

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

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

Date of Report (Date of earliest event reported): April 22, 2015

United Community Banks, Inc.

(Exact name of registrant as specified in its charter)

Georgia
(State or other jurisdiction of
incorporation)

No. 001-35095
(Commission File Number)

No. 58-180-7304
(IRS Employer
Identification No.)

125 Highway 515 East
Blairsville, Georgia 30512
(Address of principal executive offices)

Registrant's telephone number, including area code:
(706) 781-2265

Not applicable
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240-13e-4(c))
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Item 2.02 Results of Operations and Financial Condition.

On April 22, 2015, United Community Banks, Inc. (the “Registrant”) issued a news release announcing its financial results for the quarter ended March 31, 2015 (the “News Release”). The News Release, including financial schedules, is attached as Exhibit 99.1 to this Current Report on Form 8-K and is incorporated herein by reference. In connection with issuing the News Release, on April 22, 2015 at 11:00 a.m. ET, the Registrant intends to hold a conference call/webcast to discuss the News Release. In addition to the News Release, during the conference call the Registrant intends to discuss certain financial information contained in the First Quarter 2015 Investor Presentation (the “Investor Presentation”), which will be posted to the Registrant’s website at www.ucbi.com. The Investor Presentation is attached as Exhibit 99.2 to this Current Report on Form 8-K and is incorporated herein by reference.

The presentation of the Registrant’s financial results includes core earnings measures, which are measures of performance determined by methods other than in accordance with generally accepted accounting principles, or GAAP. Management included non-GAAP core earnings measures because it believes they are useful for evaluating the Registrant’s operations and performance over periods of time, and uses core earnings measures in managing and evaluating the Registrant’s business and intends to refer to them in discussions about the Registrant’s operations and performance. Core earnings measures exclude credit related costs such as the provision for loan losses and foreclosed property expense, securities gains and losses, income taxes and other items of a non-recurring nature. Core earnings measures are useful in evaluating the underlying earnings performance trends of the Registrant. Management believes these non-GAAP performance measures may provide users of the Registrant’s financial information with a meaningful measure for assessing the Registrant’s financial results and comparing those financial results to prior periods.

Core earnings measures should be viewed in addition to, and not as an alternative to or substitute for, the Registrant’s performance measures determined in accordance with GAAP, and are not necessarily comparable to non-GAAP performance measures that may be presented by other companies.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits

<u>Exhibit No.</u>	<u>Description</u>
99.1	News Release, dated April 22, 2015
99.2	Investor Presentation, First Quarter 2015

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

UNITED COMMUNITY BANKS, INC.

By: /s/ Rex S. Schuette

Rex S. Schuette

Executive Vice President and

Chief Financial Officer

Date: April 22, 2015



For Immediate Release

For more information:

Rex S. Schuette
Chief Financial Officer
(706) 781-2266
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**UNITED COMMUNITY BANKS, INC. REPORTS
NET INCOME OF \$17.7 MILLION FOR FIRST QUARTER 2015,
UP 15 PERCENT FROM A YEAR AGO**

- Earnings per diluted share of 29 cents, up 16 percent from first quarter of 2014
- Loans up \$116 million, or 10 percent annualized
- Core transaction deposits up \$206 million, or 22 percent annualized
- Net interest margin holds steady at 3.31 percent
- Regulatory approvals received for acquisition of MoneyTree Corporation / First National Bank
- Announced merger with Palmetto Bancshares

BLAIRSVILLE, GA – April 22, 2015 – United Community Banks, Inc. (NASDAQ: UCBI) (“United”) today reported net income of \$17.7 million, or 29 cents per diluted share, for the first quarter of 2015. Earnings per share were up 16 percent from a year ago. The increase reflects strong loan and core deposit growth, a stable net interest margin and growth in fee revenue.

“I am very pleased with our strong first quarter financial results and our outlook for the remainder of the year,” said Jimmy Tallent, chairman and chief executive officer. “We had solid loan growth and a steady net interest margin. Fee revenue was up with meaningful increases in our mortgage and brokerage businesses and higher gains from our SBA lending business. Our return on assets was .94 percent, and return on equity was 9.3 percent.”

Tallent continued, “The first quarter also included three non-core items. We repaid \$6 million in structured repurchase agreements that we were paying 4 percent interest, and redeemed \$15.5 million in trust preferred securities that we were paying an average rate of 11 percent interest, resulting in total prepayment charges of \$1.04 million that were included in fee revenue. Repayment of these instruments will result in approximately \$1.9 million in annual interest savings. Also, we paid the FDIC \$690,000 to close the loss sharing agreements related to our acquisition of Southern Community Bank in June of 2009. In addition to administrative cost savings, we will now retain 100 percent of the recoveries from previously covered losses. This will more than offset the \$690,000 payment within the next two years. And, we had securities gains of \$1.54 million that offset most of the \$1.73 million impact of these other non-core items.”

Tallent continued, “First quarter net loan growth of \$116 million was driven by strong loan production of \$423 million across all United markets. Our community banks originated \$314 million of loan production while our specialized lending area, which includes our health care, corporate, SBA, asset-based, middle market and commercial real estate lending businesses, produced \$108 million. Core deposit growth was another contributing factor with a linked-quarter increase of \$206 million, or 22 percent annualized. Increased demand deposits in our Atlanta and north Georgia markets drove over half of this growth.”

First quarter taxable equivalent net interest revenue totaled \$57.6 million, down \$715,000 from the fourth quarter and up \$3.45 million from the first quarter of 2014. The taxable equivalent net interest margin of 3.31 percent held steady with the prior quarter and was up 10 basis points from a year ago. Along with loan growth, this drove the increase in net interest revenue.

“The linked quarter decrease in net interest revenue was due to two fewer days of interest accruals in the first quarter,” said Tallent. “We’ve been able to hold the margin steady in the low 3.30 percent range following our second quarter 2014 balance sheet management activities, which included restructuring the securities portfolio, interest rate hedges and wholesale borrowings. However, we continue to see loan pricing pressures and expect our margin to decline slightly through the balance of 2015. With only a modest decline, we expect loan growth to drive increases in net interest revenue going forward.”

The first quarter provision for credit losses was \$1.8 million, equal to the fourth quarter and down \$700,000 from the first quarter of 2014. First quarter net charge-offs were \$2.56 million compared with \$2.51 million in the fourth quarter and \$4.04 million a year ago. Nonperforming assets to total assets were .26 percent, equal to last quarter and down from .42 percent a year ago.

First quarter fee revenue totaled \$15.7 million, up \$859,000 from the fourth quarter and \$3.51 million from the first quarter of 2014. The increase from a year ago resulted primarily from the growing SBA lending and mortgage businesses and the related gains on sales of loans. SBA loan sale gains totaled \$1.14 million in the first quarter of 2015 and \$926,000 in the fourth quarter of 2014. There were no gains from SBA loan sales in the first quarter of 2014. Mortgage fees were up \$644,000 from the fourth quarter and \$1.40 million from a year ago, reflecting strong growth in new home purchases and an increase in refinancing activity. Closed mortgage loans totaled \$87.9 million in the first quarter of 2015, compared with \$77.4 million and \$46.0 million, respectively, in the fourth and first quarters of 2014.

First quarter brokerage fees of \$1.55 million from United's advisory services business were up \$375,000 from both the fourth and first quarters of 2014. Service charges and fees were down from both of these same prior quarters, mostly reflecting the declining trend in overdraft fees.

Tallent added, "The growing SBA lending business and the increase in mortgage and brokerage fees reflect our commitment to diversifying the revenue stream by focusing on fee generating products and services."

Operating expenses were \$43.1 million in the first quarter compared to \$41.9 million in the fourth quarter and \$39.1 million a year ago. Excluding the non-core items in other operating expenses noted below, total core operating expenses were \$42.4 million in the first quarter 2015 compared to \$42.6 million in the fourth quarter and \$39.1 million a year ago. The current quarter is down slightly compared to the fourth quarter and up \$3.3 million from a year ago. The increase from a year ago was driven by higher salaries and employee benefit costs, and an increase in other operating costs.

First quarter salaries and employee benefits expense of \$26.4 million was down \$146,000 from the fourth quarter but up \$2.05 million from a year ago. The increase from a year ago reflects investment in new producers and support staff for the specialized lending area, and higher commissions and incentives associated with growth in the mortgage and advisory services businesses, as well as growth in commercial loans and core deposits. Other operating expenses of \$5.25 million for the first quarter were up \$1.33 million and \$1.40 million, respectively, from the fourth and first quarters of 2014. First quarter 2015 other operating expenses included a non-core charge of \$690,000 associated with closing all loss sharing agreements with the FDIC, as noted earlier. The fourth quarter of 2014 included a \$492,000 charge related to the FDIC's adjustment for interest claimed on the first loss share filing which was more than offset by a \$1.2 million reversal of a previously established litigation reserve. Excluding these non-core items, other operating expenses were down slightly from the fourth quarter and up \$705,000 from a year ago due to higher travel and lending-related costs to support loan growth.

“During the first quarter we received regulatory approvals for the previously announced merger with MoneyTree Corporation and its subsidiary First National Bank,” Tallent said. “We expect the transaction to close as planned on May 1, with conversion of the operating systems by mid-July. We look forward to expanding our Tennessee markets and welcoming the First National team of bankers to the United family.”

At March 31, 2015, capital ratios were as follows: Tier 1 Risk-Based of 11.5 percent; Total Risk-Based of 12.8 percent; Tier 1 Common Risk-Based of 11.5 percent; and, Tier 1 Leverage of 8.7 percent.

“We are off to a solid start in 2015, including strong growth in loans, core deposits and fee revenue,” Tallent said. “We are excited about executing our growth strategies to expand the franchise and add value for shareholders. In addition to the completion of the MoneyTree transaction on May 1, we announced earlier today an agreement to acquire \$1.2 billion-asset Palmetto Bancshares, Inc. and its 108 year-old bank – The Palmetto Bank – in Greenville, South Carolina. The addition of MoneyTree will significantly increase our market share and customer base in eastern Tennessee, and the addition of Palmetto will make us the number one community bank in Upstate South Carolina.”

Conference Call

United will hold a conference call today, Wednesday, April 22, 2015, at 11 a.m. ET to discuss the contents of this news release and the separate news release regarding United's merger with Palmetto Bancshares, Inc., and to share business highlights for the quarter. To access the call, dial (877) 380-5665 and use the conference number 15339428. The conference call also will be webcast and available for replay for 30 days by selecting "Events & Presentations" within the Investor Relations section of United's website at www.ucbi.com.

About United Community Banks, Inc.

United Community Banks, Inc. (UCBI) is a bank holding company based in Blairsville, Georgia, with \$7.7 billion in assets. The company's banking subsidiary, United Community Bank, is one of the Southeast's largest full-service banks, operating 104 offices in Georgia, North Carolina, South Carolina and Tennessee. The bank specializes in personalized community banking services for individuals, small businesses and corporations. A full range of consumer and commercial banking services includes mortgage, advisory, treasury management and other products. In 2014, United Community Bank was ranked first in customer satisfaction in the southeast by J.D. Power and in 2015 was ranked fourteenth on the Forbes list of America's Best Banks. Additional information about the company and the bank's full range of products and services can be found at www.ucbi.com.

Safe Harbor

This news release contains forward-looking statements, as defined by federal securities laws, including statements about United's financial outlook and business environment. These statements are based on current expectations and are provided to assist in the understanding of future financial performance. Such performance involves risks and uncertainties that may cause actual results to differ materially from those expressed or implied in any such statements. For a discussion of some of the risks and other factors that may cause such forward-looking statements to differ materially from actual results, please refer to United's filings with the Securities and Exchange Commission including its 2014 Annual Report on Form 10-K under the sections entitled "Forward-Looking Statements" and "Risk Factors." Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update or revise forward-looking statements.

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UNITED COMMUNITY BANKS, INC.
Financial Highlights
Selected Financial Information

<i>(in thousands, except per share data; taxable equivalent)</i>	2015		2014			First Quarter 2015-2014 Change
	First Quarter	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	
INCOME SUMMARY						
Interest revenue	\$ 62,909	\$ 64,353	\$ 63,338	\$ 61,783	\$ 60,495	
Interest expense	5,292	6,021	6,371	6,833	6,326	
Net interest revenue	57,617	58,332	56,967	54,950	54,169	6%
Provision for credit losses	1,800	1,800	2,000	2,200	2,500	
Fee revenue	15,682	14,823	14,412	14,143	12,176	29
Total revenue	71,499	71,355	69,379	66,893	63,845	12
Operating expenses	43,061	41,919	41,364	40,532	39,050	10
Income before income taxes	28,438	29,436	28,015	26,361	24,795	15
Income tax expense	10,768	11,189	10,399	10,004	9,395	15
Net income	17,670	18,247	17,616	16,357	15,400	15
Preferred dividends and discount accretion	-	-	-	-	439	
Net income available to common shareholders	\$ 17,670	\$ 18,247	\$ 17,616	\$ 16,357	\$ 14,961	18
PERFORMANCE MEASURES						
Per common share:						
Diluted income	\$.29	\$.30	\$.29	\$.27	\$.25	16
Cash dividends declared	.05	.05	.03	.03	-	
Book value	12.58	12.20	12.15	11.94	11.66	8
Tangible book value ⁽²⁾	12.53	12.15	12.10	11.91	11.63	8
Key performance ratios:						
Return on common equity ⁽¹⁾⁽³⁾	9.34%	9.60%	9.41%	8.99%	8.64%	
Return on assets ⁽³⁾	.94	.96	.95	.88	.85	
Dividend payout ratio	17.24	16.67	10.34	11.11	-	
Net interest margin ⁽³⁾	3.31	3.31	3.32	3.21	3.21	
Efficiency ratio	59.15	57.47	57.96	58.65	59.05	
Average equity to average assets	9.86	9.76	9.85	9.61	9.52	
Average tangible equity to average assets ⁽²⁾	9.82	9.72	9.83	9.58	9.50	
Average tangible common equity to average assets ⁽²⁾	9.82	9.72	9.83	9.58	9.22	
Tangible common equity to risk-weighted assets ⁽²⁾⁽⁴⁾	13.53	13.82	14.10	13.92	13.63	
ASSET QUALITY						
Non-performing loans	\$ 19,015	\$ 17,881	\$ 18,745	\$ 20,724	\$ 25,250	(25)
Foreclosed properties	1,158	1,726	3,146	2,969	5,594	(79)
Total non-performing assets (NPAs)	20,173	19,607	21,891	23,693	30,844	(35)
Allowance for loan losses	70,007	71,619	71,928	73,248	75,223	
Net charge-offs	2,562	2,509	3,155	4,175	4,039	(37)
Allowance for loan losses to loans	1.46%	1.53%	1.57%	1.66%	1.73%	
Net charge-offs to average loans ⁽³⁾	.22	.22	.28	.38	.38	
NPAs to loans and foreclosed properties	.42	.42	.48	.54	.71	
NPAs to total assets	.26	.26	.29	.32	.42	
AVERAGE BALANCES (\$ in millions)						
Loans	\$ 4,725	\$ 4,621	\$ 4,446	\$ 4,376	\$ 4,356	8
Investment securities	2,203	2,222	2,231	2,326	2,320	(5)
Earning assets	7,070	7,013	6,820	6,861	6,827	4
Total assets	7,617	7,565	7,374	7,418	7,384	3
Deposits	6,369	6,383	6,143	6,187	6,197	3
Shareholders' equity	751	738	726	713	703	7
Common shares - basic (thousands)	60,905	60,830	60,776	60,712	60,059	
Common shares - diluted (thousands)	60,909	60,833	60,779	60,714	60,061	
AT PERIOD END (\$ in millions)						
Loans	\$ 4,788	\$ 4,672	\$ 4,569	\$ 4,410	\$ 4,356	10
Investment securities	2,201	2,198	2,222	2,190	2,302	(4)
Total assets	7,664	7,567	7,526	7,352	7,398	4
Deposits	6,438	6,327	6,241	6,164	6,248	3
Shareholders' equity	764	740	736	722	704	9
Common shares outstanding (thousands)	60,309	60,259	60,248	60,139	60,092	

⁽¹⁾ Net income available to common shareholders, which is net of preferred stock dividends, divided by average realized common equity, which excludes accumulated other comprehensive income (loss). ⁽²⁾ Excludes effect of acquisition related intangibles and associated amortization. ⁽³⁾ Annualized. ⁽⁴⁾ March 31, 2015 calculated under Basel III rules which became effective January 1, 2015.

UNITED COMMUNITY BANKS, INC.
Non-GAAP Performance Measures Reconciliation
Selected Financial Information

<i>(in thousands, except per share data; taxable equivalent)</i>	2015		2014		
	First Quarter	Fourth Quarter	Third Quarter	Second Quarter	First Quarter
Interest revenue reconciliation					
Interest revenue - taxable equivalent	\$ 62,909	\$ 64,353	\$ 63,338	\$ 61,783	\$ 60,495
Taxable equivalent adjustment	(375)	(398)	(405)	(377)	(357)
Interest revenue (GAAP)	<u>\$ 62,534</u>	<u>\$ 63,955</u>	<u>\$ 62,933</u>	<u>\$ 61,406</u>	<u>\$ 60,138</u>
Net interest revenue reconciliation					
Net interest revenue - taxable equivalent	\$ 57,617	\$ 58,332	\$ 56,967	\$ 54,950	\$ 54,169
Taxable equivalent adjustment	(375)	(398)	(405)	(377)	(357)
Net interest revenue (GAAP)	<u>\$ 57,242</u>	<u>\$ 57,934</u>	<u>\$ 56,562</u>	<u>\$ 54,573</u>	<u>\$ 53,812</u>
Total revenue reconciliation					
Total operating revenue	\$ 71,499	\$ 71,355	\$ 69,379	\$ 66,893	\$ 63,845
Taxable equivalent adjustment	(375)	(398)	(405)	(377)	(357)
Total revenue (GAAP)	<u>\$ 71,124</u>	<u>\$ 70,957</u>	<u>\$ 68,974</u>	<u>\$ 66,516</u>	<u>\$ 63,488</u>
Income before taxes reconciliation					
Income before taxes	\$ 28,438	\$ 29,436	\$ 28,015	\$ 26,361	\$ 24,795
Taxable equivalent adjustment	(375)	(398)	(405)	(377)	(357)
Income before taxes (GAAP)	<u>\$ 28,063</u>	<u>\$ 29,038</u>	<u>\$ 27,610</u>	<u>\$ 25,984</u>	<u>\$ 24,438</u>
Income tax expense (benefit) reconciliation					
Income tax expense (benefit)	\$ 10,768	\$ 11,189	\$ 10,399	\$ 10,004	\$ 9,395
Taxable equivalent adjustment	(375)	(398)	(405)	(377)	(357)
Income tax expense (benefit) (GAAP)	<u>\$ 10,393</u>	<u>\$ 10,791</u>	<u>\$ 9,994</u>	<u>\$ 9,627</u>	<u>\$ 9,038</u>
Book value per common share reconciliation					
Tangible book value per common share	\$ 12.53	\$ 12.15	\$ 12.10	\$ 11.91	\$ 11.63
Effect of goodwill and other intangibles	.05	.05	.05	.03	.03
Book value per common share (GAAP)	<u>\$ 12.58</u>	<u>\$ 12.20</u>	<u>\$ 12.15</u>	<u>\$ 11.94</u>	<u>\$ 11.66</u>
Average equity to assets reconciliation					
Tangible common equity to assets	9.82%	9.72%	9.83%	9.58%	9.22%
Effect of preferred equity	-	-	-	-	.28
Tangible equity to assets	<u>9.82</u>	<u>9.72</u>	<u>9.83</u>	<u>9.58</u>	<u>9.50</u>
Effect of goodwill and other intangibles	.04	.04	.02	.03	.02
Equity to assets (GAAP)	<u>9.86%</u>	<u>9.76%</u>	<u>9.85%</u>	<u>9.61%</u>	<u>9.52%</u>
Tangible common equity to risk-weighted assets reconciliation ⁽¹⁾					
Tangible common equity to risk-weighted assets	13.53%	13.82%	14.10%	13.92%	13.63%
Effect of other comprehensive income	.19	.35	.34	.53	.36
Effect of deferred tax limitation	(2.86)	(3.11)	(3.39)	(3.74)	(3.92)
Effect of trust preferred	.67	1.00	1.02	1.04	1.03
Tier I capital ratio (Regulatory)	<u>11.53%</u>	<u>12.06%</u>	<u>12.07%</u>	<u>11.75%</u>	<u>11.10%</u>

⁽¹⁾ March 31, 2015 calculated under Basel III rules which became effective January 1, 2015.

UNITED COMMUNITY BANKS, INC.
Financial Highlights
Loan Portfolio Composition at Period-End

<i>(in millions)</i>	2015	2014				Linked Quarter Change	Year over Year Change
	First Quarter	Fourth Quarter	Third Quarter	Second Quarter	First Quarter		
LOANS BY CATEGORY							
Owner occupied commercial RE	\$ 1,167	\$ 1,163	\$ 1,153	\$ 1,163	\$ 1,142	\$ 4	\$ 25
Income producing commercial RE	636	599	605	598	624	37	12
Commercial & industrial	716	710	650	554	495	6	221
Commercial construction	230	196	181	160	148	34	82
Total commercial	2,749	2,668	2,589	2,475	2,409	81	340
Residential mortgage	864	866	866	861	866	(2)	(2)
Home equity lines of credit	465	466	459	451	447	(1)	18
Residential construction	291	299	307	302	318	(8)	(27)
Consumer installment	419	373	348	321	316	46	103
Total loans	<u>\$ 4,788</u>	<u>\$ 4,672</u>	<u>\$ 4,569</u>	<u>\$ 4,410</u>	<u>\$ 4,356</u>	116	432
LOANS BY MARKET							
North Georgia	\$ 1,150	\$ 1,163	\$ 1,168	\$ 1,175	\$ 1,205	(13)	(55)
Atlanta MSA	1,296	1,282	1,289	1,305	1,290	14	6
North Carolina	539	553	553	555	563	(14)	(24)
Coastal Georgia	476	456	444	426	425	20	51
Gainesville MSA	255	257	254	257	262	(2)	(7)
East Tennessee	281	280	281	270	272	1	9
South Carolina / Specialized Lending	475	412	337	206	131	63	344
Indirect auto	316	269	243	216	208	47	108
Total loans	<u>\$ 4,788</u>	<u>\$ 4,672</u>	<u>\$ 4,569</u>	<u>\$ 4,410</u>	<u>\$ 4,356</u>	116	432

UNITED COMMUNITY BANKS, INC.
Financial Highlights
Credit Quality

<i>(in thousands)</i>	First Quarter 2015			Fourth Quarter 2014			Third Quarter 2014		
	Non-performing Loans	Foreclosed Properties	Total NPAs	Non-performing Loans	Foreclosed Properties	Total NPAs	Non-performing Loans	Foreclosed Properties	Total NPAs
NONPERFORMING ASSETS BY CATEGORY									
Owner occupied CRE	\$ 4,360	\$ 173	\$ 4,533	\$ 4,133	\$ 355	\$ 4,488	\$ 2,156	\$ 1,024	\$ 3,180
Income producing CRE	835	-	835	717	-	717	1,742	42	1,784
Commercial & industrial	1,629	-	1,629	1,571	-	1,571	1,593	-	1,593
Commercial construction	60	-	60	83	15	98	148	-	148
Total commercial	6,884	173	7,057	6,504	370	6,874	5,639	1,066	6,705
Residential mortgage	8,669	796	9,465	8,196	1,183	9,379	8,350	1,769	10,119
Home equity lines of credit	693	50	743	695	40	735	720	90	810
Residential construction	2,127	139	2,266	2,006	133	2,139	3,543	221	3,764
Consumer installment	642	-	642	480	-	480	493	-	493
Total NPAs	\$ 19,015	\$ 1,158	\$ 20,173	\$ 17,881	\$ 1,726	\$ 19,607	\$ 18,745	\$ 3,146	\$ 21,891
Balance as a % of Unpaid Principal	72.0%	56.6%	70.9%	69.9%	54.1%	68.1%	68.6%	54.5%	66.1%

NONPERFORMING ASSETS BY MARKET									
North Georgia	\$ 6,101	\$ 662	\$ 6,763	\$ 5,669	\$ 711	\$ 6,380	\$ 7,392	\$ 1,717	\$ 9,109
Atlanta MSA	1,903	227	2,130	1,837	372	2,209	1,724	364	2,088
North Carolina	5,321	159	5,480	5,221	234	5,455	4,919	398	5,317
Coastal Georgia	901	-	901	799	105	904	781	160	941
Gainesville MSA	781	22	803	1,310	81	1,391	1,403	85	1,488
East Tennessee	1,808	30	1,838	1,414	201	1,615	1,227	245	1,472
South Carolina / Specialized Lending	1,700	58	1,758	1,285	22	1,307	945	177	1,122
Indirect auto	500	-	500	346	-	346	354	-	354
Total NPAs	\$ 19,015	\$ 1,158	\$ 20,173	\$ 17,881	\$ 1,726	\$ 19,607	\$ 18,745	\$ 3,146	\$ 21,891

NONPERFORMING ASSETS ACTIVITY									
Beginning Balance	\$ 17,881	\$ 1,726	\$ 19,607	\$ 18,745	\$ 3,146	\$ 21,891	\$ 20,724	\$ 2,969	\$ 23,693
Loans placed on non-accrual	5,944	-	5,944	7,140	-	7,140	7,665	-	7,665
Payments received	(1,513)	-	(1,513)	(5,286)	-	(5,286)	(3,129)	-	(3,129)
Loan charge-offs	(2,838)	-	(2,838)	(1,841)	-	(1,841)	(4,353)	-	(4,353)
Foreclosures	(459)	459	-	(877)	877	-	(2,162)	2,162	-
Capitalized costs	-	-	-	-	-	-	-	209	209
Property sales	-	(1,108)	(1,108)	-	(2,483)	(2,483)	-	(2,350)	(2,350)
Write downs	-	(166)	(166)	-	(1)	(1)	-	(108)	(108)
Net gains (losses) on sales	-	247	247	-	187	187	-	264	264
Ending Balance	\$ 19,015	\$ 1,158	\$ 20,173	\$ 17,881	\$ 1,726	\$ 19,607	\$ 18,745	\$ 3,146	\$ 21,891

<i>(in thousands)</i>	First Quarter 2015		Fourth Quarter 2014		Third Quarter 2014	
	Net Charge-Offs	Net Charge-Offs to Average Loans ⁽¹⁾	Net Charge-Offs	Net Charge-Offs to Average Loans ⁽¹⁾	Net Charge-Offs	Net Charge-Offs to Average Loans ⁽¹⁾
NET CHARGE-OFFS BY CATEGORY						
Owner occupied CRE	\$ 351	.12%	\$ 891	.31%	\$ 746	.26%
Income producing CRE	247	.16	143	.09	104	.07
Commercial & industrial	341	.19	(295)	(.17)	(341)	(.23)
Commercial construction	22	.04	(6)	(.01)	103	.24
Total commercial	961	.14	733	.11	612	.10
Residential mortgage	416	.20	1,226	.56	1,116	.52
Home equity lines of credit	59	.05	238	.20	356	.31
Residential construction	1,060	1.46	(44)	(.06)	712	.94
Consumer installment	66	.07	356	.39	359	.43
Total	\$ 2,562	.22	\$ 2,509	.22	\$ 3,155	.28

NET CHARGE-OFFS BY MARKET						
North Georgia	\$ 1,053	.37%	\$ 791	.27%	\$ 1,861	.63%
Atlanta MSA	188	.06	147	.05	(250)	(.08)
North Carolina	666	.49	1,103	.79	656	.47
Coastal Georgia	134	.12	30	.03	228	.21
Gainesville MSA	(65)	(.10)	94	.15	259	.40
East Tennessee	471	.68	54	.08	230	.33
South Carolina / Specialized Lending	-	-	110	.11	5	.01
Indirect auto	115	.16	180	.29	166	.31
Total	\$ 2,562	.22	\$ 2,509	.22	\$ 3,155	.28

⁽¹⁾ Annualized.

UNITED COMMUNITY BANKS, INC.
Consolidated Statement of Income (Unaudited)

<i>(in thousands, except per share data)</i>	Three Months Ended	
	March 31,	
	2015	2014
Interest revenue:		
Loans, including fees	\$ 49,664	\$ 47,688
Investment securities, including tax exempt of \$158 and \$188	12,058	11,607
Deposits in banks and short-term investments	812	843
Total interest revenue	<u>62,534</u>	<u>60,138</u>
Interest expense:		
Deposits:		
NOW	394	440
Money market	673	563
Savings	20	20
Time	1,109	1,771
Total deposit interest expense	<u>2,196</u>	<u>2,794</u>
Short-term borrowings	98	840
Federal Home Loan Bank advances	392	58
Long-term debt	2,606	2,634
Total interest expense	<u>5,292</u>	<u>6,326</u>
Net interest revenue	57,242	53,812
Provision for credit losses	1,800	2,500
Net interest revenue after provision for credit losses	<u>55,442</u>	<u>51,312</u>
Fee revenue:		
Service charges and fees	7,615	7,898
Mortgage loan and other related fees	2,755	1,354
Brokerage fees	1,551	1,177
Gains from sales of SBA loans	1,141	-
Securities gains, net	1,539	217
Loss from prepayment of debt	(1,038)	-
Other	2,119	1,530
Total fee revenue	<u>15,682</u>	<u>12,176</u>
Total revenue	<u>71,124</u>	<u>63,488</u>
Operating expenses:		
Salaries and employee benefits	26,446	24,396
Communications and equipment	3,271	3,239
Occupancy	3,278	3,378
Advertising and public relations	750	626
Postage, printing and supplies	938	776
Professional fees	1,919	1,427
FDIC assessments and other regulatory charges	1,209	1,353
Other	5,250	3,855
Total operating expenses	<u>43,061</u>	<u>39,050</u>
Net income before income taxes	28,063	24,438
Income tax expense	10,393	9,038
Net income	<u>17,670</u>	<u>15,400</u>
Preferred stock dividends and discount accretion	-	439
Net income available to common shareholders	<u>\$ 17,670</u>	<u>\$ 14,961</u>
Earnings per common share:		
Basic	\$.29	\$.25
Diluted	.29	.25
Weighted average common shares outstanding:		
Basic	60,905	60,059
Diluted	60,909	60,061

UNITED COMMUNITY BANKS, INC.
Consolidated Balance Sheet (Unaudited)

<i>(in thousands, except share and per share data)</i>	March 31, 2015	December 31, 2014	March 31, 2014
ASSETS			
Cash and due from banks	\$ 77,493	\$ 77,180	\$ 52,813
Interest-bearing deposits in banks	82,269	89,074	110,529
Short-term investments	25,902	26,401	49,999
Cash and cash equivalents	185,664	192,655	213,341
Securities available for sale	1,801,973	1,782,734	1,837,676
Securities held to maturity (fair value \$413,550, \$425,233 and \$473,136)	399,228	415,267	464,697
Mortgage loans held for sale	15,723	13,737	10,933
Loans, net of unearned income	4,787,689	4,672,119	4,355,708
Less allowance for loan losses	(70,007)	(71,619)	(75,223)
Loans, net	4,717,682	4,600,500	4,280,485
Assets covered by loss sharing agreements with the FDIC	-	3,315	21,353
Premises and equipment, net	159,036	159,390	161,540
Bank owned life insurance	81,490	81,294	80,790
Accrued interest receivable	20,154	20,103	18,572
Net deferred tax asset	201,898	215,503	243,683
Derivative financial instruments	20,291	20,599	21,563
Other assets	60,764	61,889	43,604
Total assets	\$ 7,663,903	\$ 7,566,986	\$ 7,398,237
LIABILITIES AND SHAREHOLDERS' EQUITY			
Liabilities:			
Deposits:			
Demand	\$ 1,694,755	\$ 1,574,317	\$ 1,471,781
NOW	1,420,956	1,504,887	1,392,863
Money market	1,306,421	1,273,283	1,235,429
Savings	312,013	292,308	270,910
Time:			
Less than \$100,000	723,323	748,478	833,188
Greater than \$100,000	482,955	508,228	572,889
Brokered	497,508	425,011	470,481
Total deposits	6,437,931	6,326,512	6,247,541
Repurchase agreements	-	6,000	123,075
Federal Home Loan Bank advances	270,125	270,125	50,125
Long-term debt	113,901	129,865	129,865
Derivative financial instruments	29,276	31,997	42,309
Unsettled securities purchases	-	5,425	63,999
Accrued expenses and other liabilities	48,965	57,485	37,593
Total liabilities	6,900,198	6,827,409	6,694,507
Shareholders' equity:			
Common stock, \$1 par value; 100,000,000 shares authorized; 50,228,075, 50,178,605 and 50,011,094 shares issued and outstanding	50,228	50,178	50,011
Common stock, non-voting, \$1 par value; 26,000,000 shares authorized; 10,080,787, 10,080,787 and 10,080,787 shares issued and outstanding	10,081	10,081	10,081
Common stock issuable; 400,369, 357,983 and 237,763 shares	5,895	5,168	3,840
Capital surplus	1,081,110	1,080,508	1,091,696
Accumulated deficit	(372,933)	(387,568)	(433,130)
Accumulated other comprehensive loss	(10,676)	(18,790)	(18,768)
Total shareholders' equity	763,705	739,577	703,730
Total liabilities and shareholders' equity	\$ 7,663,903	\$ 7,566,986	\$ 7,398,237

UNITED COMMUNITY BANKS, INC.
Average Consolidated Balance Sheets and Net Interest Analysis

For the Three Months Ended March 31,

	2015			2014		
	Average Balance	Interest	Avg. Rate	Average Balance	Interest	Avg. Rate
<i>(dollars in thousands, taxable equivalent)</i>						
Assets:						
Interest-earning assets:						
Loans, net of unearned income ⁽¹⁾⁽²⁾	\$ 4,725,304	\$ 49,865	4.28%	\$ 4,355,572	\$ 47,868	4.46%
Taxable securities ⁽³⁾	2,186,756	11,900	2.18	2,300,316	11,419	1.99
Tax-exempt securities ⁽¹⁾⁽³⁾	16,236	259	6.38	20,173	308	6.11
Federal funds sold and other interest-earning assets	141,414	885	2.50	150,841	900	2.39
Total interest-earning assets	7,069,710	62,909	3.60	6,826,902	60,495	3.58
Non-interest-earning assets:						
Allowance for loan losses	(72,192)			(77,491)		
Cash and due from banks	79,025			62,054		
Premises and equipment	159,502			162,788		
Other assets ⁽³⁾	381,300			410,175		
Total assets	\$ 7,617,345			\$ 7,384,428		
Liabilities and Shareholders' Equity:						
Interest-bearing liabilities:						
Interest-bearing deposits:						
NOW	\$ 1,475,913	394	.11	\$ 1,416,119	440	.13
Money market	1,466,913	673	.19	1,376,993	563	.17
Savings	300,344	20	.03	259,548	20	.03
Time less than \$100,000	737,254	724	.40	877,695	1,013	.47
Time greater than \$100,000	494,451	664	.54	578,190	918	.64
Brokered time deposits	273,327	(279)	(.41)	287,979	(160)	(.23)
Total interest-bearing deposits	4,748,202	2,196	.19	4,796,524	2,794	.24
Federal funds purchased and other borrowings	36,145	98	1.10	112,583	840	3.03
Federal Home Loan Bank advances	239,181	392	.66	125,069	58	.19
Long-term debt	127,740	2,606	8.27	129,865	2,634	8.23
Total borrowed funds	403,066	3,096	3.12	367,517	3,532	3.90
Total interest-bearing liabilities	5,151,268	5,292	.42	5,164,041	6,326	.50
Non-interest-bearing liabilities:						
Non-interest-bearing deposits	1,620,984			1,400,619		
Other liabilities	94,207			116,667		
Total liabilities	6,866,459			6,681,327		
Shareholders' equity	750,886			703,101		
Total liabilities and shareholders' equity	\$ 7,617,345			\$ 7,384,428		
Net interest revenue		\$ 57,617			\$ 54,169	
Net interest-rate spread			3.18%			3.08%
Net interest margin ⁽⁴⁾			3.31%			3.21%

⁽¹⁾ Interest revenue on tax-exempt securities and loans has been increased to reflect comparable interest on taxable securities and loans. The rate used was 39%, reflecting the statutory federal income tax rate and the federal tax adjusted state income tax rate.

⁽²⁾ Included in the average balance of loans outstanding are loans where the accrual of interest has been discontinued and loans that are held for sale.

⁽³⁾ Securities available for sale are shown at amortized cost. Pretax unrealized gains of \$10.8 million in 2015 and pretax unrealized losses of \$4.63 million in 2014 are included in other assets for purposes of this presentation.

⁽⁴⁾ Net interest margin is taxable equivalent net-interest revenue divided by average interest-earning assets.

UNITED COMMUNITY BANKS, INC.
FIRST QUARTER
2015
INVESTOR'S
PRESENTATION



CAUTIONARY STATEMENT

This investor presentation may contain forward-looking statements, as defined by federal securities laws, including statements about United's financial outlook and business environment. These statements are based on current expectations and are provided to assist in the understanding of future financial performance. Such performance involves risks and uncertainties that may cause actual results to differ materially from those expressed or implied in any such statements. For a discussion of some of the risks and other factors that may cause such forward-looking statements to differ materially from actual results, please refer to United Community Banks, Inc.'s filings with the Securities and Exchange Commission, including its 2014 Annual Report on Form 10-K and its most recent quarterly report on Form 10-Q under the sections entitled "Forward-Looking Statements". Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update or revise forward-looking statements.

NON-GAAP MEASURES

This presentation also contains financial measures determined by methods other than in accordance with generally accepted accounting principles ("GAAP"). Such non-GAAP financial measures include: core fee revenue, core operating expense, core earnings, tangible

common equity to tangible assets, tangible equity to tangible assets and tangible common equity to risk-weighted assets. The most comparable GAAP measures to these measures are: fee revenue, operating expense, net income (loss), and equity to assets.

Management uses these non-GAAP financial measures because we believe they are useful for evaluating our operations and performance over periods of time, as well as in managing and evaluating our business and in discussions about our operations and performance. Management believes these non-GAAP financial measures provide users of our financial information with a meaningful measure for assessing our financial results and credit trends, as well as for comparison to financial results for prior periods. These non-GAAP financial measures should not be considered as a substitute for financial measures determined in accordance with GAAP and may not be comparable to other similarly titled financial measures used by other companies. For a reconciliation of the differences between our non-GAAP financial measures and the most comparable GAAP measures, please refer to the 'Non-GAAP Reconciliation Tables' at the end of the Appendix to this presentation.

		1Q15	4Q14	1Q14
Net Income (\$ in millions)	+	\$17.7	\$18.2	\$15.4
EPS	+	\$.29	\$.30	\$.25
ROA	+	.94%	.96%	.85%
ROCE	+	9.34%	9.60%	8.64%

IMPROVING QUARTERLY RESULTS

- | | |
|-----------------------------|--|
| Net Interest Revenue | <ul style="list-style-type: none"> ▶ \$57.6 Million vs. \$58.3 Million in 4Q14 and \$54.2 Million in 1Q15 <ul style="list-style-type: none"> • Loan growth of \$116 million in 1Q15, up \$432 million, or 10%, from 1Q14 • Driven by community bank loan production of \$314 million and specialized lending production of \$108 million • Margin of 3.31% vs. 3.31% in 4Q14 and 3.21% in 1Q14 <ul style="list-style-type: none"> ○ Balance sheet restructured late 2Q14 ○ Loan yield of 4.28%, down 9 bps from 4Q14; investment sec's yield of 2.21%, down 4 bps from 4Q14 |
| Core Fee Revenue | <ul style="list-style-type: none"> ▶ \$ 15.1 Million - Up \$3.2 million from 1Q14 <ul style="list-style-type: none"> • Gain on sales of SBA loans of \$1.14 million vs. \$.926 million in 4Q14 and \$0 in 1Q14 • Mortgage revenue of \$2.76 million, up \$1.40 million from 4Q14 |

IMPROVING QUARTERLY RESULTS

Loan Growth	<ul style="list-style-type: none"> ▶ Growth in Many Sectors <ul style="list-style-type: none"> • Loan growth of \$116 million, or 10% annualized • Loan Production of \$423 million vs. \$401 million 4Q14 and \$288 million year ago
Core Transaction Deposits	<ul style="list-style-type: none"> ▶ Up \$206 Million from Fourth Quarter, or 22% Annualized <ul style="list-style-type: none"> • Up \$324 million from 1Q14, or 9% • Represents 65.6% of total customer deposits
Credit Quality	<ul style="list-style-type: none"> ▶ Solid Improvement <ul style="list-style-type: none"> • Provision of \$1.8 million vs. \$2.5 million 1Q14 • Net charge-offs decline to .22% of total loans vs. .38% in 1Q14 • NPAs were .26% of total assets vs. .26% in 4Q14 and .42% in 1Q14 • Allowance 1.46% of total loans vs. 1.53% at 4Q14 and 1.73% at 1Q14
Capital Ratios	<ul style="list-style-type: none"> ▶ Solid and Well-Capitalized <ul style="list-style-type: none"> • Quarterly dividend of 5 cents per share • Redeemed \$15.5 million of Trust Preferred Securities • Tier I Common to Risk Weighted Assets of 11.5%; Tangible Common to RWAs of 13.5% • Tier I Risk Based Capital of 11.5% and Tier I Leverage of 8.7%
Acquisition	<ul style="list-style-type: none"> ▶ Executing Growth Strategy <ul style="list-style-type: none"> • Announced merger with MoneyTree Corporation (First National Bank); regulatory approvals received; planned closing May 1 • Announced merger with Palmetto Bancshares (The Palmetto Bank) on April 22; expect closing in fourth quarter

Trends – Core Earnings, Fee Revenue, and Expenses

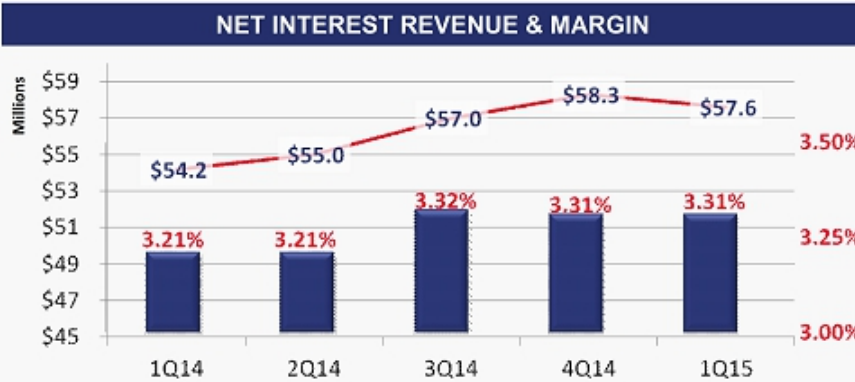


Core Earnings				Core Fee Revenue				Core Operating Expenses			
\$ in Thousands	Variance - Incr/(Decr)			\$ in Thousands	Variance -			\$ in Thousands	Variance - Incr/(Decr)		
	1Q15	4Q14	1Q14		1Q15	4Q14	1Q14		1Q15	4Q14	1Q14
Net Interest Revenue	\$ 87,617	\$ (719)	\$ 3,448	Overdraft Fees	\$ 2,590	\$ (338)	\$ (322)	Salaries & Employee Benefits	\$ 20,302	\$ 185	\$ 2,151
Fee Revenue	15,120	925	3,190	Interchange Fees	3,638	(339)	107	Communications & Equipment	3,271	118	32
Gross Revenue	72,737	(219)	6,638	Other Service Charges	1,379	(154)	(68)	Occupancy	3,278	(170)	(100)
Operating Expense (Excl OREO)	42,191	(45)	3,412	Total Service Charges and Fees	7,615	(631)	(263)	FDIC Assessment	1,208	326	(144)
Pre-Tax, Pre-Credit (Core)	\$ 30,546	\$ (258)	\$ 3,196	Mortgage Loan & Related Fees	2,755	644	1,401	Advertising & Public Relations	750	(52)	124
Net Interest Margin	3.31 %	- %	.10 %	Brokerage Fees	1,551	375	374	Postage, Printing & Supplies	808	(148)	162
				Gains from SBA Loan Sales	1,141	215	1,141	Professional Fees	1,919	(115)	492
				Other	2,058	164	557	Other Expense	4,464	(34)	725
				Total Fee Revenue - Core	15,120	567	3,190	Core Operating Expenses	42,191	110	3,442
				Non-Core ⁽¹⁾	562	292	316	Non-Core ⁽¹⁾	870	1,032	569
				Reported - GAAP	\$15,682	\$ 859	\$ 3,506	Reported GAAP	\$ 43,061	\$ 1,142	\$ 4,011
								Efficiency Ratio	1Q15	4Q14	1Q14
									89.15 %	87.47 %	89.05 %

⁽¹⁾ Includes securities gains / losses, charges on prepayment of borrowings, and gains / losses on deferred compensation plan assets

⁽²⁾ Includes foreclosed property costs, severance costs, reversal of previously established litigation reserve, reimbursement of claimed interest for the initial period of the loss sharing agreements, charge for settlement of loss sharing agreements and gains / losses on deferred compensation plan liabilities.

Key Drivers of Net Interest Revenue / Margin

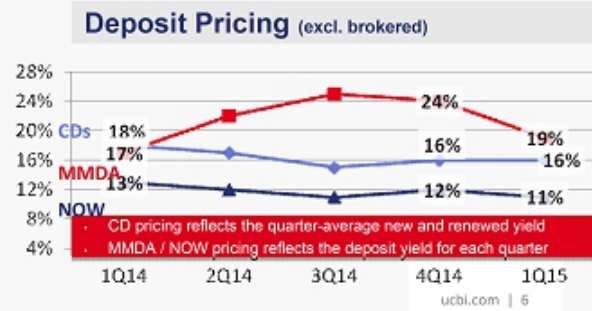
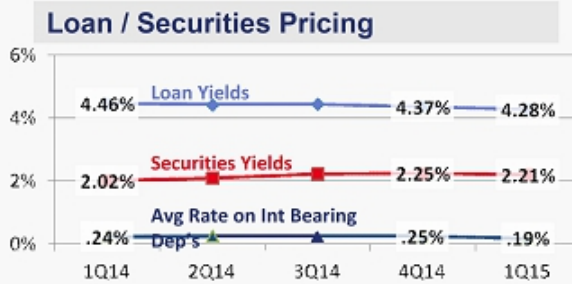


DECLINE IMPACTED BY

NET INTEREST REVENUE

- ▶ 2 less days and loan pricing compression
- ▶ Partially offset by solid loan growth of \$116M and lower funding costs

KEY DRIVERS OF NIR



Balance Sheet Growth – New Loans Funded and Advances⁽¹⁾



\$ in Millions

CATEGORY			
	1Q15	4Q14	1Q14
Commercial C & I	\$ 107.5	\$ 115.9	\$ 74.7
Owner Occupied CRE	54.2	56.0	48.9
Income Producing CRE	68.3	45.9	41.1
Commercial Constr.	9.5	6.0	1.9
Total Commercial	239.5	223.8	166.6
Residential Mortgage	25.5	32.7	15.2
Residential HELOC	29.4	37.0	30.1
Residential Construction	37.8	40.8	29.6
Consumer	90.6	66.8	46.0
Total Categories	\$ 422.8	\$ 401.1	\$ 287.5

MARKET			
Banks:	1Q15	4Q14	1Q14
Atlanta	\$ 98.0	\$ 91.6	\$ 86.1
Coastal Georgia	43.4	34.0	31.1
N. Georgia	47.0	54.9	41.3
North Carolina	19.6	33.2	16.9
Tennessee	15.0	24.1	9.6
Gainesville	12.3	14.3	8.9
South Carolina ⁽²⁾	112.0	96.6	60.3
Other (Indirect Auto)	75.5	52.4	33.3
Total Markets	\$ 422.8	\$ 401.1	\$ 287.5

Specialized Lending (Included in South Carolina)			
	1Q15	4Q14	1Q14
Asset-based Lending	\$ 8.9	\$ 1.4	\$ -
Commercial RE	36.0	17.1	25.0
Healthcare	39.5	53.7	19.8
Middle Market	16.7	11.0	13.0
SBA	7.3	4.8	-
Total Special'd Lending	\$ 108.4	\$ 88.0	\$ 57.8

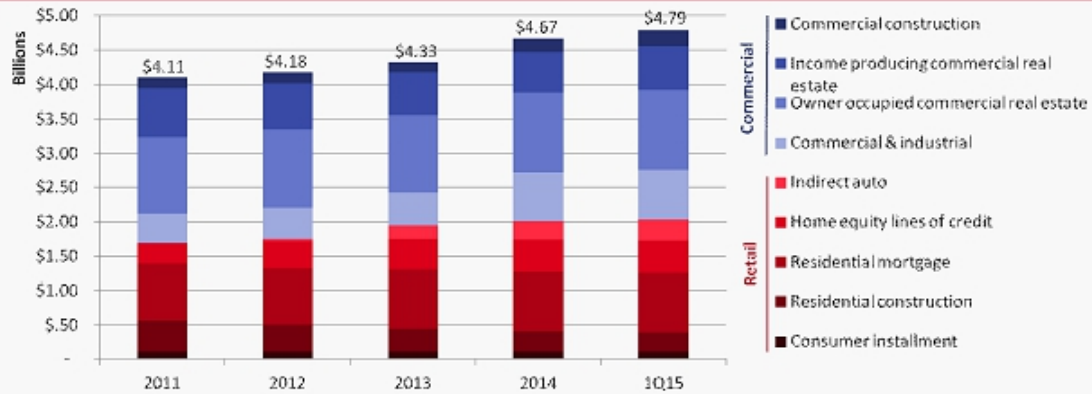


⁽¹⁾ Represents new loans funded and net loan advances (net of payments on lines of credit)

⁽²⁾ Includes Specialized Lending

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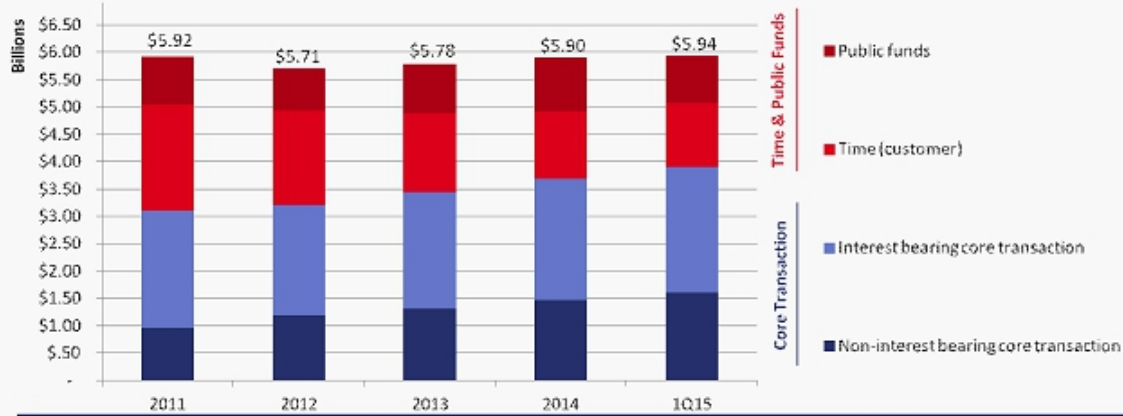
Loan Growth



Millions	2011	2012	2013	2014	1Q15
LOANS - BUSINESS MIX BY CATEGORY					
Commercial:					
Comm & Indus	\$ 428	\$ 458	\$ 472	\$ 710	\$ 716
Owner Occ'd	1,112	1,131	1,134	1,163	1,167
Total C & I	1,540	1,589	1,606	1,873	1,883
Income Prod CRE	710	682	623	599	636
Comm Constr	164	155	149	196	230
Total Comm	2,414	2,426	2,378	2,668	2,749
Resi Mortgage	835	829	875	866	864
HELOC	300	385	441	466	465
Resi Constr	448	382	328	299	291
Consum / Install	113	115	111	104	103
Indirect Auto	-	38	196	269	316
Total Loans	\$ 4,110	\$ 4,175	\$ 4,329	\$ 4,672	\$ 4,788

Millions	2011	2012	2013	2014	1Q15
LOANS - BY REGION					
North Georgia	\$ 1,426	\$ 1,364	\$ 1,240	\$ 1,163	\$ 1,150
Atlanta MSA	1,220	1,250	1,275	1,282	1,296
North Carolina	597	579	572	553	539
Coastal Georgia	346	400	423	456	476
Gainesville MSA	265	261	255	257	255
East Tennessee	256	283	280	280	281
So Carolina/Specialized	-	-	88	412	475
Indirect Auto	-	38	196	269	316
Total Loans	\$ 4,110	\$ 4,175	\$ 4,329	\$ 4,672	\$ 4,788

Balance Sheet Growth – Customer Deposit Mix

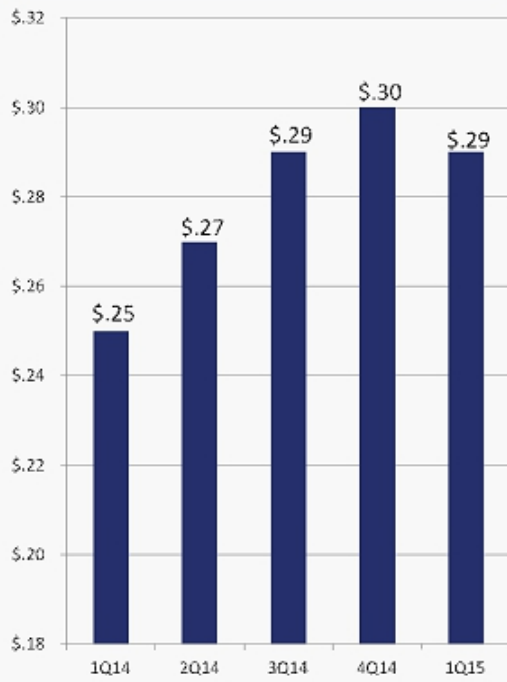


\$ in Millions	2011	2012	2013	2014	1Q15
TOTAL DEPOSIT MIX					
Non-Interest Bearing Core Tx					
Demand Deposit	\$ 955	\$ 1,188	\$ 1,311	\$ 1,471	\$ 1,602
Interest Bearing Core Tx					
NOW	719	654	659	668	693
MMDA	1,030	1,145	1,218	1,259	1,291
Savings	198	226	250	291	310
Total Interest Bearing Core Dep	1,947	2,025	2,127	2,218	2,294
Total Core Deposits	2,902	3,213	3,438	3,689	3,896
Time (Customer)					
< \$100,000	1,121	1,050	888	744	718
> \$100,000	1,012	674	557	479	452
Total Time Dep	2,133	1,724	1,445	1,223	1,170
Public Funds	884	770	894	989	874
Brokered	179	245	412	425	498
Total Deposits	\$ 6,098	\$ 5,952	\$ 6,189	\$ 6,326	\$ 6,438

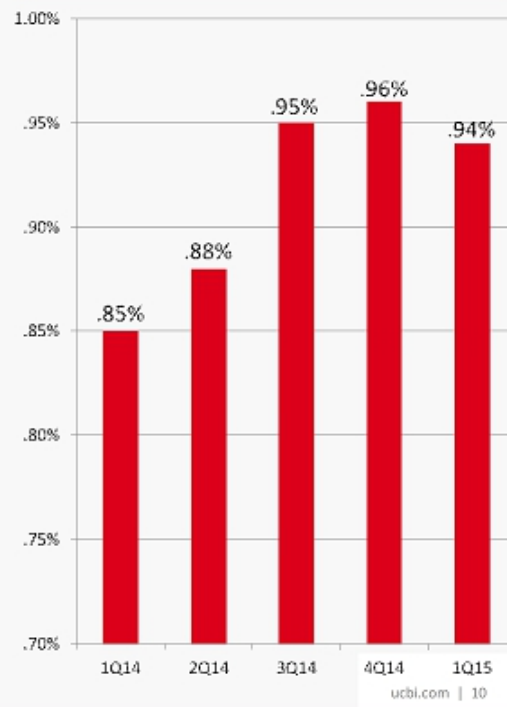
\$ in Millions	2011	2012	2013	2014	1Q15
CORE DEPOSIT GROWTH - CATEGORY & MARKET					
Demand Deposit	\$ 185	\$ 232	\$ 123	\$ 161	\$ 130
MMDA	150	115	73	41	32
Savings	15	29	24	41	19
NOW	(84)	(65)	4	9	25
Growth by Category	\$ 266	\$ 311	\$ 224	\$ 252	\$ 206
Atlanta	102	160	75	84	82
N. Georgia	81	41	62	90	61
North Carolina	27	47	42	35	7
Coastal Georgia	20	38	2	22	12
Tennessee	21	9	4	8	15
Gainesville	15	16	19	10	27
South Carolina	-	-	20	3	2
Growth by Market	\$ 266	\$ 311	\$ 224	\$ 252	\$ 206

Earnings per Share to Return on Assets

EARNINGS PER SHARE



RETURN ON ASSETS



Capital Ratios⁽¹⁾

HOLDING COMPANY	Well-Cap	1Q15	4Q14	3Q14	2Q14	1Q14
Tier I RBC	6%	11.5%	12.1%	12.1%	11.8%	11.1%
Total RBC	10	12.8	13.3	13.3	13.0	12.4
Leverage	5	8.7	8.7	8.7	8.3	8.0
Tier I Common RBC		11.5	11.1	11.0	10.7	10.1
Tangible Comm to Assets		9.8	9.7	9.8	9.6	9.2
Tangible Equity to Assets		9.8	9.7	9.8	9.6	9.5
BANK	Well-Cap	1Q15	4Q14	3Q14	2Q14	1Q14
Tier I RBC	6%	11.8%	12.9%	12.6%	13.4%	12.6%
Total RBC	10	13.1	14.1	13.8	14.6	13.9
Leverage	5	8.9	9.3	9.1	9.4	9.1

⁽¹⁾ March 31, 2015 calculated under Basel III rules, which became effective January 1, 2015.

Non-GAAP Reconciliation Tables

\$ in Thousands

	Operating Earnings to GAAP Earnings Reconciliation				
	1Q15	4Q14	3Q14	2Q14	1Q14
CORE FEE REVENUE					
Core fee revenue	\$ 15,120	\$ 14,553	\$ 14,419	\$ 13,938	\$ 11,930
Securities gains, net	1,539	208	11	4,435	217
Losses on prepayment of borrowings	(1,038)	-	-	(4,446)	-
Mark to market on deferred compensation plan assets	61	62	(18)	216	29
Fee revenue (GAAP)	\$ 15,682	\$ 14,823	\$ 14,412	\$ 14,143	\$ 12,176
CORE OPERATING EXPENSE					
Core operating expense	\$ 42,191	\$ 42,081	\$ 41,097	\$ 40,131	\$ 38,749
Foreclosed property expense	96	131	285	102	116
Severance	23	353	-	83	156
Reversal of litigation reserve	-	(1,200)	-	-	-
Loss share settlements	690	492	-	-	-
Mark to market on deferred compensation plan liability	61	62	(18)	216	29
Operating expense (GAAP)	\$ 43,061	\$ 41,919	\$ 41,364	\$ 40,532	\$ 39,050
TANGIBLE COMMON EQUITY AND TANGIBLE EQUITY TO TANGIBLE ASSETS					
Tangible common equity to tangible assets	9.82 %	9.72 %	9.83 %	9.58 %	9.22 %
Effect of preferred equity	-	-	-	-	.28
Tangible equity to tangible assets	9.82	9.72	9.83	9.58	9.50
Effect of goodwill and other intangibles	.04	.04	.02	.03	.02
Equity to assets (GAAP)	9.86 %	9.76 %	9.85 %	9.61 %	9.52 %
TANGIBLE COMMON EQUITY TO RISK-WEIGHTED ASSETS⁽¹⁾					
Tangible common equity to risk-weighted assets	13.53 %	13.82 %	14.10 %	13.92 %	13.63 %
Effect of preferred equity	-	-	-	-	-
Tangible equity to risk weighted assets	13.53	13.82	14.10	13.92	13.63
Effect of deferred tax limitation	(2.86)	(3.11)	(3.39)	(3.74)	(3.92)
Effect of other comprehensive income	.19	.35	.34	.53	.36
Effect of trust preferred	.67	1.00	1.02	1.04	1.03
Tier I capital ratio (Regulatory)	11.53 %	12.06 %	12.07 %	11.75 %	11.10 %

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⁽¹⁾ March 31, 2015 calculated under Basel III rules, which became effective January 1, 2015.