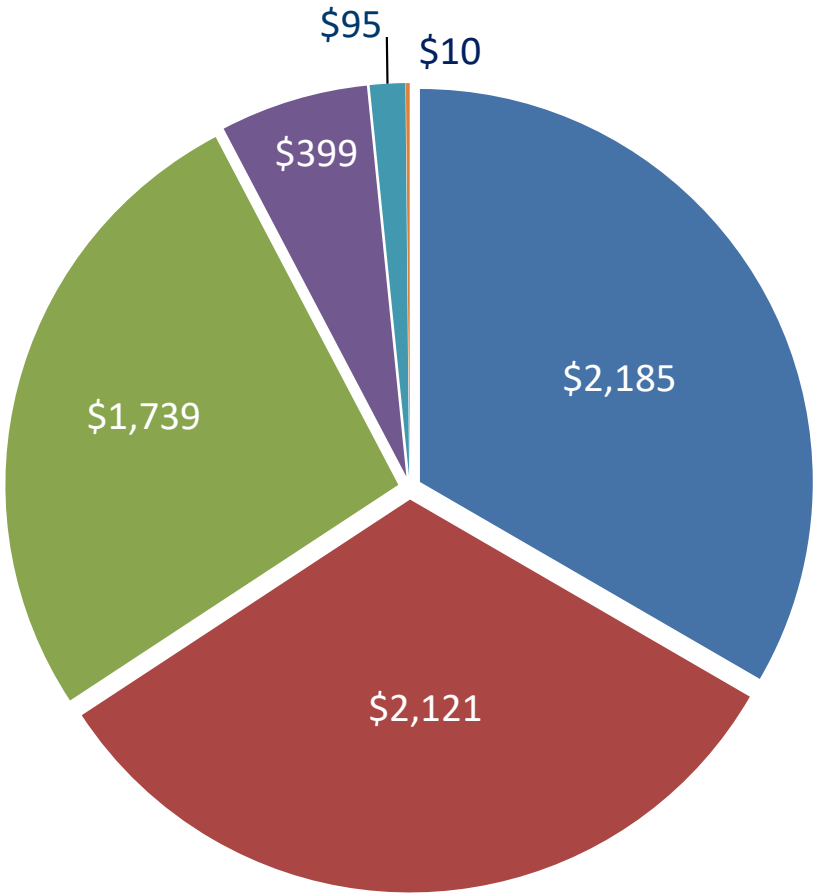
Growing core deposit base



Core deposits are defined as time deposits less than or equal to $250,000, demand, savings and money market accounts and excludes public funds and brokered deposits.

Dollars in millions

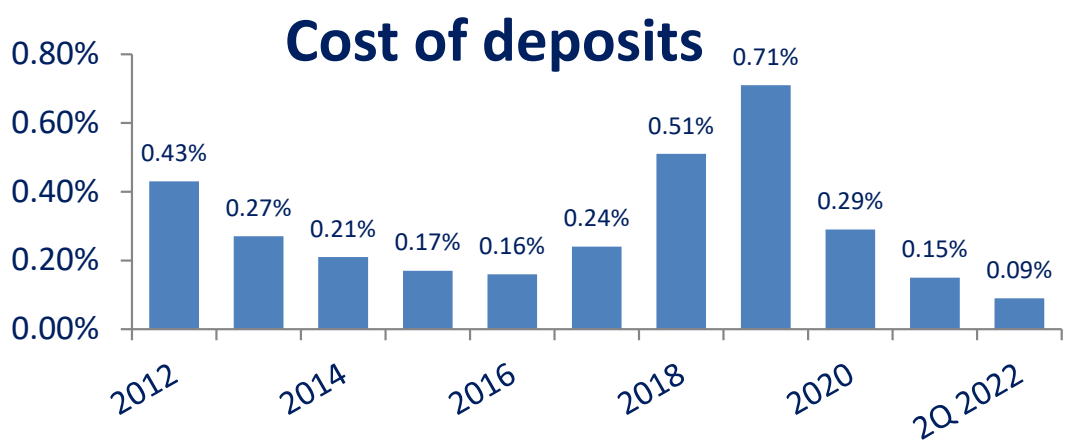
Deposit breakdown



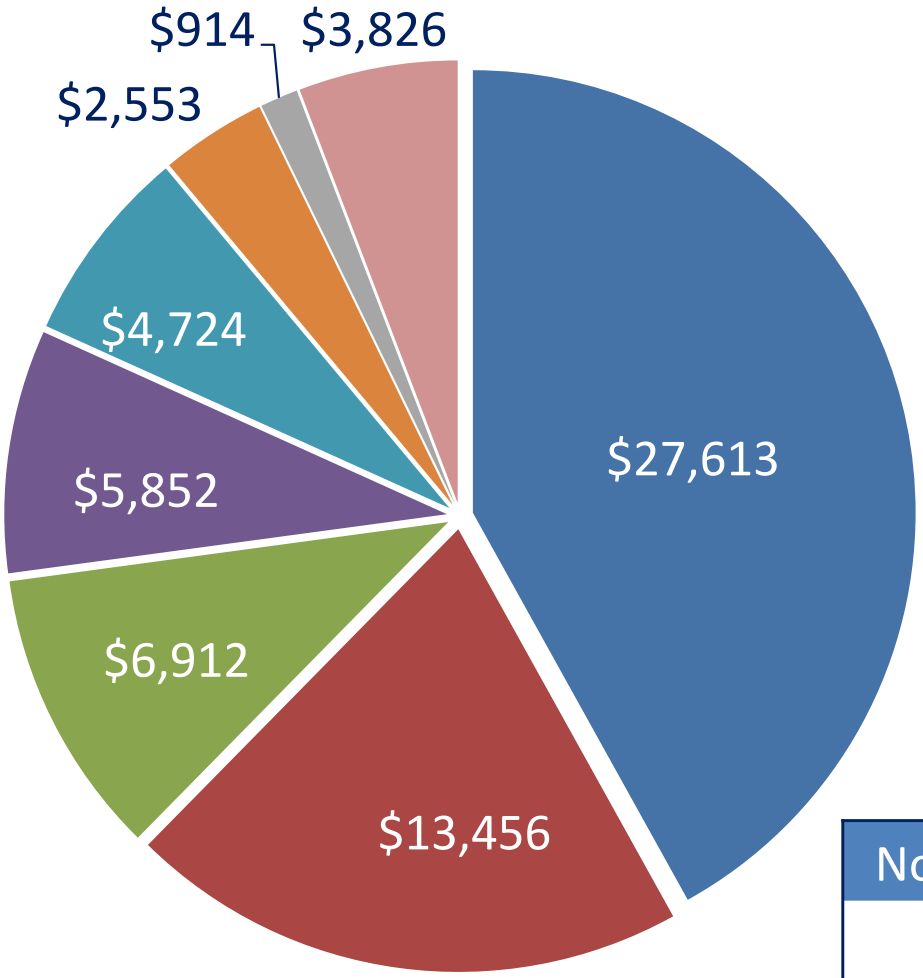
June 30, 2022
Total deposits - $6.5 billion
(000's)

- Demand interest-bearing - 33%
- Demand noninterest bearing - 32%
- Savings and money market - 27%
- Time deposits ≤$250K - 6%
- Time deposits > $250K - 1%
- Brokered deposits < 1%

Total core deposits
$5,760
88%



Non-interest income 2021



- Wealth management
- Debit and credit cards
- Treasury management
- Deposit service charges
- Mortgage banking
- Investment products
- Bank-owned life insurance
- Other

Non-interest income as % of total income	
Stock Yards Bank	28%
Peer banks (as of 3-31-2022)	22%

Dollars in thousands
Peer banks $3 - $10 billion per Federal Reserve

Wealth management and trust – *an enviable model*

- $4.8 billion AUM at December 31, 2021
  - *generated $27.6 million revenue for the year*
  - *contributed 43¢ to EPS*
  - *represented 12% of company earnings*
- 42% of company non-interest income attributable to wealth management and trust revenue
- 28% of company revenue derives from non-interest income
- $6.6 billion AUM at June 30, 2022

Capital structure

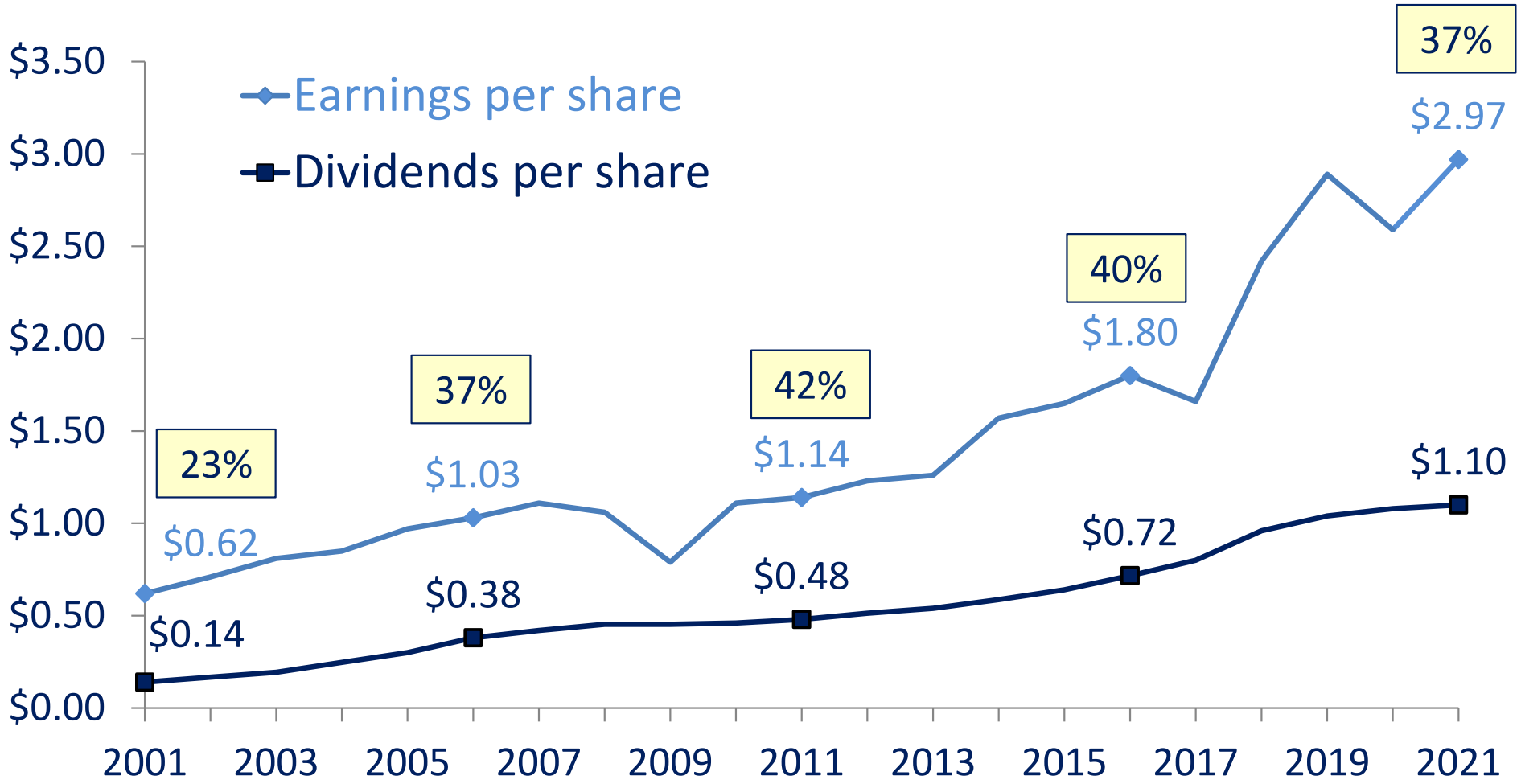
Key ratios and per share data as of June 30, 2022	
Equity / total assets	9.75%
TCE / tangible assets	6.94%
Total risk-based	12.27%
Tier 1 risk-based	11.26%
Leverage	8.58%

Note: Tangible common equity to tangible assets is a non-GAAP financial measure.
See "Reconciliation of Non-GAAP Financial Measures" in the Second Quarter 2022 Earnings Release.

Key investments points

- Industry leading performance
- Consistent growth strategy
- Diversified revenue streams distinguished by wealth management business with growing card and treasury management income
- Expanding presence in large markets
- Positioned for sustainable, profitable growth
- We want long term shareholders

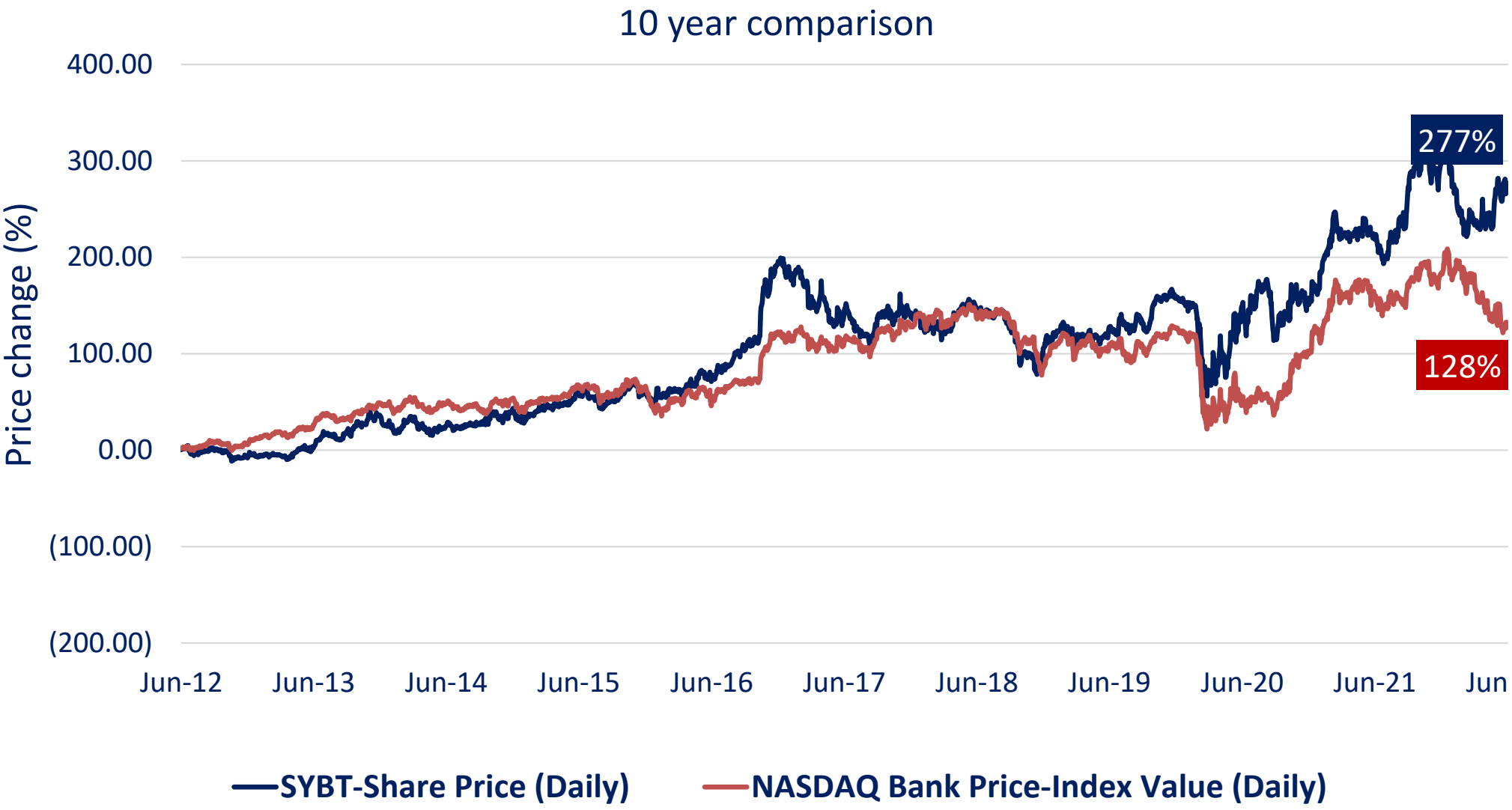
Earnings and dividends per share



Dividend payout ratio

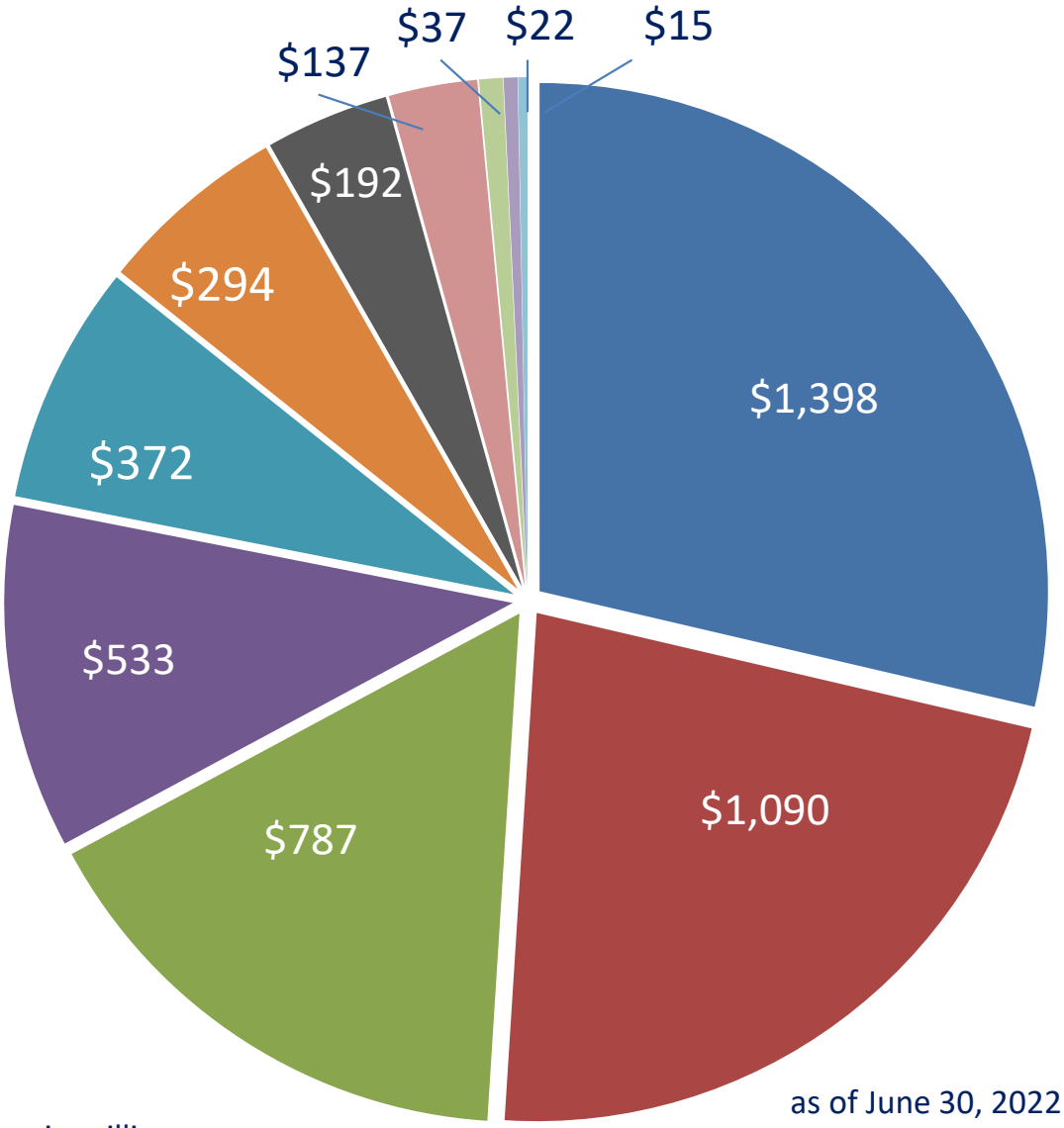
Per share information adjusted to reflect stock dividends and splits

Superior financial performance leads to superior stock performance



Supplemental information

Loan portfolio detail

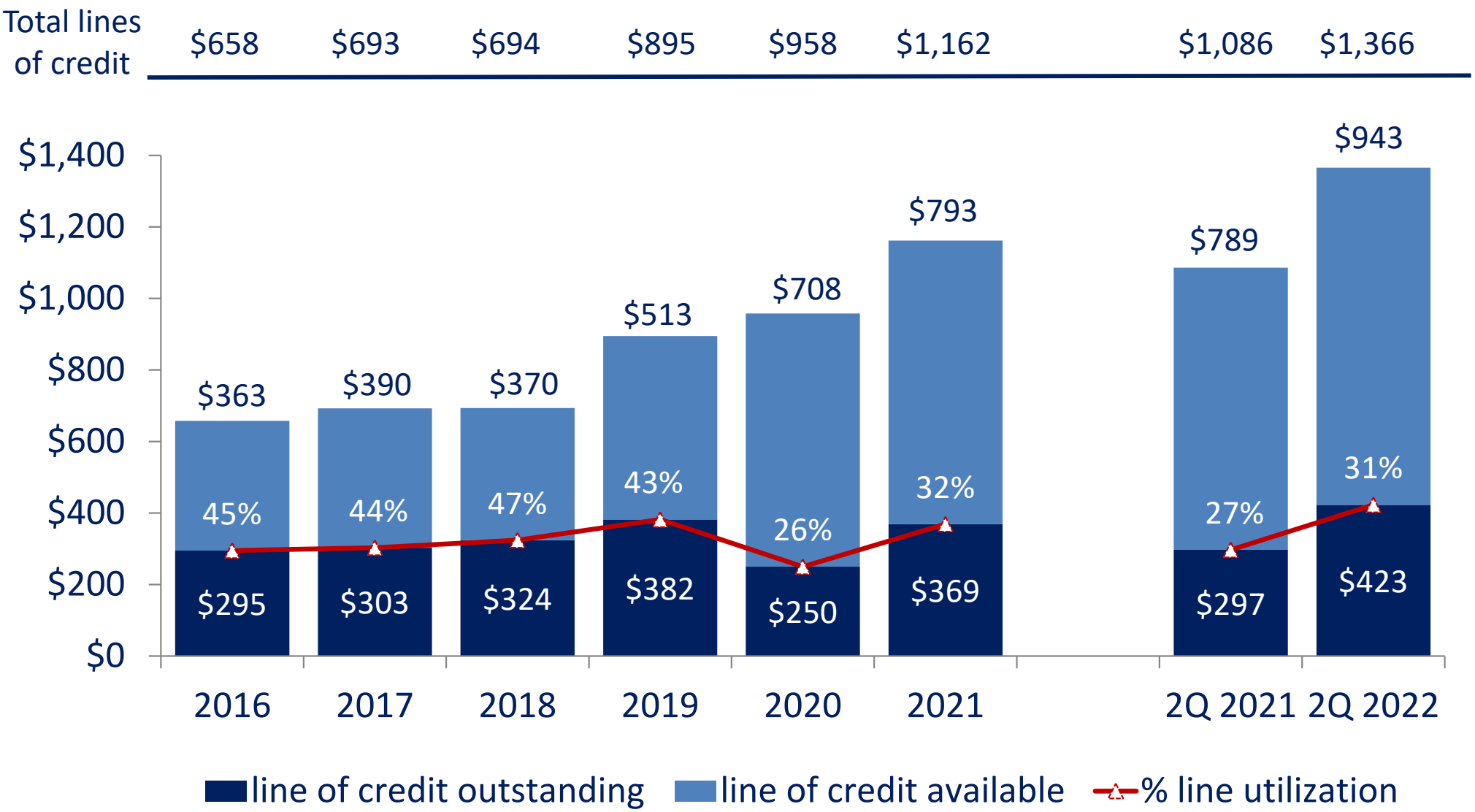


- CRE-Non-owner occupied - 29%
- Commercial (C&I) - 22%
- CRE-Owner occupied - 16%
- Res RE-owner occupied - 11%
- Construction & development - 8%
- Res RE-Non-owner occupied - 6%
- HELOC - 4%
- Consumer - 3%
- C&I PPP loans < 1%
- Credit cards < 1%
- Leases < 1%

Dollars in millions

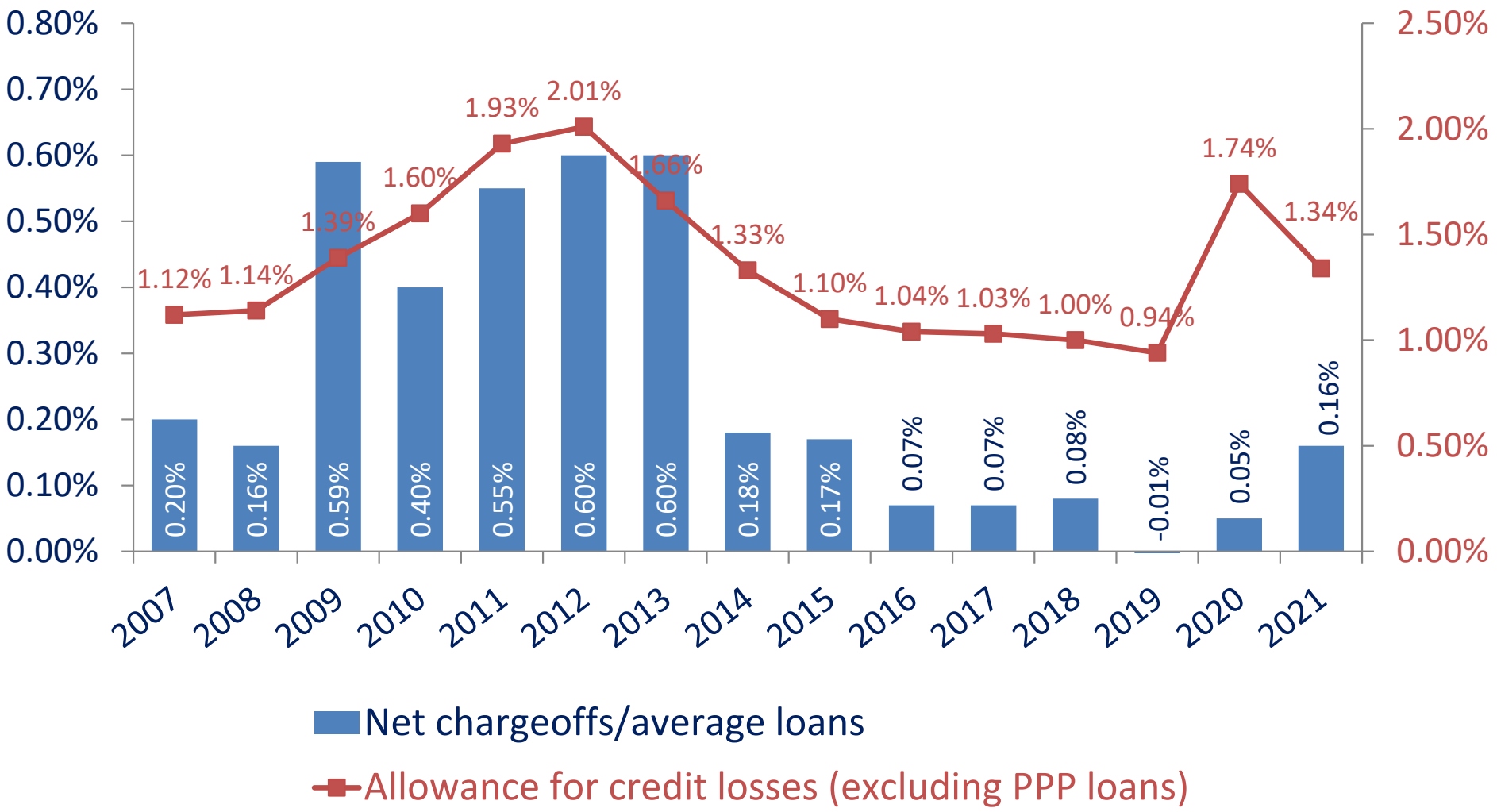
as of June 30, 2022

Commercial & Industrial line of credit availability



Dollars in millions

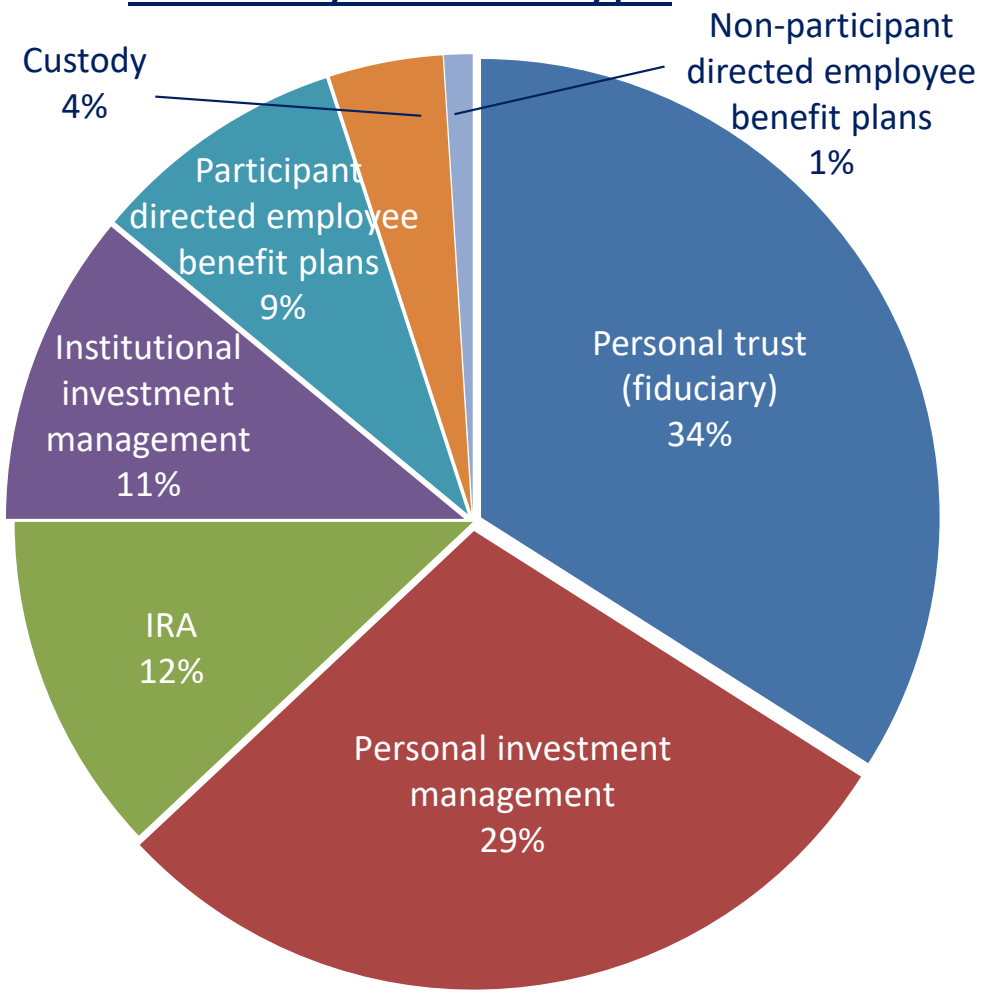
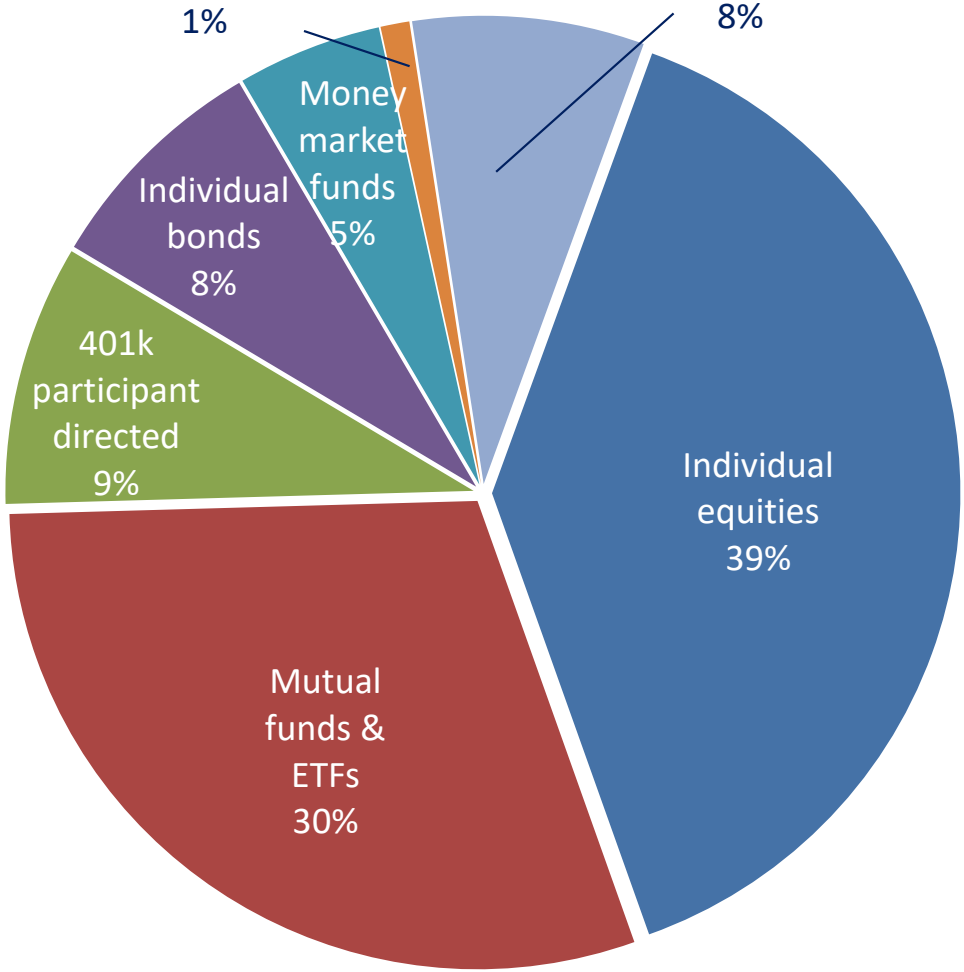
Asset quality



Wealth management asset detail

Assets Under Management $6.6 billion as of June 30, 2022

Assets by account type



Assets by class