



## Dime Community Bancshares, Inc. Reports Strong Third Quarter 2022 Results With Earnings Per Share Increasing By 10% On a Year-Over-Year Basis

October 28, 2022

**Robust Quarterly Loan Originations and Net Interest Margin Expansion Drive Net Interest Income Growth**

**Deposit Costs Remain Well Controlled**

HAUPPAUGE, N.Y., Oct. 28, 2022 (GLOBE NEWSWIRE) -- Dime Community Bancshares, Inc. (NASDAQ: DCOM) (the "Company" or "Dime"), the parent company of Dime Community Bank (the "Bank"), today reported net income available to common stockholders of \$37.7 million for the quarter ended September 30, 2022, or \$0.98 per diluted common share, compared to \$36.7 million, or \$0.94 per diluted common share, for the quarter ended June 30, 2022, and \$36.6 million, or \$0.89 per diluted common share, for the quarter ended September 30, 2021.

Kevin M. O'Connor, Chief Executive Officer ("CEO") of the Company, stated, "During the third quarter, we had robust loan originations resulting in another quarter of record loan growth of over \$450 million. The high level of non-interest-bearing deposits on our balance sheet allowed us to keep our deposit costs well contained. Strong growth in average earning assets and net interest margin expansion resulted in quarterly net interest income surpassing \$100 million. We continue to prioritize prudent expense management as demonstrated by a core efficiency ratio of 47% on a year-to-date basis."

### Highlights for the Third Quarter of 2022 Included:

- Total loans held for investment, net, excluding Paycheck Protection Program ("PPP") loans, increased by 19% on an annualized basis versus the linked quarter;
- The net interest margin expanded by 9 basis points versus the linked quarter;
- The cost of deposits remained well-controlled; on a linked quarter basis, the cost of deposits increased by only 23 basis points compared to the 150 basis points change in the Federal Funds rate between July and September;
- Credit quality continues to be strong with non-performing assets and loans 90 days past due and accruing remaining stable and representing only 0.34% of total assets as of September 30, 2022; and
- The Company repurchased 200,346 shares of its common stock, which represented approximately 0.5% of shares outstanding at the beginning of the period, at a weighted-average price of \$30.97 per share.

### Management's Discussion of Quarterly Operating Results

#### Net Interest Income

Net interest income for the third quarter of 2022 was \$100.4 million compared to \$93.5 million for the second quarter of 2022 and \$94.8 million for the third quarter of 2021.

The table below provides a reconciliation of the reported net interest margin ("NIM") and adjusted NIM excluding the impact of purchase accounting accretion on the loan portfolio.

| (Dollars in thousands)                                         | Q3 2022       | Q2 2022       | Q3 2021       |
|----------------------------------------------------------------|---------------|---------------|---------------|
| Net interest income                                            | \$ 100,438    | \$ 93,512     | \$ 94,828     |
| Purchase accounting accretion on loans ("PAA")                 | (57)          | 117           | (2,541)       |
| Adjusted net interest income excluding PAA on loans (non-GAAP) | \$ 100,381    | \$ 93,629     | \$ 92,287     |
| Average interest-earning assets                                | \$ 11,782,361 | \$ 11,412,350 | \$ 11,765,298 |
| NIM <sup>(1)</sup>                                             | 3.38 %        | 3.29%         | 3.20 %        |
| Adjusted NIM excluding PAA on loans (non-GAAP) <sup>(2)</sup>  | 3.38 %        | 3.29%         | 3.11 %        |

<sup>(1)</sup> NIM represents net interest income divided by average interest-earning assets.

<sup>(2)</sup> Adjusted NIM excluding PAA on loans represents adjusted net interest income, which excludes net interest income on PAA loans divided by

average interest-earning assets.

## Loan Portfolio

The ending weighted average rate ("WAR") <sup>(1)</sup> on the total loan portfolio was 4.33% at September 30, 2022, a 39 basis point increase compared to the ending WAR on the total loan portfolio at June 30, 2022.

Outlined below are loan balances and WARs for the period ended as indicated.

| (\$ in thousands)                                                               | September 30, 2022 |       | June 30, 2022 |       | September 30, 2021 |       |
|---------------------------------------------------------------------------------|--------------------|-------|---------------|-------|--------------------|-------|
|                                                                                 | Balance            | WAR   | Balance       | WAR   | Balance            | WAR   |
| Loans held for investment balances at period end:                               |                    |       |               |       |                    |       |
| Commercial and industrial ("C&I")                                               | \$ 900,768         | 5.90% | \$ 941,944    | 4.97% | \$ 878,332         | 4.10% |
| Owner-occupied commercial real estate                                           | 1,090,417          | 4.69  | 1,043,184     | 4.20  | 966,895            | 4.11  |
| Business loans                                                                  | 1,991,185          | 5.24  | 1,985,128     | 4.57  | 1,845,227          | 4.11  |
| One-to-four family residential, including condominium and cooperative apartment | 722,081            | 3.77  | 691,586       | 3.60  | 683,665            | 3.68  |
| Multifamily residential and residential mixed-use <sup>(2)(3)</sup>             | 3,968,244          | 3.83  | 3,654,164     | 3.62  | 3,468,262          | 3.57  |
| Non-owner-occupied commercial real estate                                       | 3,174,102          | 4.33  | 3,048,188     | 3.89  | 2,847,793          | 3.70  |
| Acquisition, development, and construction                                      | 241,019            | 6.75  | 252,108       | 5.41  | 285,379            | 4.69  |
| Other loans                                                                     | 8,927              | 7.29  | 10,789        | 7.16  | 20,462             | 4.97  |
| Loans held for investment, excluding PPP loans                                  | 10,105,558         | 4.33  | 9,641,963     | 3.95  | 9,150,788          | 3.76  |
| PPP loans                                                                       | 11,383             | 1.00  | 18,944        | 1.00  | 134,083            | 1.00  |
| Total loans held for investment, including PPP loans                            | \$ 10,116,941      | 4.33% | \$ 9,660,907  | 3.94% | \$ 9,284,871       | 3.72% |

(1) Weighted average rate is calculated by aggregating interest based on the current loan rate from each loan in the category, adjusted for non-accrual loans, divided by the total amount of loans in the category.

(2) Includes loans underlying multifamily cooperatives.

(3) While the loans within this category are often considered "commercial real estate" in nature, multifamily and loans underlying cooperatives are here reported separately from commercial real estate loans in order to emphasize the residential nature of the collateral underlying this significant component of the total loan portfolio.

Outlined below are the loan originations, excluding PPP loans, for the quarter ended as indicated.

| (\$ in millions)                       | Q3 2022  | Q2 2022  | Q3 2021  |
|----------------------------------------|----------|----------|----------|
| Loan originations, excluding PPP loans | \$ 800.9 | \$ 901.5 | \$ 464.5 |

## Deposits

Total average deposits for the third quarter were \$10.6 billion, compared to \$10.3 billion for the second quarter. The cost of deposits increased by 23 basis points on a linked quarter basis. CEO O'Connor stated, "Despite the significant increase in interest rates, we grew average deposit balances on a linked quarter basis, maintained our non-interest bearing deposit ratio at approximately 37% and kept overall deposits costs relatively well-contained."

## Non-Interest Income

Non-interest income was \$9.4 million during the third quarter of 2022, \$12.1 million during the second quarter of 2022, and \$9.7 million during the third quarter of 2021. Included in non-interest income during the third quarter of 2022 was a \$1.4 million gain on the sale of a branch property. Included in non-interest income for the second quarter of 2022 was \$2.2 million of income related to mortality proceeds from a death claim. Excluding the net gain on sale of securities and other assets, adjusted non-interest income was \$8.0 million during the third quarter of 2022 (see "Non-GAAP Reconciliation" tables at the end of this news release).

## Non-Interest Expense

Total non-interest expense was \$48.3 million during the third quarter of 2022, \$51.8 million during the second quarter of 2022, and \$56.8 million during the third quarter of 2021. Excluding the impact of merger expenses and transaction costs, branch restructuring, severance expense, loss on extinguishment of debt, and amortization of other intangible assets, adjusted non-interest expense was \$47.9 million during the third quarter of 2022, \$48.5 million during the second quarter of 2022, and \$49.1 million during the third quarter of 2021 (see "Non-GAAP Reconciliation" tables at the end of this news release).

The ratio of non-interest expense to average assets was 1.54% during the third quarter of 2022, compared to 1.71% during the linked quarter and 1.80% for the third quarter of 2021. Excluding the impact of merger expenses and transaction costs, branch restructuring, severance expense, loss on extinguishment of debt, and amortization of other intangible assets, the ratio of adjusted non-interest expense to average assets was 1.53% during the third quarter of 2022, compared to 1.60% during the linked quarter and 1.56% for the third quarter of 2021 (see "Non-GAAP Reconciliation" tables at the end of this news release).

The efficiency ratio was 44.0% during the third quarter of 2022, compared to 49.1% during the linked quarter and 54.3% during the third quarter of 2021. Excluding the impact of merger expenses and transaction costs, branch restructuring, severance expense, loss on extinguishment of debt, amortization of other intangible assets, and gain on sale of securities and other assets, the adjusted efficiency ratio was 44.2% during the third quarter of 2022, compared to 45.9% during the linked quarter and 46.9% during the third quarter of 2021 (see "Non-GAAP Reconciliation" tables at the end of this news release).

## Income Tax Expense

The reported effective tax rate for the third quarter of 2022 was 28.1%, compared to 28.4% for the second quarter of 2022, and 27.5% for the third quarter of 2021.

## Credit Quality

Non-performing loans at September 30, 2022 were \$41.1 million, or 0.41% of total loans.

A credit loss provision of \$6.6 million was recorded during the third quarter of 2022, compared to a credit loss provision of \$44 thousand during the second quarter of 2022, and a credit loss recovery of \$5.2 million during the third quarter of 2021. The credit loss provision for the third quarter was primarily associated with changes to the forecasted macroeconomic conditions used in the Bank's allowance for credit loss model.

The allowance for credit losses as a percentage of total loans was 0.81% at September 30, 2022 as compared to 0.82% at June 30, 2022 and 0.88% at September 30, 2021.

## Capital Management

The Company's and the Bank's regulatory capital ratios continued to be in excess of all applicable regulatory requirements as of September 30, 2022.

CEO O'Connor commented, "During the third quarter, we continued to execute on our share repurchase program and we repurchased \$6.2 million of common stock. On a year-to-date basis we have repurchased approximately \$46.5 million of common stock, representing approximately 4% of shares outstanding at the beginning of the year. Our regulatory capital ratios, which exclude the impact of the accumulated other comprehensive loss component of stockholders' equity, continue to be very strong. Our solid asset quality metrics and internal stress testing analyses continue to provide support for growing our balance sheet and future capital return to shareholders."

Dividends per common share were \$0.24 during the third quarter of 2022.

Book value per common share was \$26.55 at September 30, 2022 compared to \$26.41 at June 30, 2022. Tangible common book value per share (which represents common equity less goodwill and other intangible assets, divided by the number of shares outstanding) was \$22.34 at September 30, 2022 compared to \$22.20 at June 30, 2022. Excluding the impact of AOCI, the adjusted tangible common book value per share was \$24.75 at September 30, 2022 compared to \$24.01 at June 30, 2022 (see "Non-GAAP Reconciliation" tables at the end of this news release).

## Earnings Call Information

The Company will conduct a conference call at 8:30 a.m. (ET) on Friday, October 28, 2022, during which CEO O'Connor will discuss the Company's third quarter 2022 financial performance, with a question-and-answer session to follow.

The conference call will be simultaneously webcast (listen only) and archived for a period of one year at <https://events.q4inc.com/attendee/927279052>.

### Conference Call Details:

Dial-in for Live Call:

|                |                 |
|----------------|-----------------|
| United States: | 1-844-200-6205  |
| International: | +1-929-526-1599 |
| Access code:   | 728364          |

Telephone Replay:

A recording will be available until Friday, November 11, 2022.

|                |                  |
|----------------|------------------|
| United States: | 1-866-813-9403   |
| International: | +44-204-525-0658 |
| Access code:   | 471079           |

## ABOUT DIME COMMUNITY BANCSHARES, INC.

Dime Community Bancshares, Inc. is the holding company for Dime Community Bank, a New York State-chartered trust company with over \$12.8 billion in assets and the number one deposit market share among community banks on Greater Long Island<sup>(1)</sup>.

<sup>(1)</sup> Aggregate deposit market share for Kings, Queens, Nassau & Suffolk counties for community banks less than \$20 billion in assets.

*This news release contains a number of forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended and Section 21E of the Securities Exchange Act of 1934, as amended (the "Exchange Act"). These statements may be identified by use of words such as "annualized," "anticipate," "believe," "continue," "could," "estimate," "expect," "intend," "likely," "may," "outlook," "plan," "potential," "predict," "project," "should," "will," "would" and similar terms and phrases, including references to assumptions.*

*Forward-looking statements are based upon various assumptions and analyses made by the Company in light of management's experience and its perception of historical trends, current conditions and expected future developments, as well as other factors it believes are appropriate under the circumstances. These statements are not guarantees of future performance and are subject to risks, uncertainties and other factors (many of which are beyond the Company's control) that could cause actual results to differ materially from future results expressed or implied by such forward-looking statements. Accordingly, you should not place undue reliance on such statements. Factors that could affect our results include, without limitation, the following: the timing and occurrence or non-occurrence of events may be subject to circumstances beyond the Company's control; there may be increases in competitive pressure among financial institutions or from non-financial institutions; changes in the interest rate environment may affect demand for our products and reduce interest margins and the value of our investments; changes in deposit flows, loan demand or real estate values may adversely affect the business of the Company; changes in the quality and composition of the Company's loan or investment portfolios or unanticipated or significant increases in loan losses may negatively affect the Company's financial condition or results of operations; changes in accounting principles, policies or guidelines may cause the Company's financial condition to be perceived differently; changes in corporate and/or individual income tax laws may adversely affect the Company's financial condition or results of operations; general economic conditions, either nationally or locally in some or all areas in which the Company conducts business, or conditions in the securities markets or the banking industry may be less favorable than the Company currently anticipates; legislation or regulatory changes may adversely affect the Company's business; technological changes may be more difficult or expensive than the Company anticipates; there may be failures or breaches of information technology security systems; success or consummation of new business initiatives may be more difficult or expensive than the Company anticipates; and litigation or other matters before regulatory agencies, whether currently existing or commencing in the future, may delay the occurrence or non-occurrence of*

events longer than the Company anticipates. Further, given its ongoing and dynamic nature, it is difficult to predict what effects the COVID-19 pandemic will have on our business and results of operations. The pandemic and related local and national economic disruption may, among other effects, result in a decline in demand for our products and services; increased levels of loan delinquencies, problem assets and foreclosures; branch closures, work stoppages and unavailability of personnel; and increased cybersecurity risks, as employees work remotely. For discussion of these and other risks that may cause actual results to differ from expectations, please refer to the sections entitled "Forward-Looking Statements" and "Risk Factors" in the Company's most recent Annual Report on Form 10-K and updates set forth in the Company's subsequent Quarterly Reports on Form 10-Q and Current Reports on Form 8-K.

**Contact: Avinash Reddy**  
**Senior Executive Vice President – Chief Financial Officer**  
**718-782-6200 extension 5909**

**DIME COMMUNITY BANCSHARES, INC. AND SUBSIDIARIES**  
**UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION**  
(In thousands)

|                                                                                 | September 30,<br>2022 | June 30,<br>2022     | December 31,<br>2021 |
|---------------------------------------------------------------------------------|-----------------------|----------------------|----------------------|
| <b>Assets:</b>                                                                  |                       |                      |                      |
| Cash and due from banks                                                         | \$ 312,996            | \$ 281,487           | \$ 393,722           |
| Securities available-for-sale, at fair value                                    | 962,927               | 1,007,757            | 1,563,711            |
| Securities held-to-maturity                                                     | 591,403               | 579,965              | 179,309              |
| Loans held for sale                                                             | 289                   | 530                  | 5,493                |
| <b>Loans held for investment, net:</b>                                          |                       |                      |                      |
| C&I                                                                             | 900,768               | 941,944              | 867,542              |
| Owner-occupied commercial real estate                                           | 1,090,417             | 1,043,184            | 1,030,240            |
| Total business loans                                                            | 1,991,185             | 1,985,128            | 1,897,782            |
| One-to-four family and cooperative/condominium apartment                        | 722,081               | 691,586              | 669,282              |
| Multifamily residential and residential mixed-use <sup>(1)(2)</sup>             | 3,968,244             | 3,654,164            | 3,356,346            |
| Non-owner-occupied commercial real estate                                       | 3,174,102             | 3,048,188            | 2,915,708            |
| Acquisition, development, and construction                                      | 241,019               | 252,108              | 322,628              |
| Small Business Administration ("SBA") Paycheck Protection Program ("PPP") loans | 11,383                | 18,944               | 66,017               |
| Other loans                                                                     | 8,927                 | 10,789               | 16,898               |
| Allowance for credit losses                                                     | (81,935)              | (79,426)             | (83,853)             |
| <b>Total loans held for investment, net</b>                                     | <b>10,035,006</b>     | <b>9,581,481</b>     | <b>9,160,808</b>     |
| Premises and fixed assets, net                                                  | 47,406                | 48,686               | 50,368               |
| Premises held for sale                                                          | —                     | 556                  | 556                  |
| Restricted stock                                                                | 65,656                | 42,110               | 37,732               |
| Bank Owned Life Insurance ("BOLI")                                              | 331,105               | 328,928              | 295,789              |
| Goodwill                                                                        | 155,797               | 155,797              | 155,797              |
| Other intangible assets                                                         | 6,915                 | 7,346                | 8,362                |
| Operating lease assets                                                          | 57,916                | 59,511               | 64,258               |
| Derivative assets                                                               | 162,679               | 106,917              | 45,086               |
| Accrued interest receivable                                                     | 41,567                | 38,382               | 40,149               |
| Other assets                                                                    | 114,241               | 107,632              | 65,224               |
| <b>Total assets</b>                                                             | <b>\$ 12,885,903</b>  | <b>\$ 12,347,085</b> | <b>\$ 12,066,364</b> |
| <b>Liabilities:</b>                                                             |                       |                      |                      |
| Non-interest-bearing checking                                                   | \$ 3,830,676          | \$ 3,839,724         | \$ 3,920,423         |
| Interest-bearing checking                                                       | 936,082               | 870,974              | 905,717              |
| Savings                                                                         | 2,237,409             | 2,011,609            | 1,158,040            |
| Money market                                                                    | 2,553,729             | 2,884,382            | 3,621,552            |
| Certificates of deposit                                                         | 930,774               | 959,312              | 853,242              |
| <b>Total deposits</b>                                                           | <b>10,488,670</b>     | <b>10,566,001</b>    | <b>10,458,974</b>    |
| FHLBNY advances                                                                 | 620,000               | 100,000              | 25,000               |
| Other short-term borrowings                                                     | 2,124                 | 2,162                | 1,862                |
| Subordinated debt, net                                                          | 200,305               | 200,327              | 197,096              |
| Derivative cash collateral                                                      | 158,200               | 115,790              | 4,550                |
| Operating lease liabilities                                                     | 60,252                | 61,850               | 66,103               |
| Derivative liabilities                                                          | 144,343               | 93,420               | 40,728               |
| Other liabilities                                                               | 71,218                | 67,013               | 79,431               |
| <b>Total liabilities</b>                                                        | <b>11,745,112</b>     | <b>11,206,563</b>    | <b>10,873,744</b>    |
| <b>Stockholders' equity:</b>                                                    |                       |                      |                      |
| Preferred stock, Series A                                                       | 116,569               | 116,569              | 116,569              |
| Common stock                                                                    | 416                   | 416                  | 416                  |
| Additional paid-in capital                                                      | 495,232               | 495,266              | 494,125              |

|                                                                      |                      |                      |                      |
|----------------------------------------------------------------------|----------------------|----------------------|----------------------|
| Retained earnings                                                    | 733,783              | 705,371              | 654,726              |
| Accumulated other comprehensive loss ("AOCI"), net of deferred taxes | (93,036)             | (69,950)             | (6,181)              |
| Unearned equity awards                                               | (9,177)              | (10,260)             | (7,842)              |
| Treasury stock, at cost                                              | (102,996)            | (96,890)             | (59,193)             |
| <b>Total stockholders' equity</b>                                    | <b>1,140,791</b>     | <b>1,140,522</b>     | <b>1,192,620</b>     |
| <b>Total liabilities and stockholders' equity</b>                    | <b>\$ 12,885,903</b> | <b>\$ 12,347,085</b> | <b>\$ 12,066,364</b> |

(1) Includes loans underlying multifamily cooperatives.

(2) While the loans within this category are often considered "commercial real estate" in nature, multifamily and loans underlying cooperatives are here reported separately from commercial real estate loans in order to emphasize the residential nature of the collateral underlying this significant component of the total loan portfolio.

**DIME COMMUNITY BANCSHARES, INC. AND SUBSIDIARIES**  
**UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(Dollars in thousands except share and per share amounts)

|                                                     | Three Months Ended    |                  |                       | Nine Months Ended     |                       |
|-----------------------------------------------------|-----------------------|------------------|-----------------------|-----------------------|-----------------------|
|                                                     | September 30,<br>2022 | June 30,<br>2022 | September 30,<br>2021 | September 30,<br>2022 | September 30,<br>2021 |
| <b>Interest income:</b>                             |                       |                  |                       |                       |                       |
| Loans                                               | \$ 106,306            | \$ 93,102        | \$ 94,045             | \$ 285,828            | \$ 269,715            |
| Securities                                          | 7,374                 | 7,067            | 6,030                 | 21,572                | 15,537                |
| Other short-term investments                        | 847                   | 741              | 583                   | 1,956                 | 2,562                 |
| <b>Total interest income</b>                        | <b>114,527</b>        | <b>100,910</b>   | <b>100,658</b>        | <b>309,356</b>        | <b>287,814</b>        |
| <b>Interest expense:</b>                            |                       |                  |                       |                       |                       |
| Deposits and escrow                                 | 10,154                | 3,731            | 3,565                 | 16,416                | 13,666                |
| Borrowed funds                                      | 3,483                 | 3,573            | 2,265                 | 9,334                 | 8,225                 |
| Derivative cash collateral                          | 452                   | 94               | —                     | 547                   | —                     |
| <b>Total interest expense</b>                       | <b>14,089</b>         | <b>7,398</b>     | <b>5,830</b>          | <b>26,297</b>         | <b>21,891</b>         |
| <b>Net interest income</b>                          | <b>100,438</b>        | <b>93,512</b>    | <b>94,828</b>         | <b>283,059</b>        | <b>265,923</b>        |
| <b>Provision (credit) for credit losses</b>         | <b>6,587</b>          | <b>44</b>        | <b>(5,187)</b>        | <b>5,039</b>          | <b>6,344</b>          |
| <b>Net interest income after provision (credit)</b> | <b>93,851</b>         | <b>93,468</b>    | <b>100,015</b>        | <b>278,020</b>        | <b>259,579</b>        |
| <b>Non-interest income:</b>                         |                       |                  |                       |                       |                       |
| Service charges and other fees                      | 3,866                 | 4,337            | 4,581                 | 12,261                | 11,377                |
| Title fees                                          | 474                   | 683              | 482                   | 1,578                 | 1,603                 |
| Loan level derivative income                        | 549                   | 1,685            | 445                   | 2,240                 | 2,796                 |
| BOLI income                                         | 2,177                 | 4,143            | 2,249                 | 8,159                 | 5,181                 |
| Gain on sale of SBA loans                           | 211                   | 723              | 348                   | 1,176                 | 1,485                 |
| Gain on sale of PPP loans                           | —                     | —                | —                     | —                     | 20,697                |
| Gain on sale of residential loans                   | 54                    | 191              | 304                   | 393                   | 1,533                 |
| Net gain on equity securities                       | —                     | —                | —                     | —                     | 131                   |
| Net gain on sale of securities and other assets     | 1,397                 | —                | —                     | 1,397                 | 730                   |
| Loss on termination of derivatives                  | —                     | —                | —                     | —                     | (16,505)              |
| Other                                               | 634                   | 362              | 1,319                 | 1,485                 | 2,861                 |
| <b>Total non-interest income</b>                    | <b>9,362</b>          | <b>12,124</b>    | <b>9,728</b>          | <b>28,689</b>         | <b>31,889</b>         |
| <b>Non-interest expense:</b>                        |                       |                  |                       |                       |                       |
| Salaries and employee benefits                      | 29,188                | 28,454           | 28,276                | 88,476                | 80,693                |
| Severance                                           | —                     | 2,193            | —                     | 2,193                 | 1,875                 |
| Occupancy and equipment                             | 7,884                 | 7,396            | 7,814                 | 22,864                | 22,913                |
| Data processing costs                               | 3,434                 | 3,913            | 3,573                 | 11,152                | 12,132                |
| Marketing                                           | 1,531                 | 1,515            | 1,054                 | 4,341                 | 2,702                 |
| Professional services                               | 2,116                 | 2,028            | 2,751                 | 6,238                 | 7,154                 |
| Federal deposit insurance premiums                  | 800                   | 1,150            | 1,173                 | 3,100                 | 3,046                 |
| Loss on extinguishment of debt                      | —                     | 740              | —                     | 740                   | 1,751                 |
| Curtailment loss                                    | —                     | —                | —                     | —                     | 1,543                 |
| Merger expenses and transaction costs               | —                     | —                | 2,472                 | —                     | 42,250                |
| Branch restructuring                                | —                     | —                | 4,518                 | —                     | 6,177                 |
| Amortization of other intangible assets             | 431                   | 430              | 715                   | 1,447                 | 1,907                 |
| Other                                               | 2,918                 | 4,019            | 4,437                 | 9,477                 | 10,327                |
| <b>Total non-interest expense</b>                   | <b>48,302</b>         | <b>51,838</b>    | <b>56,783</b>         | <b>150,028</b>        | <b>194,470</b>        |
| <b>Income before taxes</b>                          | <b>54,911</b>         | <b>53,754</b>    | <b>52,960</b>         | <b>156,681</b>        | <b>96,998</b>         |
| <b>Income tax expense</b>                           | <b>15,430</b>         | <b>15,269</b>    | <b>14,565</b>         | <b>44,184</b>         | <b>28,359</b>         |
| <b>Net income</b>                                   | <b>39,481</b>         | <b>38,485</b>    | <b>38,395</b>         | <b>112,497</b>        | <b>68,639</b>         |
| Preferred stock dividends                           | 1,822                 | 1,822            | 1,822                 | 5,465                 | 5,465                 |
| <b>Net income available to common stockholders</b>  | <b>\$ 37,659</b>      | <b>\$ 36,663</b> | <b>\$ 36,573</b>      | <b>\$ 107,032</b>     | <b>\$ 63,174</b>      |
| <b>Earnings per common share ("EPS"):</b>           |                       |                  |                       |                       |                       |

|                                                          |    |                   |    |            |    |            |    |                   |    |            |
|----------------------------------------------------------|----|-------------------|----|------------|----|------------|----|-------------------|----|------------|
| <b>Basic</b>                                             | \$ | <b>0.98</b>       | \$ | 0.94       | \$ | 0.89       | \$ | <b>2.74</b>       | \$ | 1.62       |
| <b>Diluted</b>                                           | \$ | <b>0.98</b>       | \$ | 0.94       | \$ | 0.89       | \$ | <b>2.74</b>       | \$ | 1.62       |
| <b>Average common shares outstanding for diluted EPS</b> |    | <b>38,165,681</b> |    | 38,631,683 |    | 40,426,161 |    | <b>38,678,894</b> |    | 38,574,857 |

**DIME COMMUNITY BANCSHARES, INC. AND SUBSIDIARIES**  
**UNAUDITED SELECTED FINANCIAL HIGHLIGHTS**  
(Dollars in thousands except per share amounts)

|                                                                         | At or For the Three Months Ended |                  |                       | At or For the Nine Months Ended |                       |
|-------------------------------------------------------------------------|----------------------------------|------------------|-----------------------|---------------------------------|-----------------------|
|                                                                         | September 30,<br>2022            | June 30,<br>2022 | September 30,<br>2021 | September 30,<br>2022           | September 30,<br>2021 |
| <b>Per Share Data:</b>                                                  |                                  |                  |                       |                                 |                       |
| Reported EPS (Diluted)                                                  | \$ <b>0.98</b>                   | \$ 0.94          | \$ 0.89               | \$ <b>2.74</b>                  | \$ 1.62               |
| Cash dividends paid per common share                                    | <b>0.24</b>                      | 0.24             | 0.24                  | <b>0.72</b>                     | 0.72                  |
| Book value per common share                                             | <b>26.55</b>                     | 26.41            | 26.64                 | <b>26.55</b>                    | 26.64                 |
| Tangible common book value per share <sup>(1)</sup>                     | <b>22.34</b>                     | 22.20            | 22.60                 | <b>22.34</b>                    | 22.60                 |
| Tangible common book value per share excluding AOCI <sup>(1)</sup>      | <b>24.75</b>                     | 24.01            | 22.63                 | <b>24.75</b>                    | 22.63                 |
| Common shares outstanding                                               | <b>38,572</b>                    | 38,769           | 40,715                | <b>38,572</b>                   | 40,715                |
| Dividend payout ratio                                                   | <b>24.49%</b>                    | 25.53%           | 26.97%                | <b>26.28%</b>                   | 44.44%                |
| <b>Performance Ratios (Based upon Reported Net Income):</b>             |                                  |                  |                       |                                 |                       |
| Return on average assets                                                | <b>1.26%</b>                     | 1.27%            | 1.22%                 | <b>1.22%</b>                    | 0.76%                 |
| Return on average equity                                                | <b>13.56</b>                     | 13.44            | 12.69                 | <b>12.83</b>                    | 8.00                  |
| Return on average tangible common equity <sup>(1)</sup>                 | <b>17.15</b>                     | 17.08            | 15.96                 | <b>16.20</b>                    | 9.84                  |
| Net interest margin                                                     | <b>3.38</b>                      | 3.29             | 3.20                  | <b>3.29</b>                     | 3.15                  |
| Non-interest expense to average assets                                  | <b>1.54</b>                      | 1.71             | 1.80                  | <b>1.63</b>                     | 2.16                  |
| Efficiency ratio <sup>(1)</sup>                                         | <b>44.0</b>                      | 49.1             | 54.3                  | <b>48.1</b>                     | 65.3                  |
| Effective tax rate                                                      | <b>28.10</b>                     | 28.41            | 27.50                 | <b>28.20</b>                    | 29.24                 |
| <b>Balance Sheet Data:</b>                                              |                                  |                  |                       |                                 |                       |
| Average assets                                                          | \$ <b>12,550,626</b>             | \$ 12,121,949    | \$ 12,584,372         | \$ <b>12,292,051</b>            | \$ 12,009,522         |
| Average interest-earning assets                                         | <b>11,782,361</b>                | 11,412,350       | 11,765,298            | <b>11,511,149</b>               | 11,277,257            |
| Average tangible common equity <sup>(1)</sup>                           | <b>885,182</b>                   | 865,329          | 929,131               | <b>889,044</b>                  | 873,481               |
| Loan-to-deposit ratio at end of period                                  | <b>96.5</b>                      | 91.4             | 87.0                  | <b>96.5</b>                     | 87.0                  |
| <b>Capital Ratios and Reserves - Consolidated:</b>                      |                                  |                  |                       |                                 |                       |
| <b>(3)</b>                                                              |                                  |                  |                       |                                 |                       |
| Tangible common equity to tangible assets <sup>(1)</sup>                | <b>6.77%</b>                     | 7.07%            | 7.54%                 |                                 |                       |
| Tangible common equity excluding AOCI to tangible assets <sup>(1)</sup> | <b>7.45</b>                      | 7.60             | 7.55                  |                                 |                       |
| Tangible equity to tangible assets <sup>(1)</sup>                       | <b>7.69</b>                      | 8.02             | 8.50                  |                                 |                       |
| Tangible equity excluding AOCI to tangible assets <sup>(1)</sup>        | <b>8.36</b>                      | 8.55             | 8.51                  |                                 |                       |
| Tier 1 common equity ratio                                              | <b>9.13</b>                      | 9.28             | 9.92                  |                                 |                       |
| Tier 1 risk-based capital ratio                                         | <b>10.25</b>                     | 10.44            | 11.17                 |                                 |                       |
| Total risk-based capital ratio                                          | <b>12.98</b>                     | 13.26            | 14.13                 |                                 |                       |
| Tier 1 leverage ratio                                                   | <b>8.61</b>                      | 8.71             | 8.37                  |                                 |                       |
| CRE consolidated concentration ratio <sup>(2)</sup>                     | <b>555</b>                       | 534              | 516                   |                                 |                       |
| Allowance for credit losses/ Total loans                                | <b>0.81</b>                      | 0.82             | 0.88                  |                                 |                       |
| Allowance for credit losses/ Non-performing loans                       | <b>199.45</b>                    | 218.80           | 238.84                |                                 |                       |

<sup>(1)</sup> See "Non-GAAP Reconciliation" tables for reconciliation of tangible equity, tangible common equity, and tangible assets.

<sup>(2)</sup> The CRE consolidated concentration ratio is calculated using the sum of commercial real estate, excluding owner-occupied commercial real estate, multifamily, and acquisition, development, and construction, divided by consolidated capital. September 30, 2022 amounts are preliminary pending completion and filing of the Company's regulatory reports.

<sup>(3)</sup> September 30, 2022 amounts are preliminary pending completion and filing of the Company's regulatory reports.

**DIME COMMUNITY BANCSHARES, INC. AND SUBSIDIARIES**  
**UNAUDITED AVERAGE BALANCES AND NET INTEREST INCOME**  
(Dollars in thousands)

|                                                             | Three Months Ended |            |                     |                 |           |                     |                    |           |                     |
|-------------------------------------------------------------|--------------------|------------|---------------------|-----------------|-----------|---------------------|--------------------|-----------|---------------------|
|                                                             | September 30, 2022 |            |                     | June 30, 2022   |           |                     | September 30, 2021 |           |                     |
|                                                             | Average Balance    | Interest   | Average Yield/ Cost | Average Balance | Interest  | Average Yield/ Cost | Average Balance    | Interest  | Average Yield/ Cost |
| Assets:                                                     |                    |            |                     |                 |           |                     |                    |           |                     |
| Interest-earning assets:                                    |                    |            |                     |                 |           |                     |                    |           |                     |
| Real estate loans                                           | \$ 8,981,848       | \$ 92,309  | 4.08%               | \$ 8,532,979    | \$ 81,454 | 3.83%               | \$ 8,289,973       | \$ 78,820 | 3.77%               |
| Commercial and industrial loans                             | 940,628            | 13,837     | 5.84                | 935,813         | 11,503    | 4.93                | 1,134,980          | 14,786    | 5.17                |
| Other loans                                                 | 10,566             | 160        | 6.01                | 11,571          | 145       | 5.03                | 21,391             | 439       | 8.14                |
| Securities                                                  | 1,666,398          | 7,374      | 1.76                | 1,695,702       | 7,067     | 1.67                | 1,438,348          | 6,030     | 1.66                |
| Other short-term investments                                | 182,921            | 847        | 1.84                | 236,285         | 741       | 1.26                | 880,606            | 583       | 0.26                |
| Total interest-earning assets                               | 11,782,361         | 114,527    | 3.86%               | 11,412,350      | 100,910   | 3.55%               | 11,765,298         | 100,658   | 3.39%               |
| Non-interest-earning assets                                 | 768,265            |            |                     | 709,599         |           |                     | 819,074            |           |                     |
| Total assets                                                | \$12,550,626       |            |                     | \$12,121,949    |           |                     | \$12,584,372       |           |                     |
| Liabilities and Stockholders' Equity:                       |                    |            |                     |                 |           |                     |                    |           |                     |
| Interest-bearing liabilities:                               |                    |            |                     |                 |           |                     |                    |           |                     |
| Interest-bearing checking                                   | \$ 833,386         | \$ 970     | 0.46%               | \$ 858,402      | \$ 604    | 0.28%               | \$ 1,000,435       | \$ 388    | 0.15%               |
| Money market                                                | 2,651,459          | 2,046      | 0.31                | 3,148,472       | 1,240     | 0.16                | 3,698,124          | 1,467     | 0.16                |
| Savings                                                     | 2,243,887          | 4,951      | 0.88                | 1,509,776       | 859       | 0.23                | 1,335,310          | 170       | 0.05                |
| Certificates of deposit                                     | 988,827            | 2,187      | 0.88                | 827,286         | 1,028     | 0.50                | 1,138,853          | 1,540     | 0.54                |
| Total interest-bearing deposits                             | 6,717,559          | 10,154     | 0.60                | 6,343,936       | 3,731     | 0.24                | 7,172,722          | 3,565     | 0.20                |
| FHLBNY advances                                             | 166,739            | 430        | 1.02                | 79,176          | 172       | 0.87                | 25,000             | 59        | 0.94                |
| Subordinated debt, net                                      | 200,320            | 2,553      | 5.06                | 273,470         | 3,309     | 4.85                | 197,172            | 2,206     | 4.44                |
| Other short-term borrowings                                 | 75,975             | 500        | 2.61                | 54,229          | 92        | 0.68                | 2,290              | —         | —                   |
| Total borrowings                                            | 443,034            | 3,483      | 3.12                | 406,875         | 3,573     | 3.52                | 224,462            | 2,265     | 4.00                |
| Derivative cash collateral                                  | 111,325            | 452        | 1.61                | 98,995          | 94        | 0.38                | 1,695              | —         | —                   |
| Total interest-bearing liabilities                          | 7,271,918          | 14,089     | 0.77%               | 6,849,806       | 7,398     | 0.43%               | 7,398,879          | 5,830     | 0.31%               |
| Non-interest-bearing checking                               | 3,894,093          |            |                     | 3,935,765       |           |                     | 3,787,928          |           |                     |
| Other non-interest-bearing liabilities                      | 219,883            |            |                     | 191,066         |           |                     | 186,977            |           |                     |
| Total liabilities                                           | 11,385,894         |            |                     | 10,976,637      |           |                     | 11,373,784         |           |                     |
| Stockholders' equity                                        | 1,164,732          |            |                     | 1,145,312       |           |                     | 1,210,588          |           |                     |
| Total liabilities and stockholders' equity                  | \$12,550,626       |            |                     | \$12,121,949    |           |                     | \$12,584,372       |           |                     |
| Net interest income                                         |                    | \$ 100,438 |                     |                 | \$ 93,512 |                     |                    | \$ 94,828 |                     |
| Net interest rate spread                                    |                    |            | 3.09%               |                 |           | 3.12%               |                    |           | 3.08%               |
| Net interest margin                                         |                    |            | 3.38%               |                 |           | 3.29%               |                    |           | 3.20%               |
| Deposits (including non-interest-bearing checking accounts) | \$10,611,652       | \$ 10,154  | 0.38%               | \$10,279,701    | \$ 3,731  | 0.15%               | \$10,960,650       | \$ 3,565  | 0.13%               |

**DIME COMMUNITY BANCSHARES, INC. AND SUBSIDIARIES**  
**UNAUDITED SCHEDULE OF NON-PERFORMING ASSETS**  
(Dollars in thousands)

| Asset Quality Detail                                                            | At or For the Three Months Ended |               |                    |
|---------------------------------------------------------------------------------|----------------------------------|---------------|--------------------|
|                                                                                 | September 30, 2022               | June 30, 2022 | September 30, 2021 |
| Non-performing loans ("NPLs") <sup>(1)</sup>                                    |                                  |               |                    |
| One-to-four family residential, including condominium and cooperative apartment | \$ 3,219                         | \$ 3,128      | \$ 4,938           |
| Multifamily residential and residential mixed-use                               | —                                | —             | 859                |
| Commercial real estate                                                          | 7,673                            | 5,020         | 4,122              |
| Acquisition, development, and construction                                      | 657                              | 657           | —                  |
| C&I                                                                             | 29,532                           | 27,365        | 23,727             |
| Other                                                                           | —                                | 131           | 374                |
| Total Non-accrual loans                                                         | \$ 41,081                        | \$ 36,301     | \$ 34,020          |
| Total Non-performing assets ("NPAs")                                            | \$ 41,081                        | \$ 36,301     | \$ 34,020          |
| Loans 90 days delinquent and accruing ("90+ Delinquent")                        |                                  |               |                    |
| One-to-four family residential, including condominium and cooperative apartment | \$ —                             | \$ 341        | \$ 5,021           |
| Multifamily residential and residential mixed-use                               | —                                | —             | —                  |
| Commercial real estate                                                          | —                                | —             | 1,004              |

|                                            |                 |               |                 |
|--------------------------------------------|-----------------|---------------|-----------------|
| Acquisition, development, and construction | —               | —             | —               |
| C&I                                        | 2,781           | 24            | 257             |
| Other                                      | —               | —             | —               |
| 90+ Delinquent                             | <u>\$ 2,781</u> | <u>\$ 365</u> | <u>\$ 6,282</u> |
| NPAs and 90+ Delinquent                    | \$ 43,862       | \$ 36,666     | \$ 40,302       |
| NPAs and 90+ Delinquent / Total assets     | 0.34%           | 0.30%         | 0.33%           |
| Net charge-offs (recoveries) ("NCOs")      | \$ 3,932        | \$ 555        | \$ 4,191        |
| NCOs / Average loans <sup>(1)</sup>        | 0.16%           | 0.02%         | 0.18%           |

(1) Calculated based on annualized NCOs to average loans, excluding loans held for sale.

### DIME COMMUNITY BANCSHARES, INC. AND SUBSIDIARIES NON-GAAP RECONCILIATION

(Dollars in thousands except per share amounts)

The following tables below provide a reconciliation of certain financial measures calculated under generally accepted accounting principles ("GAAP") (as reported) and non-GAAP measures. A non-GAAP financial measure is a numerical measure of historical or future financial performance, financial position or cash flows that excludes or includes amounts that are required to be disclosed in the most directly comparable measure calculated and presented in accordance with GAAP in the United States. The Company's management believes the presentation of non-GAAP financial measures provide investors with a greater understanding of the Company's operating results in addition to the results measured in accordance with GAAP. While management uses these non-GAAP measures in its analysis of the Company's performance, this information should not be viewed as a substitute for financial results determined in accordance with GAAP or considered to be more important than financial results determined in accordance with GAAP.

The following non-GAAP financial measures exclude pre-tax income and expenses associated with the Company's February 2021 merger with Bridge Bancorp, Inc., as well as a gain on sale of a branch property, branch restructuring, gain on sale of PPP loans, severance, and loss on extinguishment of debt:

|                                                                                                       | Three Months Ended    |                  |                       | Nine Months Ended     |                       |
|-------------------------------------------------------------------------------------------------------|-----------------------|------------------|-----------------------|-----------------------|-----------------------|
|                                                                                                       | September 30,<br>2022 | June 30,<br>2022 | September 30,<br>2021 | September 30,<br>2022 | September 30,<br>2021 |
| <b>Reconciliation of Reported and Adjusted (non-GAAP) Net Income Available to Common Stockholders</b> |                       |                  |                       |                       |                       |
| Reported net income available to common stockholders                                                  | \$ 37,659             | \$ 36,663        | \$ 36,573             | \$ 107,032            | \$ 63,174             |
| Adjustments to net income <sup>(1)</sup> :                                                            |                       |                  |                       |                       |                       |
| Provision for credit losses - Non-PCD loans (double-count)                                            | —                     | —                | —                     | —                     | 20,278                |
| Gain on sale of PPP loans                                                                             | —                     | —                | —                     | —                     | (20,697)              |
| Net gain on sale of securities and other assets                                                       | (1,397)               | —                | —                     | (1,397)               | (710)                 |
| Loss on termination of derivatives                                                                    | —                     | —                | —                     | —                     | 16,505                |
| Severance                                                                                             | —                     | 2,193            | —                     | 2,193                 | 1,875                 |
| Loss on extinguishment of debt                                                                        | —                     | 740              | —                     | 740                   | 1,751                 |
| Curtailment loss                                                                                      | —                     | —                | —                     | —                     | 1,543                 |
| Merger expenses and transaction costs <sup>(2)</sup>                                                  | —                     | —                | 2,472                 | —                     | 42,250                |
| Branch restructuring                                                                                  | —                     | —                | 4,518                 | —                     | 6,177                 |
| Income tax effect of adjustments and other tax adjustments                                            | 440                   | (295)            | (2,191)               | 145                   | (19,187)              |
| Adjusted net income available to common stockholders (non-GAAP)                                       | \$ 36,702             | \$ 39,301        | \$ 41,372             | \$ 108,713            | \$ 112,959            |
| <b>Adjusted Ratios (Based upon non-GAAP as calculated above)</b>                                      |                       |                  |                       |                       |                       |
| Adjusted EPS (Diluted)                                                                                | \$ 0.95               | \$ 1.01          | \$ 1.01               | \$ 2.78               | \$ 2.90               |
| Adjusted return on average assets                                                                     | 1.23 %                | 1.36 %           | 1.37 %                | 1.24 %                | 1.31 %                |
| Adjusted return on average equity                                                                     | 13.23                 | 14.36            | 14.27                 | 13.02                 | 13.80                 |
| Adjusted return on average tangible common equity                                                     | 16.72                 | 18.30            | 18.02                 | 16.45                 | 17.44                 |
| Adjusted non-interest expense to average assets                                                       | 1.53                  | 1.60             | 1.56                  | 1.58                  | 1.54                  |
| Adjusted efficiency ratio                                                                             | 44.2                  | 45.9             | 46.9                  | 46.9                  | 47.4                  |

(1) Adjustments to net income are taxed at the Company's statutory tax rate of approximately 31% unless otherwise noted.

(2) Certain merger expenses and transaction costs are non-taxable expense.

The following table presents a reconciliation of operating expense as a percentage of average assets (as reported) and adjusted operating expense as a percentage of average assets (non-GAAP):

|                                                                       | Three Months Ended    |                  |                       | Nine Months Ended     |                       |
|-----------------------------------------------------------------------|-----------------------|------------------|-----------------------|-----------------------|-----------------------|
|                                                                       | September 30,<br>2022 | June 30,<br>2022 | September 30,<br>2021 | September 30,<br>2022 | September 30,<br>2021 |
| <b>Operating expense as a % of average assets - as reported</b>       | <b>1.54 %</b>         | <b>1.71 %</b>    | <b>1.80 %</b>         | <b>1.63 %</b>         | <b>2.16 %</b>         |
| Loss on extinguishment of debt                                        | —                     | (0.03)           | —                     | (0.01)                | (0.02)                |
| Curtailment loss                                                      | —                     | —                | —                     | —                     | (0.02)                |
| Severance                                                             | —                     | (0.07)           | —                     | (0.02)                | (0.02)                |
| Merger expenses and transaction costs                                 | —                     | —                | (0.08)                | —                     | (0.47)                |
| Branch restructuring                                                  | —                     | —                | (0.14)                | —                     | (0.07)                |
| Amortization of other intangible assets                               | (0.01)                | (0.01)           | (0.02)                | (0.02)                | (0.02)                |
| <b>Adjusted operating expense as a % of average assets (non-GAAP)</b> | <b>1.53</b>           | <b>1.60</b>      | <b>1.56</b>           | <b>1.58</b>           | <b>1.54</b>           |

The following table presents a reconciliation of efficiency ratio (non-GAAP) and adjusted efficiency ratio (non-GAAP):

|                                                                  | Three Months Ended    |                  |                       | Nine Months Ended     |                       |
|------------------------------------------------------------------|-----------------------|------------------|-----------------------|-----------------------|-----------------------|
|                                                                  | September 30,<br>2022 | June 30,<br>2022 | September 30,<br>2021 | September 30,<br>2022 | September 30,<br>2021 |
| <b>Efficiency ratio - as reported (non-GAAP) (1)</b>             | <b>44.0 %</b>         | <b>49.1 %</b>    | <b>54.3 %</b>         | <b>48.1 %</b>         | <b>65.3 %</b>         |
| Non-interest expense - as reported                               | \$ 48,302             | \$ 51,838        | \$ 56,783             | \$ 150,028            | \$ 194,470            |
| Severance                                                        | —                     | (2,193)          | —                     | (2,193)               | (1,875)               |
| Merger expenses and transaction costs                            | —                     | —                | (2,472)               | —                     | (42,250)              |
| Branch restructuring                                             | —                     | —                | (4,518)               | —                     | (6,177)               |
| Loss on extinguishment of debt                                   | —                     | (740)            | —                     | (740)                 | (1,751)               |
| Curtailment loss                                                 | —                     | —                | —                     | —                     | (1,543)               |
| Amortization of other intangible assets                          | (431)                 | (430)            | (715)                 | (1,447)               | (1,907)               |
| Adjusted non-interest expense (non-GAAP)                         | \$ 47,871             | \$ 48,475        | \$ 49,078             | \$ 145,648            | \$ 138,967            |
| Net interest income - as reported                                | \$ 100,438            | \$ 93,512        | \$ 94,828             | \$ 283,059            | \$ 265,923            |
| Non-interest income - as reported                                | \$ 9,362              | \$ 12,124        | \$ 9,728              | \$ 28,689             | \$ 31,889             |
| Gain on sale of PPP loans                                        | —                     | —                | —                     | —                     | (20,697)              |
| Net gain on sale of securities and other assets                  | (1,397)               | —                | —                     | (1,397)               | (710)                 |
| Loss on termination of derivatives                               | —                     | —                | —                     | —                     | 16,505                |
| Adjusted non-interest income (non-GAAP)                          | \$ 7,965              | \$ 12,124        | \$ 9,728              | \$ 27,292             | \$ 26,987             |
| Adjusted total revenues for adjusted efficiency ratio (non-GAAP) | \$ 108,403            | \$ 105,636       | \$ 104,556            | \$ 310,351            | \$ 292,910            |
| <b>Adjusted efficiency ratio (non-GAAP) (2)</b>                  | <b>44.2 %</b>         | <b>45.9 %</b>    | <b>46.9 %</b>         | <b>46.9 %</b>         | <b>47.4 %</b>         |

(1) The reported efficiency ratio is a non-GAAP measure calculated by dividing GAAP non-interest expense by the sum of GAAP net interest income and GAAP non-interest income.

(2) The adjusted efficiency ratio is a non-GAAP measure calculated by dividing adjusted non-interest expense by the sum of GAAP net interest income and adjusted non-interest income.

The following table presents the tangible common equity to tangible assets, tangible equity to tangible assets, and tangible common book value per share calculations (non-GAAP):

|                                                                 | September 30,<br>2022 | June 30,<br>2022 | September 30,<br>2021 |
|-----------------------------------------------------------------|-----------------------|------------------|-----------------------|
| <b>Reconciliation of Tangible Assets:</b>                       |                       |                  |                       |
| Total assets                                                    | \$ 12,885,903         | \$ 12,347,085    | \$ 12,364,381         |
| Goodwill                                                        | (155,797)             | (155,797)        | (155,339)             |
| Other intangible assets                                         | (6,915)               | (7,346)          | (9,077)               |
| Tangible assets (non-GAAP)                                      | \$ 12,723,191         | \$ 12,183,942    | \$ 12,199,965         |
| <b>Reconciliation of Tangible Common Equity - Consolidated:</b> |                       |                  |                       |
| Total stockholders' equity                                      | \$ 1,140,791          | \$ 1,140,522     | \$ 1,201,117          |
| Goodwill                                                        | (155,797)             | (155,797)        | (155,339)             |
| Other intangible assets                                         | (6,915)               | (7,346)          | (9,077)               |
| Tangible equity (non-GAAP)                                      | 978,079               | 977,379          | 1,036,701             |
| Preferred stock, net                                            | (116,569)             | (116,569)        | (116,569)             |
| Tangible common equity (non-GAAP)                               | \$ 861,510            | \$ 860,810       | \$ 920,132            |
| Tangible common equity (non-GAAP)                               | \$ 861,510            | \$ 860,810       | \$ 920,132            |
| AOCI, net of deferred taxes                                     | 93,036                | 69,950           | 1,042                 |
| Tangible common equity excluding AOCI (non-GAAP)                | \$ 954,546            | \$ 930,760       | \$ 921,174            |

|                                                                     |               |               |              |
|---------------------------------------------------------------------|---------------|---------------|--------------|
| Tangible equity (non-GAAP)                                          | \$ 978,079    | \$ 977,379    | \$ 1,036,701 |
| AOCI, net of deferred taxes                                         | <u>93,036</u> | <u>69,950</u> | <u>1,042</u> |
| Tangible equity excluding AOCI (non-GAAP)                           | \$ 1,071,115  | \$ 1,047,329  | \$ 1,037,743 |
| Common shares outstanding                                           | 38,572        | 38,769        | 40,715       |
| Tangible common equity to tangible assets (non-GAAP)                | 6.77 %        | 7.07 %        | 7.54 %       |
| Tangible common equity excluding AOCI to tangible assets (non-GAAP) | 7.45          | 7.60          | 7.55         |
| Tangible equity to tangible assets (non-GAAP)                       | 7.69          | 8.02          | 8.50         |
| Tangible equity excluding AOCI to tangible assets (non-GAAP)        | 8.36          | 8.55          | 8.51         |
| Book value per share                                                | \$ 26.55      | \$ 26.41      | \$ 26.64     |
| Tangible common book value per share (non-GAAP)                     | 22.34         | 22.20         | 22.60        |
| Tangible common book value per share excluding AOCI (non-GAAP)      | 24.75         | 24.01         | 22.63        |



Source: Dime Community Bancshares, Inc.