
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):
January 21, 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 January 21, 2015, United Community Banks, Inc. (the “Registrant”) issued a news release announcing its financial results for the quarter ended December 31, 2014 (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 January 21, 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 Fourth Quarter 2014 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

Exhibit No.	Description
99.1	News Release, dated January 21, 2015
99.2	Investor Presentation, Fourth Quarter 2014

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: January 21, 2015



For Immediate Release

For more information:

Rex S. Schuette
Chief Financial Officer
(706) 781-2266
Rex_Schuette@ucbi.com

**UNITED COMMUNITY BANKS, INC. REPORTS
NET INCOME OF \$18.2 MILLION FOR FOURTH QUARTER 2014,
UP 15 PERCENT FROM A YEAR AGO**

- Earnings per diluted share of 30 cents, up 36 percent from fourth quarter of 2013
- Loans up \$103 million, or 9 percent annualized
- Net interest margin stabilizes at 3.31 percent
- Operating efficiency improves to 57.5 percent on strong revenue growth

BLAIRSVILLE, GA – January 21, 2015 – United Community Banks, Inc. (NASDAQ: UCBI) (“United”) today reported net income of \$18.2 million, or 30 cents per diluted share, for the fourth quarter of 2014. Earnings per share were up 36 percent from a year ago. The increases reflect strong loan growth, a stable net interest margin and growth in fee revenue.

For the full year of 2014, United reported net income of \$67.6 million, or \$1.11 per diluted share.

“Our fourth quarter results mark a strong ending to a very good year,” said Jimmy Tallent, president and chief executive officer. “Strong loan growth and a steady net interest margin increased net interest revenue by \$1.37 million over the third quarter. Our return on assets rose to 96 basis points, one basis point above the third quarter and closing in on our goal of 1 percent. Also, our return on equity was 9.6 percent, up 19 basis points from the third quarter and 208 basis points from a year ago. We continue to improve operating efficiency, and achieved solid positive operating leverage in the fourth quarter.”

Tallent continued, “Fourth quarter net loan growth of \$103 million was driven by solid production across all of our markets. Our specialized lending business, which includes health care, corporate, SBA, asset-based and commercial real estate lending, was the largest contributor to our growth this quarter with \$74.6 million. We also saw solid growth in our Coastal Georgia market.”

Fourth quarter taxable equivalent net interest revenue totaled \$58.3 million, up \$1.37 million from the third quarter and up \$2.45 million from the fourth quarter of 2013. The taxable equivalent net interest margin was 3.31 percent, down one basis point from the third quarter but up five basis points from a year ago.

“Preserving our net interest margin and growing net interest revenue, while minimizing exposure to changes in interest rates, have been top priorities for growing earnings,” said Tallent. “We’ve been able to hold the margin steady in the low 3.30 percent range following our second quarter balance sheet management activities, which included restructuring the securities portfolio, interest rate hedges and wholesale borrowings. We expect our margin to remain at the current level into 2015.”

The fourth quarter provision for credit losses was \$1.8 million, down \$200,000 from the third quarter and down \$1.2 million from the fourth quarter of 2013. Fourth quarter net charge-offs were \$2.51 million compared with \$3.16 million in the third quarter and \$4.45 million a year ago. Nonperforming assets at quarter-end were \$19.6 million, down 10 percent from the third quarter and 37 percent from a year ago. Nonperforming assets at quarter-end represented .26 percent of total assets, compared to .29 percent last quarter and .42 percent a year ago.

Fourth quarter fee revenue totaled \$14.8 million, up \$411,000 from the third quarter and \$1.30 million from the fourth quarter of 2013. The increase from a year ago resulted primarily from the growing SBA lending business and related gains on sales of SBA loans. Gains totaled \$926,000 in the fourth quarter of 2014, and \$945,000 in the third quarter. There were no gains from SBA loan sales in the fourth quarter of 2013.

Service charges and fees, and debit card interchange fees, were up from both the third quarter of 2014 and the fourth quarter of 2013, more than offsetting a decline in overdraft fees. Mortgage fees were down \$67,000 from the third quarter, but up \$398,000 from a year ago. The increase from the fourth quarter of 2013 reflects United's commitment to growing the mortgage business. Closed mortgage loans totaled \$77.4 million in the fourth quarter compared with \$84.2 million in the third quarter and \$55.5 million in the fourth quarter of 2013.

Operating expenses were \$41.9 million in the fourth quarter compared to \$41.4 million in the third quarter and \$41.6 million a year ago. The increase was mostly due to higher salaries and employee benefit costs for the respective periods of \$900,000 and \$1.8 million, respectively, reflecting investments in new businesses and markets, as well as higher production and performance incentives and \$350,000 in severance costs for the fourth quarter 2014.

Other expense was up \$1.3 million from the third quarter and \$1.2 million from a year ago. The increase reflects a \$492,000 charge for the reimbursement of claimed interest related to the first period of the company's loss sharing agreement with the FDIC, as well as higher support costs associated with the increase in lending activity. Professional fees were lower this quarter due to the resolution and release of a \$1.2 million litigation reserve related to a previously disclosed legal matter and FDIC assessment costs declined due to further improvement in credit measures. There were several non-core items in the quarter that were mostly offsetting, including the litigation reserve release, FDIC reimbursement of prior period interest and severance costs.

"Our focus on growing revenue while controlling costs is driving the improvement in operating efficiency and positive operating leverage," Tallent said. "Our operating efficiency ratio improved to 57.5 percent in the fourth quarter, compared to 58.0 percent in the third quarter."

At December 31, 2014, capital ratios were as follows: Tier 1 Risk-Based of 12.1 percent; Total Risk-Based of 13.3 percent; Tier 1 Common Risk-Based of 11.1 percent; and, Tier 1 Leverage of 8.7 percent.

“In 2014 we invested significantly in revenue generation while controlling operating costs,” Tallent said. “I am excited about 2015 as these investments hit their stride to grow our businesses that will drive earnings and shareholder returns. As always, we will continue to look for opportunities to invest in people.”

Conference Call

United will hold a conference call today, Thursday, January 21, 2015, at 11 a.m. ET to discuss the contents of this news release and to share business highlights for the quarter. To access the call, dial (877) 380-5665 and use the conference number 61257382. The conference call also will be webcast and available for replay for 30 days by selecting “Events and 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 \$7.6 billion in assets. The company's banking subsidiary, United Community Bank, is one of the Southeast's largest full-service banks, operating 103 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. National survey organizations consistently recognize United Community Bank for outstanding customer service. 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 2013 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

	2014				2013		Fourth Quarter 2014-2013 Change	For the Twelve Months Ended December 31,		YTD 2014-2013 Change
	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	2014		2013		
<i>(in thousands, except per share data; taxable equivalent)</i>										
INCOME SUMMARY										
Interest revenue	\$ 64,353	\$ 63,338	\$ 61,783	\$ 60,495	\$ 61,695		\$ 249,969	\$ 247,323		
Interest expense	6,021	6,371	6,833	6,326	5,816		25,551	27,682		
Net interest revenue	58,332	56,967	54,950	54,169	55,879	4%	224,418	219,641	2%	
Provision for credit losses	1,800	2,000	2,200	2,500	3,000		8,500	65,500		
Fee revenue	14,823	14,412	14,143	12,176	13,519	10	55,554	56,598	(2)	
Total revenue	71,355	69,379	66,893	63,845	66,398		271,472	210,739		
Operating expenses	41,919	41,364	40,532	39,050	41,614	1	162,865	174,304	(7)	
Income before income taxes	29,436	28,015	26,361	24,795	24,784	19	108,607	36,435		
Income tax expense (benefit)	11,189	10,399	10,004	9,395	8,873		40,987	(236,705)		
Net income	18,247	17,616	16,357	15,400	15,911	15	67,620	273,140		
Preferred dividends and discount accretion	-	-	-	439	2,912		439	12,078		
Net income available to common shareholders	\$ 18,247	\$ 17,616	\$ 16,357	\$ 14,961	\$ 12,999	40	\$ 67,181	\$ 261,062		
PERFORMANCE MEASURES										
Per common share:										
Diluted income	\$.30	\$.29	\$.27	\$.25	\$.22	36	\$ 1.11	\$ 4.44		
Book value	12.20	12.15	11.94	11.66	11.30	8	12.20	11.30	8	
Tangible book value ⁽²⁾	12.15	12.10	11.91	11.63	11.26	8	12.15	11.26	8	
Key performance ratios:										
Return on common equity ⁽¹⁾⁽³⁾	9.60%	9.41%	8.99%	8.64%	7.52%		9.17%	46.72%		
Return on assets ⁽³⁾	.96	.95	.88	.85	.86		.91	3.86		
Net interest margin ⁽³⁾	3.31	3.32	3.21	3.21	3.26		3.26	3.30		
Efficiency ratio	57.47	57.96	58.65	59.05	60.02		58.26	63.14		
Average equity to average assets	9.76	9.85	9.61	9.52	11.62		9.69	10.35		
Average tangible equity to average assets ⁽²⁾	9.72	9.83	9.58	9.50	11.59		9.67	10.31		
Average tangible common equity to average assets ⁽²⁾	9.72	9.83	9.58	9.22	8.99		9.60	7.55		
Tangible common equity to risk-weighted assets ⁽²⁾	13.82	14.10	13.92	13.63	13.18		13.82	13.17		
ASSET QUALITY *										
Non-performing loans	\$ 17,881	\$ 18,745	\$ 20,724	\$ 25,250	\$ 26,819		\$ 17,881	\$ 26,819		
Foreclosed properties	1,726	3,146	2,969	5,594	4,221		1,726	4,221		
Total non-performing assets (NPAs)	19,607	21,891	23,693	30,844	31,040		19,607	31,040		
Allowance for loan losses	71,619	71,928	73,248	75,223	76,762		71,619	76,762		
Net charge-offs	2,509	3,155	4,175	4,039	4,445		13,878	93,710		
Allowance for loan losses to loans	1.53%	1.57%	1.66%	1.73%	1.77%		1.53%	1.77%		
Net charge-offs to average loans ⁽³⁾	.22	.28	.38	.38	.41		.31	2.22		
NPAs to loans and foreclosed properties	.42	.48	.54	.71	.72		.42	.72		
NPAs to total assets	.26	.29	.32	.42	.42		.26	.42		
AVERAGE BALANCES (\$ in millions)										
Loans	\$ 4,621	\$ 4,446	\$ 4,376	\$ 4,356	\$ 4,315	7	\$ 4,450	\$ 4,254	5	
Investment securities	2,222	2,231	2,326	2,320	2,280	(3)	2,274	2,190	4	
Earning assets	7,013	6,820	6,861	6,827	6,823	3	6,880	6,649	3	
Total assets	7,565	7,374	7,418	7,384	7,370	3	7,436	7,074	5	
Deposits	6,383	6,143	6,187	6,197	6,190	3	6,228	6,027	3	
Shareholders' equity	738	726	713	703	856	(14)	720	732	(2)	
Common shares - basic <i>(thousands)</i>	60,830	60,776	60,712	60,059	59,923		60,588	58,787		
Common shares - diluted <i>(thousands)</i>	60,833	60,779	60,714	60,061	59,925		60,590	58,845		
AT PERIOD END (\$ in millions)										
Loans *	\$ 4,672	\$ 4,569	\$ 4,410	\$ 4,356	\$ 4,329	8	\$ 4,672	\$ 4,329	8	
Investment securities	2,198	2,222	2,190	2,302	2,312	(5)	2,198	2,312	(5)	
Total assets	7,567	7,526	7,352	7,398	7,425	2	7,567	7,425	2	
Deposits	6,327	6,241	6,164	6,248	6,202	2	6,327	6,202	2	
Shareholders' equity	740	736	722	704	796	(7)	740	796	(7)	
Common shares outstanding <i>(thousands)</i>	60,259	60,248	60,139	60,092	59,432		60,259	59,432		

⁽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.

* Excludes loans and foreclosed properties covered by loss sharing agreements with the FDIC.

UNITED COMMUNITY BANKS, INC.
Selected Financial Information
For the Years Ended December 31,

<i>(in thousands, except per share data; taxable equivalent)</i>	2014	2013	2012	2011	2010
INCOME SUMMARY					
Net interest revenue	\$ 224,418	\$ 219,641	\$ 229,758	\$ 238,670	\$ 244,637
Operating provision for credit losses ⁽¹⁾	8,500	65,500	62,500	251,000	234,750
Operating fee revenue	55,554	56,598	56,112	44,907	46,963
Total operating revenue ⁽¹⁾	271,472	210,739	223,370	32,577	56,850
Operating expenses ⁽²⁾	162,865	174,304	186,774	261,599	242,952
Loss on sale of nonperforming assets	-	-	-	-	45,349
Operating income (loss) from continuing operations before taxes	108,607	36,435	36,596	(229,022)	(231,451)
Operating income taxes	40,987	(236,705)	2,740	(2,276)	73,218
Net operating income (loss) from continuing operations	67,620	273,140	33,856	(226,746)	(304,669)
Noncash goodwill impairment charges	-	-	-	-	(210,590)
Fraud loss provision and subsequent recovery, net of tax benefit	-	-	-	-	11,750
Net income (loss) from discontinued operations	-	-	-	-	(101)
Gain from sale of subsidiary, net of income taxes and selling costs	-	-	-	-	1,266
Net income (loss)	67,620	273,140	33,856	(226,746)	(502,344)
Preferred dividends and discount accretion	439	12,078	12,148	11,838	10,316
Net income (loss) available to common shareholders	\$ 67,181	\$ 261,062	\$ 21,708	\$ (238,584)	\$ (512,660)

PERFORMANCE MEASURES

Per common share:

Diluted operating earnings (loss) from continuing operations ⁽¹⁾ ⁽²⁾	\$ 1.11	\$ 4.44	\$.38	\$ (5.97)	\$ (16.64)
Diluted earnings (loss) from continuing operations	1.11	4.44	.38	(5.97)	(27.15)
Diluted earnings (loss)	1.11	4.44	.38	(5.97)	(27.09)
Cash dividends declared	.11	-	-	-	-
Book value	12.20	11.30	6.67	6.62	15.40
Tangible book value ⁽⁴⁾	12.15	11.26	6.57	6.47	14.80

Key performance ratios:

Return on common equity ⁽³⁾	9.17%	46.72%	5.43%	(93.57)%	(85.08)%
Return on assets	.91	3.86	.49	(3.15)	(6.61)
Net interest margin	3.26	3.30	3.51	3.52	3.59
Operating efficiency ratio from continuing operations ⁽²⁾	58.26	63.14	65.43	92.27	98.98
Average equity to average assets	9.69	10.35	8.47	7.75	10.77
Average tangible equity to average assets ⁽⁴⁾	9.67	10.31	8.38	7.62	8.88
Average tangible common equity to average assets ⁽⁴⁾	9.60	7.55	5.54	3.74	6.52
Tangible common equity to risk-weighted assets ⁽⁴⁾	13.82	13.17	8.26	8.25	5.64

ASSET QUALITY *

Non-performing loans	\$ 17,881	\$ 26,819	\$ 109,894	\$ 127,479	\$ 179,094
Foreclosed properties	1,726	4,221	18,264	32,859	142,208
Total non-performing assets (NPAs)	19,607	31,040	128,158	160,338	321,302
Allowance for loan losses	71,619	76,762	107,137	114,468	174,695
Operating net charge-offs ⁽¹⁾	13,879	93,710	69,831	311,227	215,657
Allowance for loan losses to loans	1.53%	1.77%	2.57%	2.79%	3.79%
Operating net charge-offs to average loans ⁽¹⁾	.31	2.22	1.69	7.33	4.42
NPAs to loans and foreclosed properties	.42	.72	3.06	3.87	6.77
NPAs to total assets	.26	.42	1.88	2.30	4.42

AVERAGE BALANCES (\$ in millions)

Loans	\$ 4,450	\$ 4,254	\$ 4,166	\$ 4,307	\$ 4,961
Investment securities	2,274	2,190	2,089	1,999	1,453
Earning assets	6,880	6,649	6,547	6,785	6,822
Total assets	7,436	7,074	6,865	7,189	7,605
Deposits	6,228	6,027	5,885	6,275	6,373
Shareholders' equity	720	732	582	557	819
Common shares - Basic <i>(thousands)</i>	60,588	58,787	57,857	39,943	18,925
Common shares - Diluted <i>(thousands)</i>	60,590	58,845	57,857	39,943	18,925

AT YEAR END (\$ in millions)

Loans *	\$ 4,672	\$ 4,329	\$ 4,175	\$ 4,110	\$ 4,604
Investment securities	2,198	2,312	2,079	2,120	1,490
Total assets	7,567	7,425	6,802	6,983	7,276
Deposits	6,327	6,202	5,952	6,098	6,469
Shareholders' equity	740	796	581	575	469

Common shares outstanding (*thousands*)

60,259

59,432

57,741

57,561

18,937

⁽¹⁾ Excludes the subsequent recovery of \$11.8 million in previously recognized fraud related loan losses in 2010. ⁽²⁾ Excludes goodwill impairment charge of \$211 million in 2010. ⁽³⁾ Net income (loss) available to common shareholders, which is net of preferred stock dividends, divided by average realized common equity, which excludes accumulated other comprehensive income (loss). ⁽⁴⁾ Excludes effect of acquisition related intangibles and associated amortization.

* Excludes loans and foreclosed properties covered by loss sharing agreements with the FDIC.

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

<i>(in thousands, except per share data; taxable equivalent)</i>	2014				2013	For the Twelve Months Ended December 31,				
	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	Fourth Quarter	2014	2013	2012	2011	2010
Interest revenue reconciliation										
Interest revenue - taxable equivalent	\$ 64,353	\$ 63,338	\$ 61,783	\$ 60,495	\$ 61,695	\$ 249,969	\$ 247,323	\$ 267,667	\$ 304,308	\$ 344,493
Taxable equivalent adjustment	(398)	(405)	(377)	(357)	(380)	(1,537)	(1,483)	(1,690)	(1,707)	(2,001)
Interest revenue (GAAP)	<u>\$ 63,955</u>	<u>\$ 62,933</u>	<u>\$ 61,406</u>	<u>\$ 60,138</u>	<u>\$ 61,315</u>	<u>\$ 248,432</u>	<u>\$ 245,840</u>	<u>\$ 265,977</u>	<u>\$ 302,601</u>	<u>\$ 342,492</u>
Net interest revenue reconciliation										
Net interest revenue - taxable equivalent	\$ 58,332	\$ 56,967	\$ 54,950	\$ 54,169	\$ 55,879	\$ 224,418	\$ 219,641	\$ 229,758	\$ 238,670	\$ 244,637
Taxable equivalent adjustment	(398)	(405)	(377)	(357)	(380)	(1,537)	(1,483)	(1,690)	(1,707)	(2,001)
Net interest revenue (GAAP)	<u>\$ 57,934</u>	<u>\$ 56,562</u>	<u>\$ 54,573</u>	<u>\$ 53,812</u>	<u>\$ 55,499</u>	<u>\$ 222,881</u>	<u>\$ 218,158</u>	<u>\$ 228,068</u>	<u>\$ 236,963</u>	<u>\$ 242,636</u>
Provision for credit losses reconciliation										
Operating provision for credit losses	\$ 1,800	\$ 2,000	\$ 2,200	\$ 2,500	\$ 3,000	\$ 8,500	\$ 65,500	\$ 62,500	\$ 251,000	\$ 234,750
Partial recovery of special fraud-related loan loss	-	-	-	-	-	-	-	-	-	(11,750)
Provision for credit losses (GAAP)	<u>\$ 1,800</u>	<u>\$ 2,000</u>	<u>\$ 2,200</u>	<u>\$ 2,500</u>	<u>\$ 3,000</u>	<u>\$ 8,500</u>	<u>\$ 65,500</u>	<u>\$ 62,500</u>	<u>\$ 251,000</u>	<u>\$ 223,000</u>
Total revenue reconciliation										
Total operating revenue	\$ 71,355	\$ 69,379	\$ 66,893	\$ 63,845	\$ 66,398	\$ 271,472	\$ 210,739	\$ 223,370	\$ 32,577	\$ 56,850
Taxable equivalent adjustment	(398)	(405)	(377)	(357)	(380)	(1,537)	(1,483)	(1,690)	(1,707)	(2,001)
Partial recovery of special fraud-related loan loss	-	-	-	-	-	-	-	-	-	11,750
Total revenue (GAAP)	<u>\$ 70,957</u>	<u>\$ 68,974</u>	<u>\$ 66,516</u>	<u>\$ 63,488</u>	<u>\$ 66,018</u>	<u>\$ 269,935</u>	<u>\$ 209,256</u>	<u>\$ 221,680</u>	<u>\$ 30,870</u>	<u>\$ 66,599</u>
Expense reconciliation										
Operating expense	\$ 41,919	\$ 41,364	\$ 40,532	\$ 39,050	\$ 41,614	\$ 162,865	\$ 174,304	\$ 186,774	\$ 261,599	\$ 288,301
Noncash goodwill impairment charge	-	-	-	-	-	-	-	-	-	210,590
Operating expense (GAAP)	<u>\$ 41,919</u>	<u>\$ 41,364</u>	<u>\$ 40,532</u>	<u>\$ 39,050</u>	<u>\$ 41,614</u>	<u>\$ 162,865</u>	<u>\$ 174,304</u>	<u>\$ 186,774</u>	<u>\$ 261,599</u>	<u>\$ 498,891</u>
Income before taxes reconciliation										
Income before taxes	\$ 29,436	\$ 28,015	\$ 26,361	\$ 24,795	\$ 24,784	\$ 108,607	\$ 36,435	\$ 36,596	\$ (229,022)	\$ (231,451)
Taxable equivalent adjustment	(398)	(405)	(377)	(357)	(380)	(1,537)	(1,483)	(1,690)	(1,707)	(2,001)
Noncash goodwill impairment charge	-	-	-	-	-	-	-	-	-	(210,590)
Partial recovery of special fraud-related loan loss	-	-	-	-	-	-	-	-	-	11,750
Income before taxes (GAAP)	<u>\$ 29,038</u>	<u>\$ 27,610</u>	<u>\$ 25,984</u>	<u>\$ 24,438</u>	<u>\$ 24,404</u>	<u>\$ 107,070</u>	<u>\$ 34,952</u>	<u>\$ 34,906</u>	<u>\$ (230,729)</u>	<u>\$ (432,292)</u>
Income tax expense (benefit) reconciliation										
Income tax expense (benefit)	\$ 11,189	\$ 10,399	\$ 10,004	\$ 9,395	\$ 8,873	\$ 40,987	\$ (236,705)	\$ 2,740	\$ (2,276)	\$ 73,218
Taxable equivalent adjustment	(398)	(405)	(377)	(357)	(380)	(1,537)	(1,483)	(1,690)	(1,707)	(2,001)
Income tax expense (benefit) (GAAP)	<u>\$ 10,791</u>	<u>\$ 9,994</u>	<u>\$ 9,627</u>	<u>\$ 9,038</u>	<u>\$ 8,493</u>	<u>\$ 39,450</u>	<u>\$ (238,188)</u>	<u>\$ 1,050</u>	<u>\$ (3,983)</u>	<u>\$ 71,217</u>
Diluted earnings (loss) from continuing operations per common share reconciliation										
Diluted operating earnings (loss) from continuing operations per common share	\$.30	\$.29	\$.27	\$.25	\$.22	\$ 1.11	\$ 4.44	\$.38	\$ (5.97)	\$ (16.64)
Noncash goodwill impairment charge	-	-	-	-	-	-	-	-	-	(11.13)
Partial recovery of special fraud-related loan loss	-	-	-	-	-	-	-	-	-	.62
Diluted earnings (loss) from continuing operations per common share (GAAP)	<u>\$.30</u>	<u>\$.29</u>	<u>\$.27</u>	<u>\$.25</u>	<u>\$.22</u>	<u>\$ 1.11</u>	<u>\$ 4.44</u>	<u>\$.38</u>	<u>\$ (5.97)</u>	<u>\$ (27.15)</u>
Book value per common share reconciliation										
Tangible book value per common share	\$ 12.15	\$ 12.10	\$ 11.91	\$ 11.63	\$ 11.26	\$ 12.15	\$ 11.26	\$ 6.57	\$ 6.47	\$ 14.80
Effect of goodwill and other intangibles	.05	.05	.03	.03	.04	.05	.04	.10	.15	.60
Book value per common share (GAAP)	<u>\$ 12.20</u>	<u>\$ 12.15</u>	<u>\$ 11.94</u>	<u>\$ 11.66</u>	<u>\$ 11.30</u>	<u>\$ 12.20</u>	<u>\$ 11.30</u>	<u>\$ 6.67</u>	<u>\$ 6.62</u>	<u>\$ 15.40</u>
Efficiency ratio from continuing operations reconciliation										
Operating efficiency ratio from continuing operations	57.47%	57.96%	58.65%	59.05%	60.02%	58.26%	63.14%	65.43%	92.27%	98.98%
Noncash goodwill impairment charge	-	-	-	-	-	-	-	-	-	72.29
Efficiency ratio from continuing operations (GAAP)	<u>57.47%</u>	<u>57.96%</u>	<u>58.65%</u>	<u>59.05%</u>	<u>60.02%</u>	<u>58.26%</u>	<u>63.14%</u>	<u>65.43%</u>	<u>92.27%</u>	<u>171.27%</u>
Average equity to assets reconciliation										
Tangible common equity to assets	9.72%	9.83%	9.58%	9.22%	8.99%	9.60%	7.55%	5.54%	3.74%	6.52%
Effect of preferred equity	-	-	-	.28	2.60	.07	2.76	2.84	3.88	2.36
Tangible equity to assets	9.72	9.83	9.58	9.50	11.59	9.67	10.31	8.38	7.62	8.88
Effect of goodwill and other intangibles	.04	.02	.03	.02	.03	.02	.04	.09	.13	1.89
Equity to assets (GAAP)	<u>9.76%</u>	<u>9.85%</u>	<u>9.61%</u>	<u>9.52%</u>	<u>11.62%</u>	<u>9.69%</u>	<u>10.35%</u>	<u>8.47%</u>	<u>7.75%</u>	<u>10.77%</u>
Tangible common equity to risk-weighted assets reconciliation										
Tangible common equity to risk-weighted assets	13.82%	14.10%	13.92%	13.63%	13.18%	13.82%	13.18%	8.26%	8.25%	5.64%
Effect of other comprehensive income	.35	.34	.53	.36	.39	.35	.39	.51	(.03)	(.42)
Effect of deferred tax limitation	(3.11)	(3.39)	(3.74)	(3.92)	(4.26)	(3.11)	(4.26)	-	-	-
Effect of trust preferred	1.00	1.02	1.04	1.03	1.04	1.00	1.04	1.15	1.18	1.06
Effect of preferred equity	-	-	-	-	2.39	-	2.39	4.24	4.29	3.53

Tier I capital ratio (Regulatory)	12.06%	12.07%	11.75%	11.10%	12.74%	12.06%	12.74%	14.16%	13.69%	9.81%
Net charge-offs reconciliation										
Operating net charge-offs	\$ 2,509	\$ 3,155	\$ 4,175	\$ 4,039	\$ 4,445	\$ 13,878	\$ 93,710	\$ 69,831	\$ 311,227	\$ 215,657
Subsequent partial recovery of fraud-related charge-off	-	-	-	-	-	-	-	-	-	(11,750)
Net charge-offs (GAAP)	<u>\$ 2,509</u>	<u>\$ 3,155</u>	<u>\$ 4,175</u>	<u>\$ 4,039</u>	<u>\$ 4,445</u>	<u>\$ 13,878</u>	<u>\$ 93,710</u>	<u>\$ 69,831</u>	<u>\$ 311,227</u>	<u>\$ 203,907</u>
Net charge-offs to average loans reconciliation										
Operating net charge-offs to average loans	.22%	.28%	.38%	.38%	.41%	.31%	2.22%	1.69%	7.33%	4.42%
Subsequent partial recovery of fraud-related charge-off	-	-	-	-	-	-	-	-	-	(.25)
Net charge-offs to average loans (GAAP)	<u>.22%</u>	<u>.28%</u>	<u>.38%</u>	<u>.38%</u>	<u>.41%</u>	<u>.31%</u>	<u>2.22%</u>	<u>1.69%</u>	<u>7.33%</u>	<u>4.17%</u>

UNITED COMMUNITY BANKS, INC.
Financial Highlights
Loan Portfolio Composition at Period-End ⁽¹⁾

<i>(in millions)</i>	2014				2013	Linked Quarter Change	Year over Year Change
	Fourth Quarter	Third Quarter	Second Quarter	First Quarter	Fourth Quarter		
LOANS BY CATEGORY							
Owner occupied commercial RE	\$ 1,163	\$ 1,153	\$ 1,163	\$ 1,142	\$ 1,134	\$ 10	\$ 29
Income producing commercial RE	599	605	598	624	623	(6)	(24)
Commercial & industrial	710	650	554	495	472	60	238
Commercial construction	196	181	160	148	149	15	47
Total commercial	2,668	2,589	2,475	2,409	2,378	79	290
Residential mortgage	866	866	861	866	875	-	(9)
Home equity lines of credit	466	459	451	447	441	7	25
Residential construction	299	307	302	318	328	(8)	(29)
Consumer installment	373	348	321	316	307	25	66
Total loans	\$ 4,672	\$ 4,569	\$ 4,410	\$ 4,356	\$ 4,329	103	343
LOANS BY MARKET							
North Georgia	\$ 1,163	\$ 1,168	\$ 1,175	\$ 1,205	\$ 1,240	(5)	(77)
Atlanta MSA	1,282	1,289	1,305	1,290	1,275	(7)	7
North Carolina	553	553	555	563	572	-	(19)
Coastal Georgia	456	444	426	425	423	12	33
Gainesville MSA	257	254	257	262	255	3	2
East Tennessee	280	281	270	272	280	(1)	-
South Carolina / Corporate	412	337	206	131	88	75	324
Other ⁽²⁾	269	243	216	208	196	26	73
Total loans	\$ 4,672	\$ 4,569	\$ 4,410	\$ 4,356	\$ 4,329	103	343

⁽¹⁾ Excludes total loans of \$2.8 million, \$2.8 million, \$3.1 million, \$19.3 million and \$20.3 million as of December 31, 2014, September 30, 2014, June 30, 2014, March 31, 2014 and December 31, 2013, respectively, that are covered by the loss-sharing agreement with the FDIC, related to the acquisition of Southern Community Bank. ⁽²⁾ Includes purchased indirect auto loans that are not assigned to a geographic region.

UNITED COMMUNITY BANKS, INC.

Financial Highlights

Loan Portfolio Composition at Year-End ⁽¹⁾

<i>(in millions)</i>	2014	2013	2012	2011	2010
LOANS BY CATEGORY					
Owner occupied commercial RE	\$ 1,163	\$ 1,134	\$ 1,131	\$ 1,112	\$ 980
Income producing commercial RE	599	623	682	710	781
Commercial & industrial	710	472	458	428	441
Commercial construction	196	149	155	164	297
Total commercial	2,668	2,378	2,426	2,414	2,499
Residential mortgage	866	875	829	835	944
Home equity lines of credit	466	441	385	300	335
Residential construction	299	328	382	448	695
Consumer / installment	373	307	153	113	131
Total loans	\$ 4,672	\$ 4,329	\$ 4,175	\$ 4,110	\$ 4,604
LOANS BY MARKET					
North Georgia	\$ 1,163	\$ 1,240	\$ 1,364	\$ 1,426	\$ 1,689
Atlanta MSA	1,282	1,275	1,250	1,220	1,310
North Carolina	553	572	579	597	702
Coastal Georgia	456	423	400	346	335
Gainesville MSA	257	255	261	265	312
East Tennessee	280	280	283	256	256
South Carolina / Corporate	412	88	-	-	-
Other ⁽²⁾	269	196	38	-	-
Total loans	\$ 4,672	\$ 4,329	\$ 4,175	\$ 4,110	\$ 4,604

⁽¹⁾ Excludes total loans of \$2.8 million, \$20.3 million, \$33.4 million, \$54.5 million and \$68.2 million as of December 31, 2014, 2013, 2012, 2011 and 2010, respectively, that are covered by loss-sharing agreements with the FDIC, related to the acquisition of Southern Community Bank. ⁽²⁾ Includes purchased indirect auto loans that are not assigned to a geographic region.

UNITED COMMUNITY BANKS, INC.
Financial Highlights
Credit Quality ⁽¹⁾

<i>(in thousands)</i>	Fourth Quarter 2014			Third Quarter 2014			Second 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	\$ 4,133	\$ 355	\$ 4,488	\$ 2,156	\$ 1,024	\$ 3,180	\$ 2,975	\$ 653	\$ 3,628
Income producing CRE	717	-	717	1,742	42	1,784	1,032	242	1,274
Commercial & industrial	1,571	-	1,571	1,593	-	1,593	1,102	-	1,102
Commercial construction	83	15	98	148	-	148	95	-	95
Total commercial	6,504	370	6,874	5,639	1,066	6,705	5,204	895	6,099
Residential mortgage	8,196	1,183	9,379	8,350	1,769	10,119	10,201	1,426	11,627
Home equity lines of credit	695	40	735	720	90	810	510	128	638
Residential construction	2,006	133	2,139	3,543	221	3,764	4,248	520	4,768
Consumer installment	480	-	480	493	-	493	561	-	561
Total NPAs	\$ 17,881	\$ 1,726	\$ 19,607	\$ 18,745	\$ 3,146	\$ 21,891	\$ 20,724	\$ 2,969	\$ 23,693
Balance as a % of Unpaid Principal	69.9%	54.1%	68.1%	68.6%	54.5%	66.1%	66.5%	50.4%	63.9%

NONPERFORMING ASSETS BY MARKET									
North Georgia	\$ 5,669	\$ 711	\$ 6,380	\$ 7,392	\$ 1,717	\$ 9,109	\$ 8,216	\$ 1,392	\$ 9,608
Atlanta MSA	1,837	372	2,209	1,724	364	2,088	3,883	510	4,393
North Carolina	5,221	234	5,455	4,919	398	5,317	5,314	615	5,929
Coastal Georgia	799	105	904	781	160	941	782	80	862
Gainesville MSA	1,310	81	1,391	1,403	85	1,488	921	49	970
East Tennessee	1,414	201	1,615	1,227	245	1,472	1,218	323	1,541
South Carolina / Corporate	1,285	22	1,307	945	177	1,122	-	-	-
Other ⁽³⁾	346	-	346	354	-	354	390	-	390
Total NPAs	\$ 17,881	\$ 1,726	\$ 19,607	\$ 18,745	\$ 3,146	\$ 21,891	\$ 20,724	\$ 2,969	\$ 23,693

NONPERFORMING ASSETS ACTIVITY									
Beginning Balance	\$ 18,745	\$ 3,146	\$ 21,891	\$ 20,724	\$ 2,969	\$ 23,693	\$ 25,250	\$ 5,594	\$ 30,844
Loans placed on non-accrual	7,140	-	7,140	7,665	-	7,665	9,529	-	9,529
Payments received	(5,286)	-	(5,286)	(3,129)	-	(3,129)	(4,027)	-	(4,027)
Loan charge-offs	(1,841)	-	(1,841)	(4,353)	-	(4,353)	(8,341)	-	(8,341)
Foreclosures	(877)	877	-	(2,162)	2,162	-	(1,687)	1,687	-
Capitalized costs	-	-	-	-	209	209	-	-	-
Property sales	-	(2,483)	(2,483)	-	(2,350)	(2,350)	-	(4,430)	(4,430)
Write downs	-	(1)	(1)	-	(108)	(108)	-	(305)	(305)
Net gains (losses) on sales	-	187	187	-	264	264	-	423	423
Ending Balance	\$ 17,881	\$ 1,726	\$ 19,607	\$ 18,745	\$ 3,146	\$ 21,891	\$ 20,724	\$ 2,969	\$ 23,693

<i>(in thousands)</i>	Fourth Quarter 2014		Third Quarter 2014		Second Quarter 2014	
	Net Charge-Offs	Net Charge- Offs to Average Loans ⁽²⁾	Net Charge-Offs	Net Charge- Offs to Average Loans ⁽²⁾	Net Charge-Offs	Net Charge- Offs to Average Loans ⁽²⁾
NET CHARGE-OFFS BY CATEGORY						
Owner occupied CRE	\$ 891	.31%	\$ 746	.26%	\$ (1,836)	(.64)%
Income producing CRE	143	.09	104	.07	435	.29
Commercial & industrial	(295)	(.17)	(341)	(.23)	662	.52
Commercial construction	(6)	(.01)	103	.24	131	.34
Total commercial	733	.11	612	.10	(608)	(.10)
Residential mortgage	1,226	.56	1,116	.52	2,509	1.17
Home equity lines of credit	238	.20	356	.31	466	.42
Residential construction	(44)	(.06)	712	.94	1,671	2.13
Consumer installment	356	.39	359	.43	137	.18
Total	\$ 2,509	.22	\$ 3,155	.28	\$ 4,175	.38
NET CHARGE-OFFS BY MARKET						
North Georgia	\$ 791	.27%	\$ 1,861	.63%	\$ (741)	(.25)%
Atlanta MSA	147	.05	(250)	(.08)	1,481	.46
North Carolina	1,103	.79	656	.47	2,161	1.55
Coastal Georgia	30	.03	228	.21	116	.11
Gainesville MSA	94	.15	259	.40	797	1.23
East Tennessee	54	.08	230	.33	288	.42
South Carolina / Corporate	110	.11	5	.01	-	-
Other ⁽³⁾	180	.29	166	.31	73	.14
Total	\$ 2,509	.22	\$ 3,155	.28	\$ 4,175	.38

(1) Excludes non-performing loans and foreclosed properties covered by the loss-sharing agreement with the FDIC, related to the acquisition of Southern Community Bank.

(2) Annualized.

(3) Includes purchased indirect auto loans that are not assigned to a geographic region.

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

<i>(in thousands, except per share data)</i>	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2014	2013	2014	2013
Interest revenue:				
Loans, including fees	\$ 50,677	\$ 49,066	\$ 196,279	\$ 200,893
Investment securities, including tax exempt of \$180, \$203, \$738 and \$827	12,375	11,253	48,493	41,158
Deposits in banks and short-term investments	903	996	3,660	3,789
Total interest revenue	63,955	61,315	248,432	245,840
Interest expense:				
Deposits:				
NOW	435	473	1,651	1,759
Money market	868	569	3,060	2,210
Savings	20	24	81	133
Time	1,623	1,593	7,133	10,464
Total deposit interest expense	2,946	2,659	11,925	14,566
Short-term borrowings	96	508	2,160	2,071
Federal Home Loan Bank advances	339	3	912	68
Long-term debt	2,640	2,646	10,554	10,977
Total interest expense	6,021	5,816	25,551	27,682
Net interest revenue	57,934	55,499	222,881	218,158
Provision for credit losses	1,800	3,000	8,500	65,500
Net interest revenue after provision for credit losses	56,134	52,499	214,381	152,658
Fee revenue:				
Service charges and fees	8,446	8,166	33,073	31,997
Mortgage loan and other related fees	2,111	1,713	7,520	9,925
Brokerage fees	1,176	1,361	4,807	4,465
Securities gains, net	208	70	4,871	186
Loss from prepayment of debt	-	-	(4,446)	-
Other	2,882	2,209	9,729	10,025
Total fee revenue	14,823	13,519	55,554	56,598
Total revenue	70,957	66,018	269,935	209,256
Operating expenses:				
Salaries and employee benefits	26,592	24,817	100,941	96,233
Communications and equipment	3,153	3,414	12,523	13,233
Occupancy	3,448	3,735	13,513	13,930
Advertising and public relations	802	781	3,461	3,718
Postage, printing and supplies	1,086	882	3,542	3,283
Professional fees	834	2,102	6,707	9,617
Foreclosed property	131	191	634	7,869
FDIC assessments and other regulatory charges	883	1,804	4,792	9,219
Amortization of intangibles	287	408	1,348	2,031
Other	4,703	3,480	15,404	15,171
Total operating expenses	41,919	41,614	162,865	174,304
Net income before income taxes	29,038	24,404	107,070	34,952
Income tax expense (benefit)	10,791	8,493	39,450	(238,188)
Net income	18,247	15,911	67,620	273,140
Preferred stock dividends and discount accretion	-	2,912	439	12,078
Net income available to common shareholders	\$ 18,247	\$ 12,999	\$ 67,181	\$ 261,062
Earnings per common share:				
Basic	\$.30	\$.22	\$ 1.11	\$ 4.44
Diluted	.30	.22	1.11	4.44
Weighted average common shares outstanding:				
Basic	60,830	59,923	60,588	58,787
Diluted	60,833	59,925	60,590	58,845

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

<i>(in thousands, except share and per share data)</i>	December 31, 2014	December 31, 2013
ASSETS		
Cash and due from banks	\$ 77,180	\$ 71,230
Interest-bearing deposits in banks	89,074	119,669
Short-term investments	26,401	37,999
Cash and cash equivalents	192,655	228,898
Securities available for sale	1,782,734	1,832,217
Securities held to maturity (fair value \$425,233 and \$485,585)	415,267	479,742
Mortgage loans held for sale	13,737	10,319
Loans, net of unearned income	4,672,119	4,329,266
Less allowance for loan losses	(71,619)	(76,762)
Loans, net	4,600,500	4,252,504
Assets covered by loss sharing agreements with the FDIC	3,315	22,882
Premises and equipment, net	159,390	163,589
Bank owned life insurance	81,294	80,670
Accrued interest receivable	20,103	19,598
Goodwill and other intangible assets	3,641	3,480
Foreclosed property	1,726	4,221
Net deferred tax asset	215,503	258,518
Derivative financial instruments	20,599	23,833
Other assets	56,522	44,948
Total assets	\$ 7,566,986	\$ 7,425,419
LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities:		
Deposits:		
Demand	\$ 1,574,317	\$ 1,388,512
NOW	1,504,887	1,427,939
Money market	1,273,283	1,227,575
Savings	292,308	251,125
Time:		
Less than \$100,000	748,478	892,961
Greater than \$100,000	508,228	588,689
Brokered	425,011	424,704
Total deposits	6,326,512	6,201,505
Repurchase agreements	6,000	53,241
Federal Home Loan Bank advances	270,125	120,125
Long-term debt	129,865	129,865
Derivative financial instruments	31,997	46,232
Unsettled securities purchases	5,425	29,562
Accrued expenses and other liabilities	57,485	49,174
Total liabilities	6,827,409	6,629,704
Shareholders' equity:		
Preferred stock, \$1 par value; 10,000,000 shares authorized;		
Series B; \$1,000 stated value; 0, 105,000 and 180,000 shares issued and outstanding	-	105,000
Series D; \$1,000 stated value; 0, 16,613 and 16,613 shares issued and outstanding	-	16,613
Common stock, \$1 par value; 100,000,000 shares authorized;		
50,178,605 and 46,243,345 shares issued and outstanding	50,178	46,243
Common stock, non-voting, \$1 par value; 26,000,000 shares authorized;		
10,080,787 and 13,188,206 shares issued and outstanding	10,081	13,188
Common stock issuable; 357,983 and 241,832 shares	5,168	3,930
Capital surplus	1,080,508	1,078,676
Accumulated deficit	(387,568)	(448,091)
Accumulated other comprehensive loss	(18,790)	(19,844)
Total shareholders' equity	739,577	795,715
Total liabilities and shareholders' equity	\$ 7,566,986	\$ 7,425,419

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

For the Three Months Ended December 31,

<i>(dollars in thousands, taxable equivalent)</i>	2014			2013		
	Average Balance	Interest	Avg. Rate	Average Balance	Interest	Avg. Rate
Assets:						
Interest-earning assets:						
Loans, net of unearned income ⁽¹⁾⁽²⁾	\$ 4,620,517	\$ 50,883	4.37%	\$ 4,315,370	\$ 49,205	4.52%
Taxable securities ⁽³⁾	2,202,986	12,195	2.21	2,258,938	11,050	1.96
Tax-exempt securities ⁽¹⁾⁽³⁾	18,579	295	6.35	20,681	332	6.42
Federal funds sold and other interest-earning assets	170,703	980	2.30	227,622	1,108	1.95
Total interest-earning assets	7,012,785	64,353	3.65	6,822,611	61,695	3.59
Non-interest-earning assets:						
Allowance for loan losses	(72,534)			(81,335)		
Cash and due from banks	73,973			61,083		
Premises and equipment	160,049			165,286		
Other assets ⁽³⁾	391,097			402,328		
Total assets	\$ 7,565,370			\$ 7,369,973		
Liabilities and Shareholders' Equity:						
Interest-bearing liabilities:						
Interest-bearing deposits:						
NOW	\$ 1,481,414	435	.12	\$ 1,372,367	473	.14
Money market	1,433,680	868	.24	1,367,589	569	.17
Savings	291,163	20	.03	250,418	24	.04
Time less than \$100,000	761,850	814	.42	907,042	1,164	.51
Time greater than \$100,000	520,937	763	.58	604,490	1,029	.68
Brokered time deposits	273,706	46	.07	271,490	(600)	(.88)
Total interest-bearing deposits	4,762,750	2,946	.25	4,773,396	2,659	.22
Federal funds purchased and other borrowings	24,750	96	1.54	54,839	508	3.68
Federal Home Loan Bank advances	193,549	339	.69	6,647	3	.18
Long-term debt	129,865	2,640	8.07	129,865	2,646	8.08
Total borrowed funds	348,164	3,075	3.50	191,351	3,157	6.55
Total interest-bearing liabilities	5,110,914	6,021	.47	4,964,747	5,816	.46
Non-interest-bearing liabilities:						
Non-interest-bearing deposits	1,620,635			1,416,483		
Other liabilities	95,679			132,557		
Total liabilities	6,827,228			6,513,787		
Shareholders' equity	738,142			856,186		
Total liabilities and shareholders' equity	\$ 7,565,370			\$ 7,369,973		
Net interest revenue		\$ 58,332			\$ 55,879	
Net interest-rate spread			3.18%			3.13%
Net interest margin ⁽⁴⁾			3.31%			3.26%

(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 \$8.59 million in 2014 and pretax unrealized losses of \$6.33 million in 2013 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.
Average Consolidated Balance Sheets and Net Interest Analysis

For the Twelve Months Ended December 31,

<i>(dollars in thousands, taxable equivalent)</i>	2014			2013		
	Average Balance	Interest	Avg. Rate	Average Balance	Interest	Avg. Rate
Assets:						
Interest-earning assets:						
Loans, net of unearned income ⁽¹⁾⁽²⁾	\$ 4,450,268	\$ 197,039	4.43%	\$ 4,254,159	\$ 201,278	4.73%
Taxable securities ⁽³⁾	2,255,084	47,755	2.12	2,169,024	40,331	1.86
Tax-exempt securities ⁽¹⁾⁽³⁾	19,279	1,209	6.27	21,228	1,354	6.38
Federal funds sold and other interest-earning assets	155,803	3,966	2.55	204,303	4,360	2.13
Total interest-earning assets	6,880,434	249,969	3.63	6,648,714	247,323	3.72
Non-interest-earning assets:						
Allowance for loan losses	(75,237)			(95,411)		
Cash and due from banks	67,818			63,174		
Premises and equipment	161,391			167,424		
Other assets ⁽³⁾	401,240			290,098		
Total assets	\$ 7,435,646			\$ 7,073,999		
Liabilities and Shareholders' Equity:						
Interest-bearing liabilities:						
Interest-bearing deposits:						
NOW	\$ 1,396,373	1,651	.12	\$ 1,285,842	1,759	.14
Money market	1,389,837	3,060	.22	1,315,385	2,210	.17
Savings	277,351	81	.03	244,725	133	.05
Time less than \$100,000	811,846	3,636	.45	974,470	5,850	.60
Time greater than \$100,000	551,027	3,373	.61	654,102	5,115	.78
Brokered time deposits	293,657	124	.04	219,215	(501)	(.23)
Total interest-bearing deposits	4,720,091	11,925	.25	4,693,739	14,566	.31
Federal funds purchased and other borrowings	74,541	2,160	2.90	66,561	2,071	3.11
Federal Home Loan Bank advances	175,481	912	.52	32,604	68	.21
Long-term debt	129,865	10,554	8.13	131,081	10,977	8.37
Total borrowed funds	379,887	13,626	3.59	230,246	13,116	5.70
Total interest-bearing liabilities	5,099,978	25,551	.50	4,923,985	27,682	.56
Non-interest-bearing liabilities:						
Non-interest-bearing deposits	1,507,944			1,333,199		
Other liabilities	107,523			84,506		
Total liabilities	6,715,445			6,341,690		
Shareholders' equity	720,201			732,309		
Total liabilities and shareholders' equity	\$ 7,435,646			\$ 7,073,999		
Net interest revenue		\$ 224,418			\$ 219,641	
Net interest-rate spread			3.13%			3.16%
Net interest margin ⁽⁴⁾			3.26%			3.30%

(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 \$3.36 million in 2014 and pretax unrealized gains of \$4.36 million in 2013 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.



Fourth Quarter 2014 Investor 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 2013 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 the following: 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.

Highlights Fourth Quarter 2014

IMPROVING QUARTERLY RESULTS			
\$ in millions			
	4Q14	3Q14	4Q13
Net Income	\$18.2	\$17.6	\$15.9
EPS	\$.30	\$.29	\$.22
ROA	.96%	.95%	.86%
ROCE	9.60%	9.41%	7.52%

➔ Net Interest Revenue of \$58.3 Million vs. \$57.0 Million in 3Q14 and \$55.9 Million in 4Q13

- Loan growth of \$103 million in 4Q14, up \$343 million, or 8%, from 4Q13
- Focus on specialized lending and commercial
- Margin of 3.31% vs. 3.32% in 3Q14 and 3.26% in 4Q13
 - Balance sheet restructured late 2Q14
 - Loan yield of 4.37%, down 8 bps from 3Q14; and, investment securities yield of 2.25%, up 2 bps from 3Q14

➔ Core Fee Revenue of \$ 14.6 Million

- Up \$1.3 million from 4Q13
- Gain on sales of SBA loans of \$.926 million vs. \$.945 million in 3Q14 and zero in 4Q13
- Mortgage revenue of \$2.11 million, up \$.398 million from 4Q13

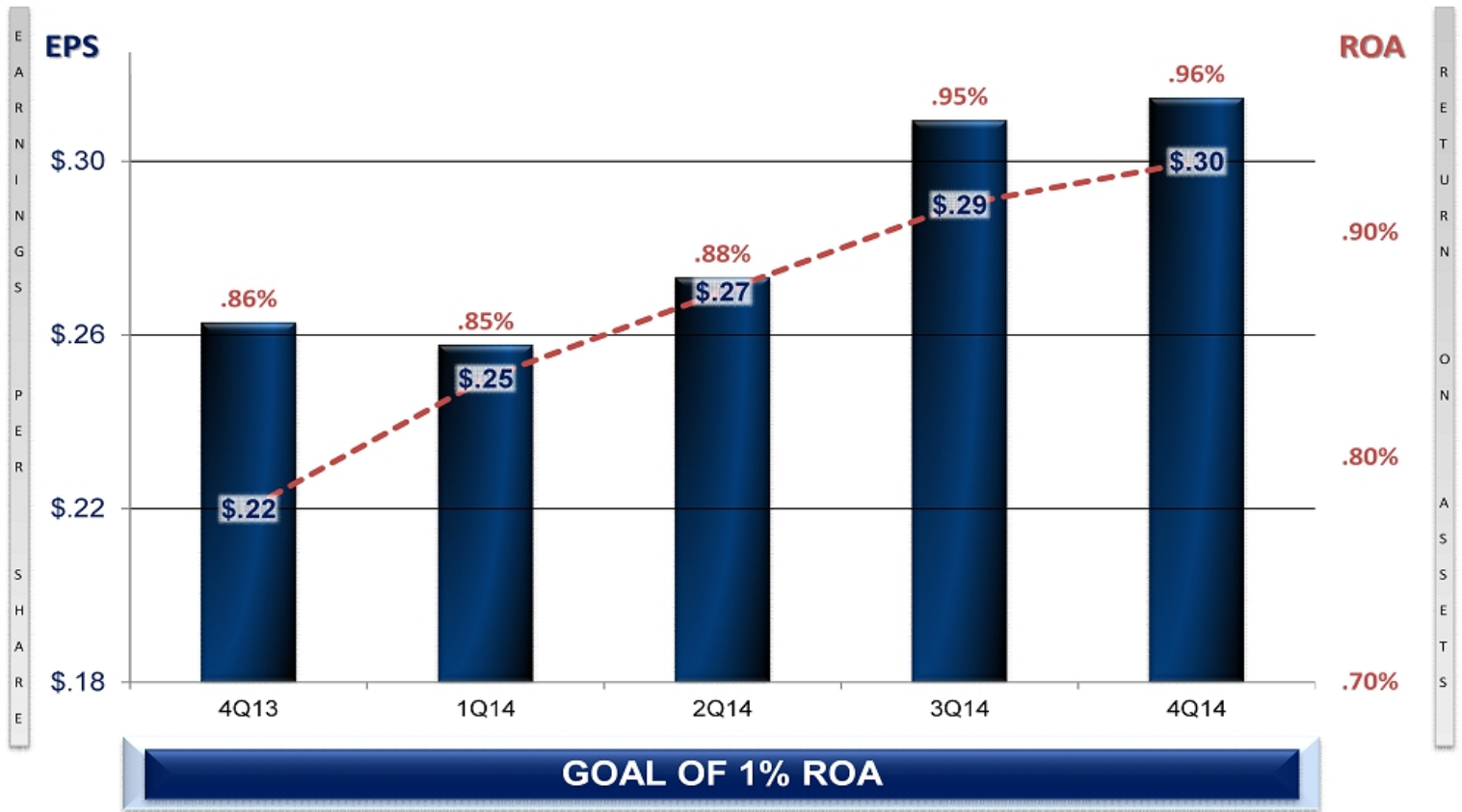
➔ Operating Efficiency Strengthens

- Efficiency ratio of 57.5%; vs. 58.0% in 3Q14 and 60.0% in 4Q13
- Continued focus on reducing costs and growing revenue

Highlights Fourth Quarter 2014

<p>➔ Solid Improvement in Credit Quality</p> <ul style="list-style-type: none">● Provision of \$1.8 million vs. \$3.0 million 4Q13● Net charge-offs decline to .22% of total loans vs. .41% in 4Q13● NPAs declined to .26% of total assets vs. .29% in 3Q14 and .42% in 4Q13● Allowance 1.53% of total loans vs. 1.57% at 3Q14 and 1.77% at 4Q13● Classified ratio of 20%, down from 24% at 3Q14	<p>➔ Balance Sheet</p> <ul style="list-style-type: none">● Loan growth this quarter of \$103 million, or 9% annualized<ul style="list-style-type: none">● C&I up \$60 million● CRE up \$4 million● Indirect Auto up \$26 million
<p>➔ Solid Capital Ratios – Increased Dividend to Shareholders</p> <ul style="list-style-type: none">● Approved quarterly dividend of 5 cents (vs. 3 cents last quarter)● Tier I Common to Risk Weighted Assets of 11.1%; Tangible Common to RWAs of 13.8%● Tier I Risk Based Capital of 12.1% and Tier I Leverage of 8.7%	<p>➔ Core Transaction Deposits</p> <ul style="list-style-type: none">● Up \$252 million from year ago or 7%● Down \$25 million in the fourth quarter or 3% annualized● Represents 62.5% of total customer deposits

Earnings Per Share / Return on Assets



2015 Goals

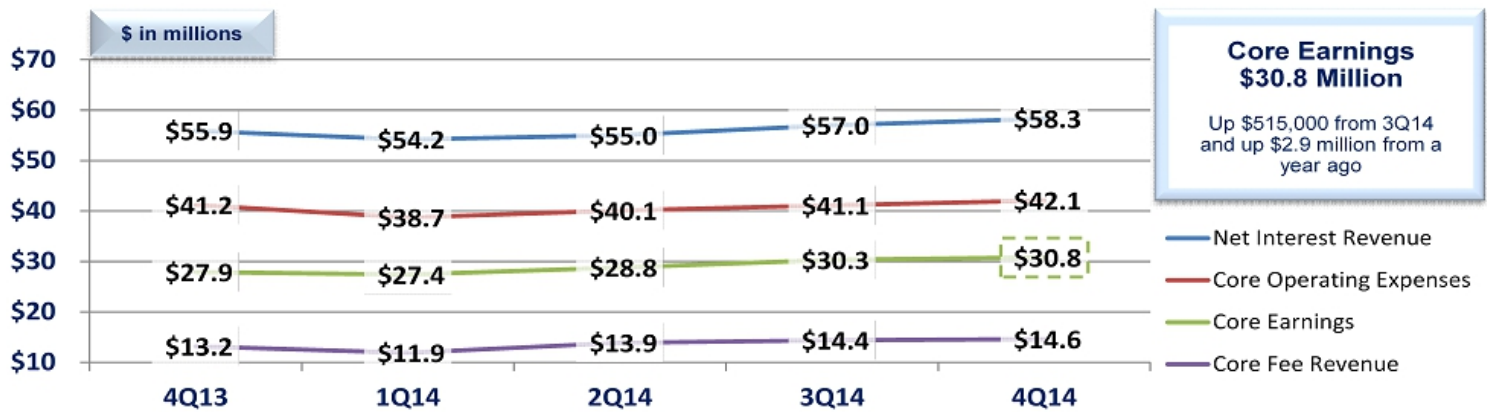
LEVERAGE OUR STRENGTHS

- ➔ **Community bank service with large bank resources**
- ➔ **Strong local leadership and senior management**
- ➔ **Funding strength in legacy markets**
- ➔ **Consistent and attractive culture**
- ➔ **Class leading customer satisfaction**

2015

- **Continue to invest in and improve commercial and retail capabilities**
 - Diversify portfolio – focus on: C&I; CRE owner occupied; Specialized Lending for healthcare, corporate, asset-based and SBA
 - Momentum building across footprint
 - Invest in people; strengthen commercial and grow specialized lending area and markets
 - Grow loans in mid- to upper-single digits
- **Improve retail and small business bank**
 - Grow sales with better / diversified product design, merchandising and campaign execution
 - Improve our technology with a focus on making it easy for our customers to bank with us
 - Increase core transaction deposits in the mid-single digits
- **Grow net interest revenue by solid loan growth and maintain margin at 3.3 percent**
- **Credit trends and costs continue at or below current levels**
- **Grow fee revenue by investing in mortgage, advisory services, and SBA capabilities**
- **Maintain operating efficiency below 58 percent while investing in revenue producers**
- **Seek acquisition opportunities that fit our culture, risk and return targets**

Core Earnings Trend and Core Fee Revenue



CORE EARNINGS				\$ in thousands		CORE FEE REVENUE			
	4Q14	Variance - Increase / (Decrease)				Variance - Increase / (Decrease)			
		3Q14	4Q13		4Q14	3Q14	4Q13		
Net Interest Revenue	\$ 58,332	\$ 1,365	\$ 2,453	Overdraft Fees	\$ 2,936	\$ (135)	\$ (263)		
Fee Revenue	14,553	134	1,334	Interchange Fees	3,977	166	286		
Gross Revenue	72,885	1,499	3,787	Other Service Charges	1,533	213	257		
Operating Expense (Excl OREO)	42,081	984	888	Total Service Charges and Fees	8,446	244	280		
Pre-Tax, Pre-Credit (Core)	\$ 30,804	\$ 515	\$ 2,899	Mortgage Loan & Related Fees	2,111	(67)	398		
Net Interest Margin	3.31 %	(.01) %	.05 %	Brokerage Fees	1,176	(33)	(185)		
				Gains from SBA Loan Sales	926	(19)	926		
				Other	1,894	9	(85)		
				Total Fee Revenue - Core	14,553	134	1,334		
				Non-Core ⁽¹⁾	270	277	(30)		
				Reported - GAAP	\$ 14,823	\$ 411	\$ 1,304		



⁽¹⁾Includes securities gains / losses, charges on prepayment of borrowings, gains on bank owned life insurance policies, and gains / losses on deferred compensation plan assets.

Core Operating Expenses

\$ in thousands

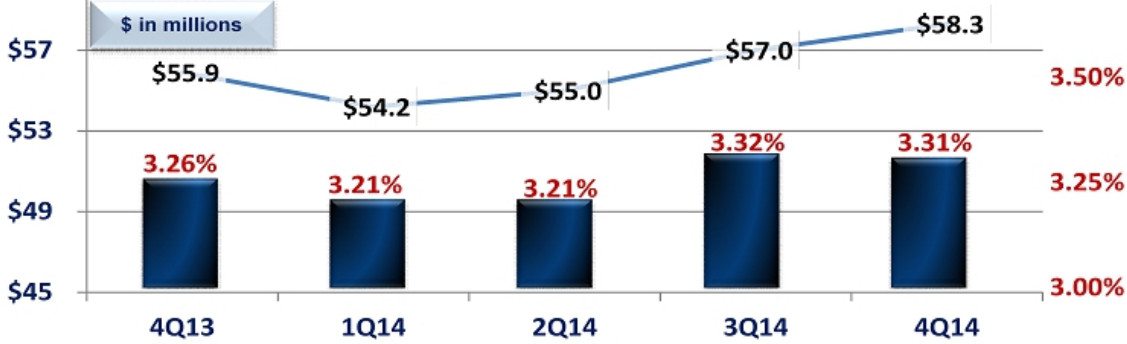
	Variance - Increase / (Decrease)		
	4Q14	3Q14	4Q13
Salaries & Employee Benefits	\$ 26,177	\$ 493	\$ 1,590
Communications & Equipment	3,153	59	(261)
Occupancy	3,448	23	(287)
FDIC Assessment	883	(248)	(921)
Advertising & Public Relations	802	(92)	21
Postage, Printing & Supplies	1,086	210	204
Professional Fees	2,034	(240)	(68)
Other Expense	4,498	779	610
Core Operating Expenses	42,081	984	888
Non-Core ⁽¹⁾	(162)	(429)	(583)
Reported GAAP	\$ 41,919	\$ 555	\$ 305
	4Q14	3Q14	4Q13
Efficiency Ratio	57.47 %	(.49) %	(2.55) %



⁽¹⁾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, and gains / losses on deferred compensation plan liabilities.

Key Drivers of Net Interest Revenue / Margin

NET INTEREST REVENUE & MARGIN



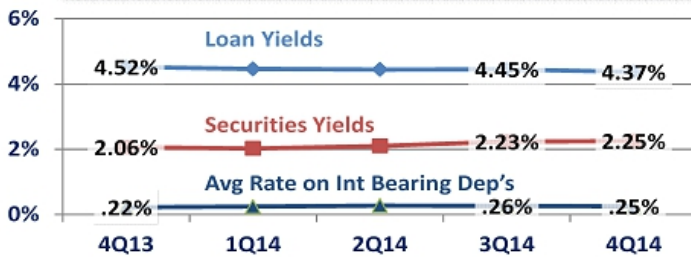
Net Interest Revenue

4Q growth impacted by:

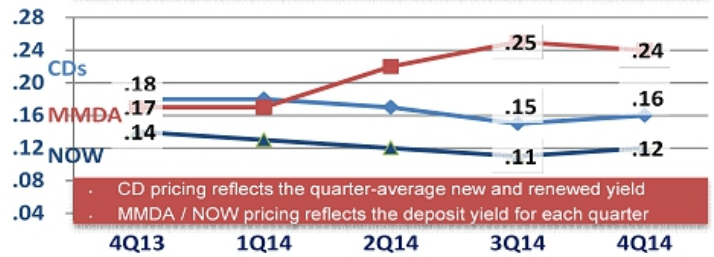
- \$103M loan growth
- Higher securities yield
- Stable margin

KEY DRIVERS OF NIR

Loan / Securities Pricing



Deposit Pricing (excl. brokered)



Net Income

\$ in thousands

Quarterly Net Income \$ in millions

4Q14 \$18.2

3Q14 \$17.6

2Q14 \$16.4

1Q14 \$15.4

4Q13 \$15.9

60.9M
Shares
Outstanding

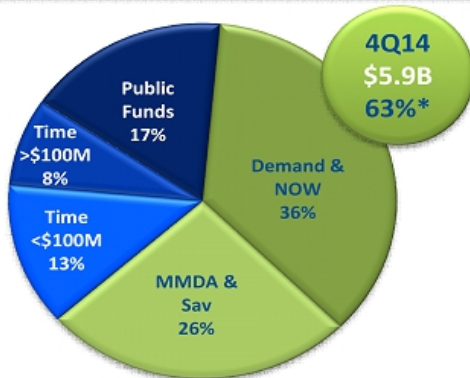
SUMMARY – CORE EARNINGS / NET INCOME

	4Q14	Variance - Increase / (Decrease)	
		3Q14	4Q13
Core Earnings (Pre-Tax, Pre-Credit)	\$ 30,804	\$ 515	\$ 2,899
Provision for Loan Loss	1,800	(200)	(1,200)
NON-CORE FEE REVENUE:			
Securities Gains	208	197	138
Deferred Compensation Plan Assets Gains (Losses)	62	80	(168)
Total Non-Core Fee Revenue	270	277	(30)
NON-CORE OPERATING EXPENSES:			
Foreclosed Property Write Downs	1	(107)	(325)
Foreclosed Property (Gains) Losses on Sales	(187)	77	574
Foreclosed Property Maintenance Expenses	317	(124)	(309)
Severance Costs	353	353	353
Release of Litigation Reserve	(1,200)	(1,200)	(1,200)
Reimbursement of Loss Share Interest	492	492	492
Gains (Losses) on Deferred Comp Plan Liability	62	80	(168)
Total Non-Core Operating Expenses	(162)	(429)	(583)
Income Tax Expense	11,189	790	2,316
Net Income	\$ 18,247	\$ 631	\$ 2,336
Preferred Stock Dividends	-	-	(2,912)
Net Income Avail to Common Shareholders	\$ 18,247	\$ 631	\$ 5,248
Net Income Per Share	\$.30	\$.01	\$.08
Tangible Book Value	\$ 12.15	\$.05	\$.89
Return on Assets	.96 %	.01 %	.10 %
Return on Common Equity	9.60	.19	2.08

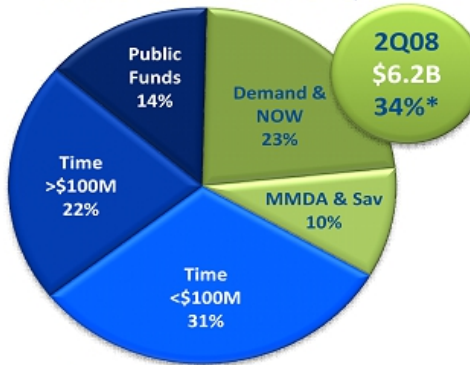
Customer Deposit Mix & Core Growth

\$ in thousands

Deposits by % / Customer Mix



*% of core transaction customer deposits



Total Deposit Mix

	4Q14	3Q14	4Q13	4Q08
Demand / NOW	\$ 2,139	\$ 2,159	\$ 1,969	\$ 1,457
MMDA / Savings	1,551	1,555	1,468	630
Core Transaction	3,690	3,714	3,437	2,087
Time < \$100,000	744	770	888	1,945
Public Deposits	960	820	863	755
Total Core	5,394	5,304	5,188	4,787
Time >\$100,000	479	500	557	1,336
Public Deposits	29	32	32	87
Total Customer	5,902	5,836	5,777	6,210
Brokered Deposits	425	405	425	793
Total Deposits	\$ 6,327	\$ 6,241	\$ 6,202	\$ 7,003

Significant growth in core transaction deposits since 4Q08

Core Deposit Growth – Category & Market

CATEGORY	Growth		MARKET	Growth	
	4Q14	2014		4Q14	2014
Demand	\$ (15.6)	\$ 160.8	Atlanta	\$ (22.0)	\$ 84.1
MM Accounts	(8.9)	40.7	N. Georgia	2.7	89.7
Savings	4.5	41.3	North Carolina	(8.6)	34.9
NOW	(4.7)	9.5	Coastal Georgia	1.2	22.7
Total Categories	\$ (24.7)	\$ 252.3	Tennessee	5.8	8.5
			Gainesville	(4.6)	9.6
Growth - 3Q Annualized	(3) %		South Carolina	.8	2.8
- Year		7 %	Total	\$ (24.7)	\$ 252.3

Capital Ratios

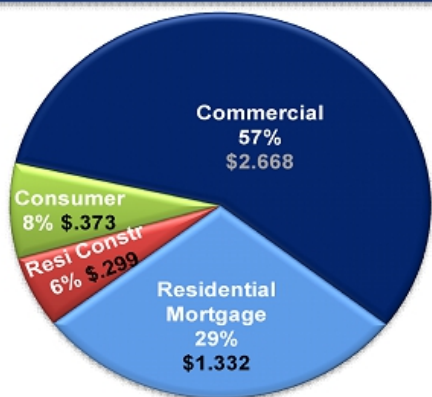
Holding Company	Well-Cap	4Q14	3Q14	2Q14	1Q14	4Q13
Tier I Risk Based Capital ("RBC")	6 %	12.1 %	12.1 %	11.8 %	11.1 %	12.7 %
Total RBC	10	13.3	13.3	13.0	12.4	14.0
Leverage	5	8.7	8.7	8.3	8.0	9.1
Tier 1 Common RBC		11.1	11.0	10.7	10.1	9.3
Tangible Common to Assets		9.7	9.8	9.6	9.2	9.0
Tangible Equity to Assets		9.7	9.8	9.6	9.5	11.6

Bank	Well-Cap	4Q14	3Q14	2Q14	1Q14	4Q13
Tier 1 RBC	6 %	12.9	12.6 %	13.4 %	12.6 %	13.5 %
Total RBC	10	14.1	13.8	14.6	13.9	14.8
Leverage	5	9.3	9.1	9.4	9.1	9.6

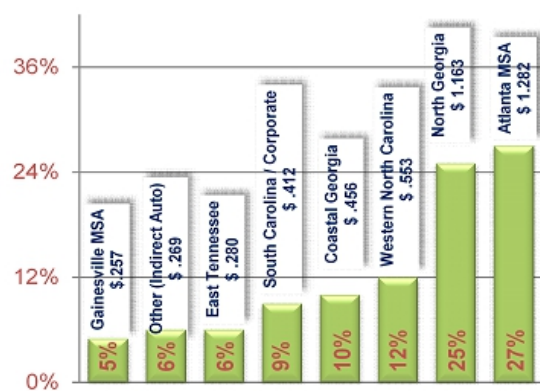
Loan Portfolio *(total \$4.672 billion)*

\$ in billions

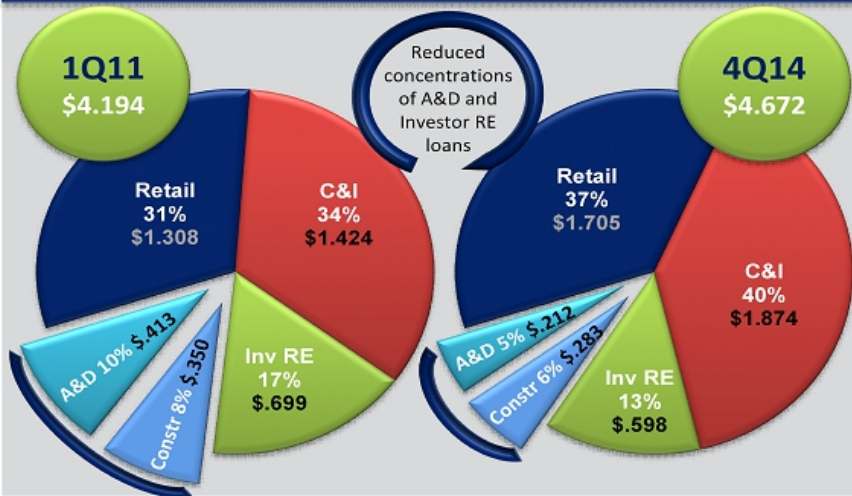
By Loan Type



Geographic Diversity



Diversifying Portfolio



Total Loans	
Period	\$ in Billions
4Q14	\$4.672
3Q14	\$4.569
2Q14	\$4.410
1Q14	\$4.356
4Q13	\$4.329

Loan Diversification & Type

- Reducing land exposure
- Focus on small business, C&I, and specialized lending
- Enhanced retail products

New Loans Funded and Advances⁽¹⁾

\$ in millions

CATEGORY			
	4Q14	3Q14	4Q13
Commercial C & I	\$ 115.9	\$ 150.0	\$ 58.7
Owner Occupied CRE	56.0	48.1	54.1
Income Producing CRE	45.9	62.1	44.9
Commercial Constr.	6.0	3.9	3.1
Total Commercial	223.8	264.1	160.8
Residential Mortgage	32.7	31.6	33.2
Residential HELOC	37.0	43.5	50.7
Residential Construction	40.8	44.8	37.4
Consumer	66.8	69.1	42.4
Total Categories	\$ 401.1	\$ 453.1	\$ 324.5

MARKET			
	4Q14	3Q14	4Q13
Atlanta	\$ 91.6	\$ 96.7	\$ 111.1
Coastal Georgia	34.0	38.4	30.3
N. Georgia	54.9	61.5	51.1
North Carolina	33.2	25.9	25.6
Tennessee	24.1	27.0	22.6
Gainesville	14.3	10.9	10.4
South Carolina	96.6	141.4	42.9
Other (Indirect Auto)	52.4	51.3	30.5
Total Markets	\$ 401.1	\$ 453.1	\$ 324.5

New Loans Funded and Advances

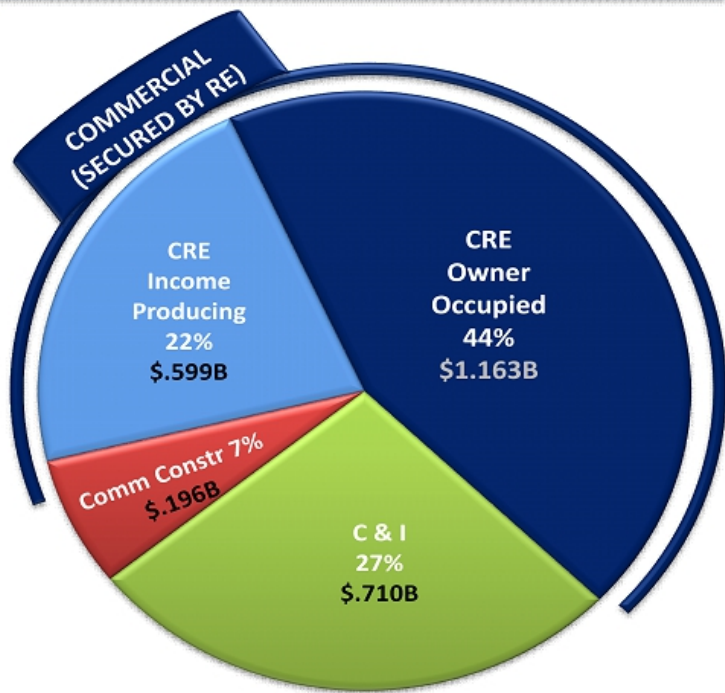


United ⁽¹⁾Represents new loans funded and net loan advances (net of payments on lines of credit)
UNITED COMMUNITY BANKS, INC.

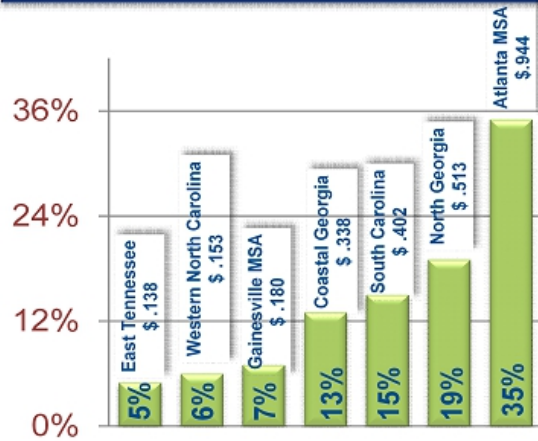
Commercial Loans (total \$2.668 billion)

\$ in billions

By Loan Type



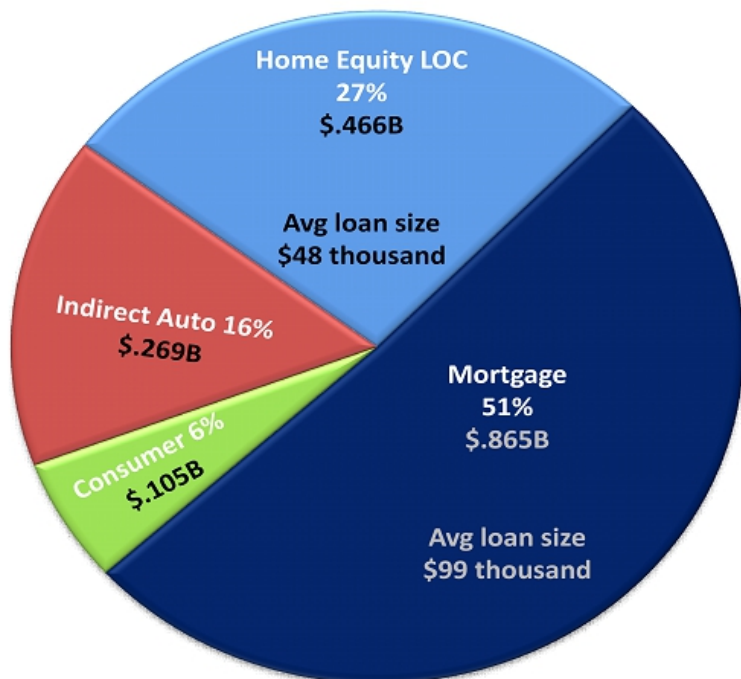
Geographic Diversity



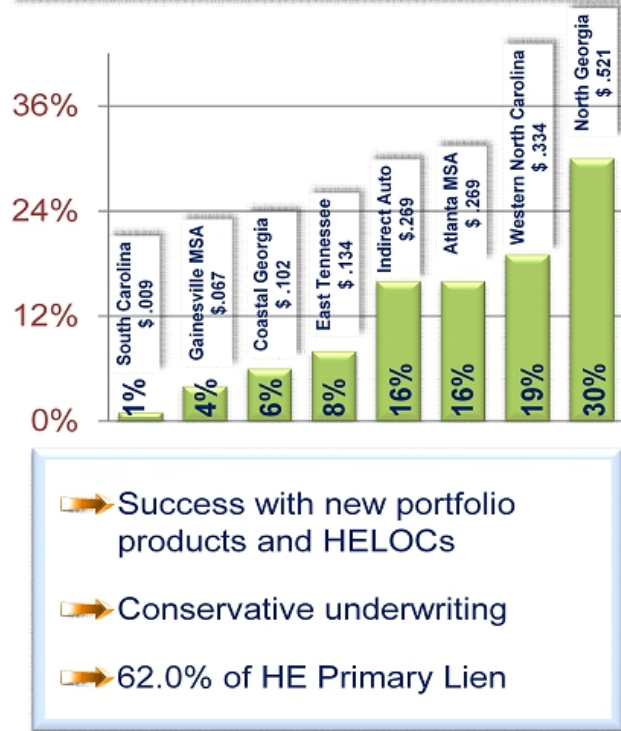
Average Loan Size

Type	\$ in Thousands
Owner Occup'd	\$426
Income Prod	603
C & I	133
Comm Constr	530

By Loan Type



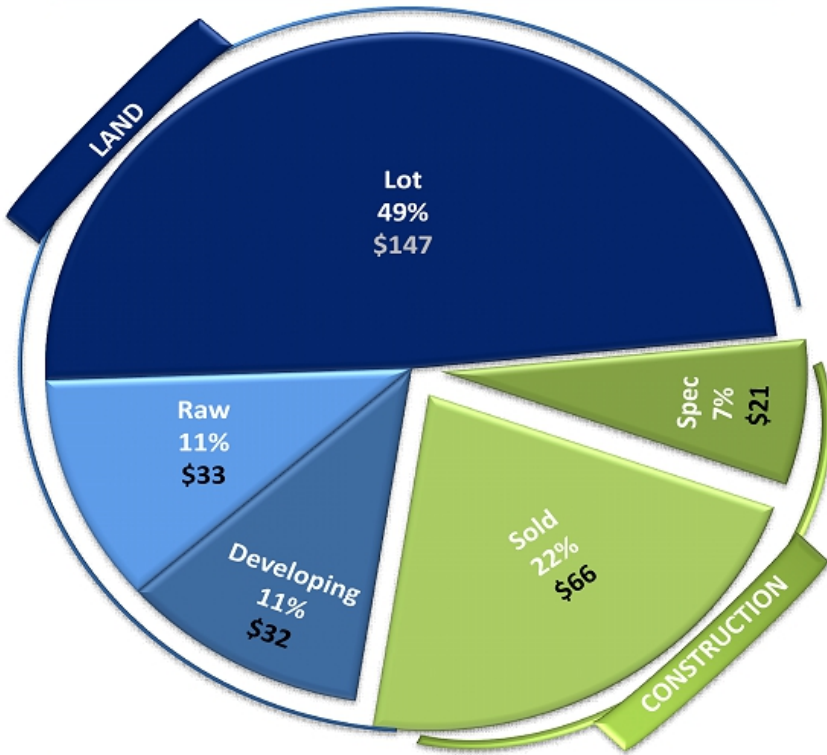
Geographic Diversity



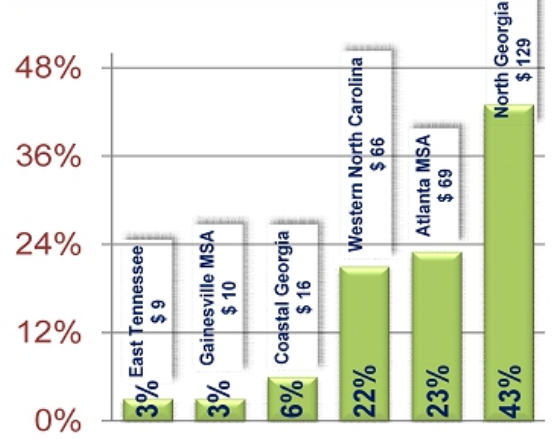
Residential Construction (total \$299 million)

\$ in millions

By Loan Type



Geographic Diversity



	4Q14	3Q14	2Q14	1Q14	4Q13	4Q14 vs. 4Q13
TOTAL COMPANY						
Land Loans						
Developing	\$ 32	\$ 36	\$ 34	\$ 37	\$ 39	\$ (7)
Raw	33	35	36	37	38	(5)
Lot	147	146	151	159	166	(19)
Total	212	217	221	233	243	(31)
Construction Loans						
Spec	21	18	19	19	23	(2)
Sold	66	72	62	66	62	4
Total	87	90	81	85	85	2
Total	\$ 299	\$ 307	\$ 302	\$ 318	\$ 328	\$ (29)

Credit Quality

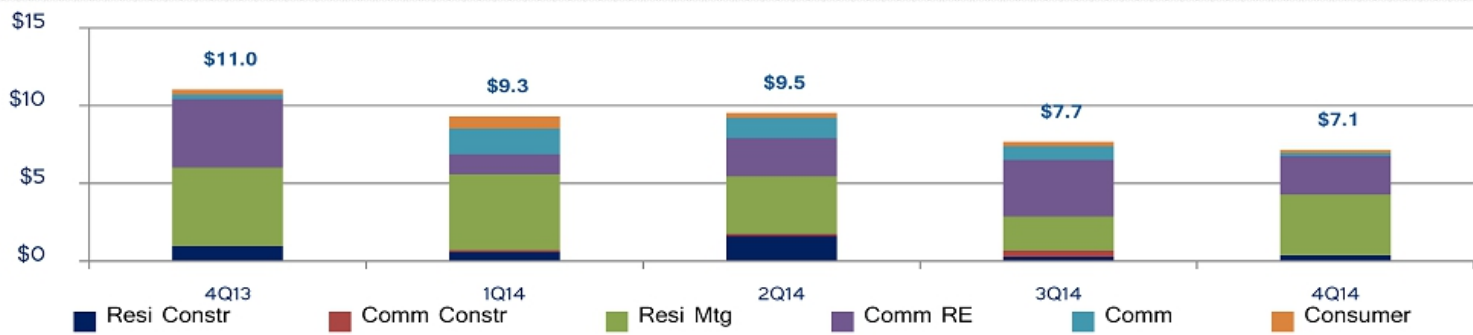
\$ in millions

	4Q14	3Q14	2Q14	1Q14	4Q13
Net Charge-offs	\$ 2.5	\$ 3.2	\$ 4.2	\$ 4.0	\$ 4.4
as % of Average Loans	.22 %	.28 %	.38 %	.38 %	.41 %
Allowance for Loan Losses	\$ 71.6	\$ 71.9	\$ 73.2	\$ 75.2	\$ 76.8
as % of Total Loans	1.53 %	1.57 %	1.66 %	1.73 %	1.77 %
as % of NPLs	401	384	353	299	286
Past Due Loans (30 - 89 Days)	.31 %	.35 %	.32 %	.40 %	.58 %
Non-Performing Loans	\$ 17.9	\$ 18.7	\$ 20.7	\$ 25.2	\$ 26.8
OREO	1.7	3.2	3.0	5.6	4.2
Total NPAs	19.6	21.9	23.7	30.8	31.0
Performing Classified Loans	128.4	149.0	147.5	164.9	172.7
Total Classified Assets	\$ 148.0	\$ 170.9	\$ 171.2	\$ 195.7	\$ 203.7
as % of Tier 1 / Allowance	20 %	24 %	23 %	27 %	27 %
Accruing TDRs (see page 21)	\$ 81.3	\$ 82.2	\$ 84.5	\$ 77.9	\$ 78.7
As % of Original Principal Balance					
Non-Performing Loans	69.9 %	68.6 %	66.5 %	65.8 %	65.3 %
OREO	54.1	54.5	50.4	53.9	44.5
Total NPAs					
as % of Total Assets	.26	.29	.32	.42	.42
as % of Loans & OREO	.42	.48	.54	.71	.72

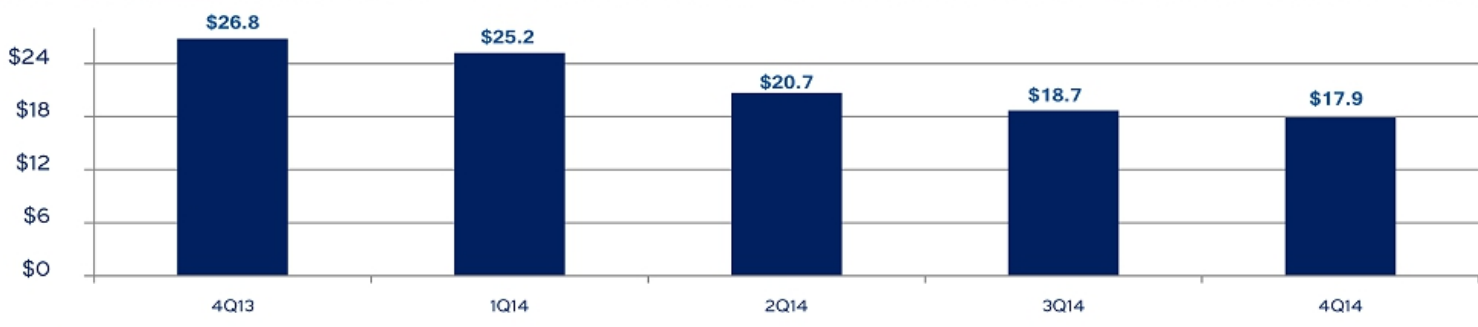
Non-Performing Loans (NPLs) Inflow Trends

\$ in millions

Quarterly NPL Inflows



Total NPLs



Performing Classified Loans

\$ in millions



By Category					
	4Q13	1Q14	2Q14	3Q14	4Q14
Commercial:					
Commercial & Industrial	\$ 9	\$ 8	\$ 6	\$ 7	\$ 8
Owner Occupied	43	48	48	50	46
Total C & I	52	56	54	57	54
Income Producing CRE	34	37	25	22	20
Commercial Construction	17	5	4	4	4
Total Commercial	104	98	83	83	78
Residential Mortgage	44	43	42	43	32
Home Equity Lines of Credit	8	8	7	8	5
Residential Construction	14	13	13	12	11
Consumer / Installment	3	2	2	3	2
Total Performing Classified	\$ 173	\$ 164	\$ 147	\$ 149	\$ 128
Classified to Tier 1 + ALL	27 %	27 %	23 %	24 %	20 %

LOAN TYPE	Accruing		Non-Accruing		Total TDRs	
	4Q14 ⁽¹⁾	4Q13	4Q14	4Q13	4Q14	4Q13
Owner Occupied Commercial Real Estate	\$25,287	\$20,490	\$ 1,009	\$ 1,909	\$26,296	\$22,399
Income Producing Commercial Real Estate	17,416	17,521	499	747	17,915	18,268
Commercial & Industrial	2,780	3,136	68	109	2,848	3,245
Commercial Construction	11,280	13,042	-	-	11,280	13,042
Total Commercial	56,763	54,189	1,576	2,765	58,339	56,954
Residential Mortgage	16,070	15,715	1,765	3,137	17,835	18,852
Home Equity Lines of Credit	478	505	-	-	478	505
Residential Construction	7,857	8,124	408	2,328	8,265	10,452
Consumer Installment	147	178	32	25	179	203
Total	<u>\$81,315</u>	<u>\$78,711</u>	<u>\$ 3,781</u>	<u>\$ 8,255</u>	<u>\$85,096</u>	<u>\$86,966</u>

Accruing TDRs



- TDR credit quality improving
- Accruing TDR past due 30 – 89 days = 3.99%
- 60% of accruing TDRs are pass credits

United ⁽¹⁾74.1 percent of accruing TDR loans have an interest rate of 4 percent or greater
UNITED COMMUNITY BANKS, INC.

Net Charge-offs by Category & Market

\$ in thousands

NET CHARGE-OFFS BY CATEGORY

	4Q14		% of Average Loans (Annualized)			
	Total	% of Avg Loans	3Q14	2Q14	1Q14	4Q13
Commercial (Sec. by RE):						
Owner Occupied	\$ 891	.31 %	.26 %	(.64) %	.10 %	.57 %
Income Producing	143	.09	.07	.29	.13	.21
Total Comm (Sec. by RE)	1,034	.23	.19	(.32)	.11	.44
Commercial & Industrial	(295)	(.17)	(.23)	.52	.35	(.13)
Commercial Construction	(6)	(.01)	.24	.34	-	(.02)
Total Commercial	733	.11	.10	(.10)	.15	.30
Residential Mortgage	1,226	.56	.52	1.17	.70	.64
Home Equity LOC	238	.20	.31	.42	.93	.38
Residential Construction	(44)	(.06)	.94	2.13	.27	.40
Consumer/ Installment	356	.39	.43	.18	.54	.62
Total Net Charge-offs	\$ 2,509	.22	.28	.38	.38	.41

NET CHARGE-OFFS BY MARKET

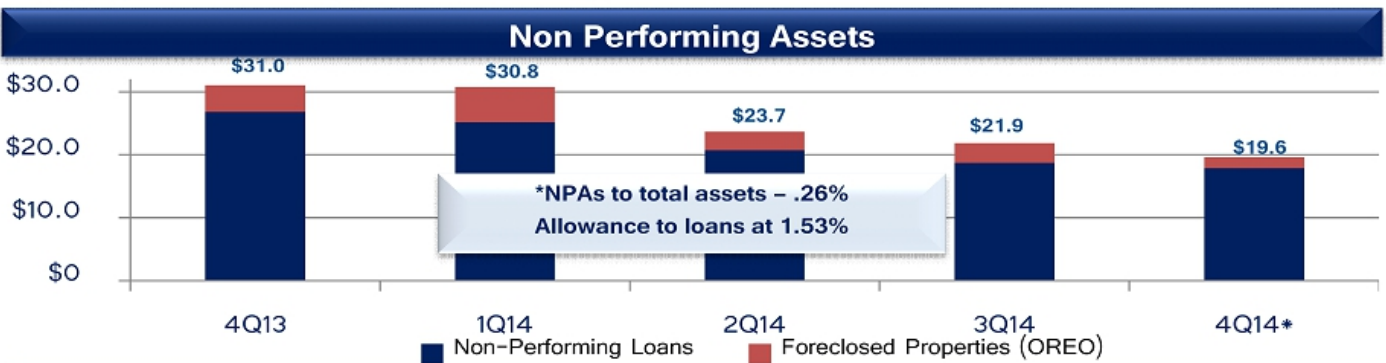
North Georgia	\$ 791	.27 %	.63 %	(.25) %	.42 %	.51 %
Atlanta MSA	147	.05	(.08)	.46	.39	.20
North Carolina	1,103	.79	.47	1.55	.41	.76
Coastal Georgia	30	.03	.21	.11	.49	.33
Gainesville MSA	94	.15	.40	1.23	.22	.54
East Tennessee	54	.08	.33	.42	.35	.46
South Carolina / Corporate	110	.11	.01	-	-	-
Other (Indirect Auto)	180	.29	.31	.14	.14	.20

NPAs by Loan Category & Market

\$ in thousands

4Q14			
LOAN CATEGORY	NPLs	OREO	Total NPAs
Commercial (sec. by RE):			
Owner Occupied	\$ 4,133	\$ 355	\$ 4,488
Income Producing	717	-	717
Commercial & Industrial	1,571	-	1,571
Commercial Construction	83	15	98
Total Commercial	6,504	370	6,874
Residential Mortgage	8,196	1,183	9,379
HELOC	695	40	735
Residential Construction	2,006	133	2,139
Consumer/ Installment	480	-	480
Total	\$ 17,881	\$ 1,726	\$ 19,607
MARKET			
Gainesville	\$ 1,310	\$ 81	\$ 1,391
Coastal Georgia	799	105	904
East Tennessee	1,414	201	1,615
North Carolina	5,221	234	5,455
Atlanta MSA	1,837	372	2,209
North Georgia	5,669	711	6,380
South Carolina	1,285	22	1,307
Indirect Auto	346	-	346

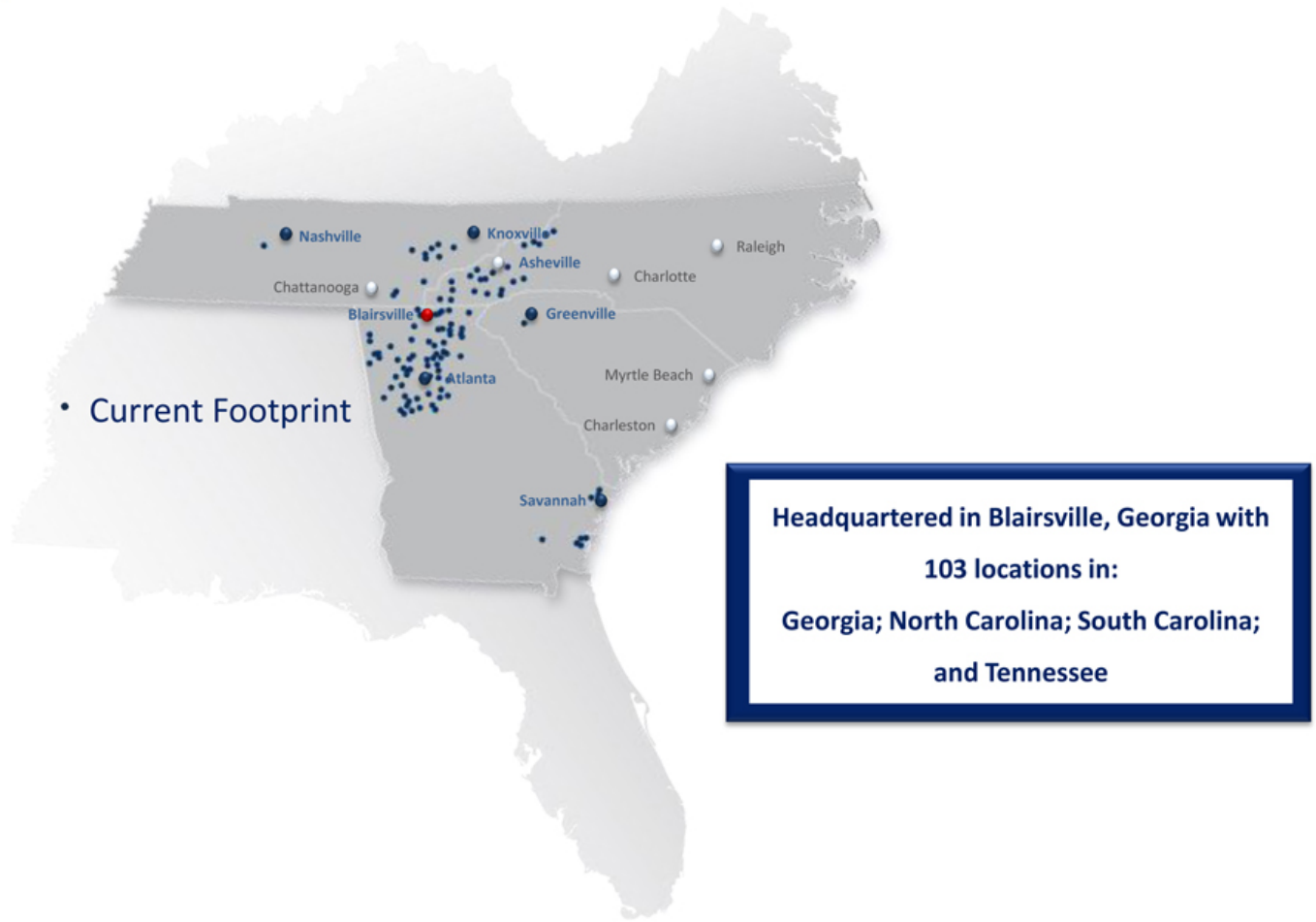
4Q13			
LOAN CATEGORY	NPLs	OREO	Total NPAs
Commercial (sec. by RE):			
Owner Occupied	\$ 5,822	\$ 832	\$ 6,654
Income Producing	2,518	-	2,518
Commercial & Industrial	427	-	427
Commercial Construction	361	-	361
Total Commercial	9,128	832	9,960
Residential Mortgage	11,730	2,684	14,414
HELOC	1,448	389	1,837
Residential Construction	4,264	316	4,580
Consumer/ Installment	249	-	249
Total	\$ 26,819	\$ 4,221	\$ 31,040
MARKET			
Gainesville	\$ 928	\$ -	\$ 928
Coastal Georgia	2,342	173	2,515
East Tennessee	1,800	187	1,987
North Carolina	6,567	683	7,250
Atlanta MSA	2,830	684	3,514
North Georgia	12,352	2,494	14,846





APPENDIX

Footprint



United at a Glance

- Founded in 1950
- Third-largest bank holding company headquartered in Georgia with 1,536 employees

Deposit Market Share⁽¹⁾

Market	Offices	Deposit Market Share	Rank
North Georgia	22	35%	1
Atlanta	36	4	6
Gainesville	5	12	4
Coastal Georgia	7	5	7
W. North Carolina	19	8	3
E. Tennessee	8	2	8
Greenville, SC	1	1	25

Key Statistics as of 12/31/14 (in billions)

Assets	Deposits	Loans
\$7.57	\$6.33	\$4.67

Business and Operating Model

➔ Service is Point of Differentiation

- #1 in Customer Satisfaction according to Customer Service Profiles
- #1 in Southeast and #2 in US in Customer Satisfaction by national research company
- Golden rule of banking – treating people the way we want to be treated
- “The Bank that SERVICE BuiltSM”
- Customer surveys consistently reveal 95%+ satisfaction rate
- #14 in “Best Banks in America” for 2015 by Forbes

“Community bank service, large bank resources”

Twenty-eight “community banks”	Strategic footprint with substantial banking opportunities	Disciplined growth strategy
Local CEOs with deep roots in their communities Resources of a \$7.6 billion bank	Operates in a number of the more demographically attractive U.S. markets	Organic growth supported by de novos and selective acquisitions

Experienced Proven Leadership

- Over 40 years in banking
- Led company from \$42 million in assets in 1989 to \$7.57 billion today
- Trustee of Young Harris College
- Georgia Power Company Board Member
- GA Economic Developers Association Spirit of Georgia Award recipient

Jimmy C. Tallent
President & CEO
Joined 1984



- Over 30 years in banking
- Responsible for overall operations
- Former Consultant and Special Assistant to the CEO and EVP of Commercial Banking for TD Bank Financial Group; and President & CEO of The South Financial Group

H. Lynn Harton
Chief Operating Officer
Joined 2012



- Over 35 years in banking
- Responsible for accounting, finance and reporting activities, M&A, and investor relations
- Former CAO and Controller for State Street Corporation
- Former ABA Accounting Committee Chairman

Rex S. Schuette
EVP & CFO
Joined 2001



- Over 30 years in banking
- Responsible for Risk Management and Credit Risk Administration; Chairman of Risk Management Committee; also responsible for credit underwriting, review, policy and special assets
- Former EVP & SCO for SunTrust Banks

David P. Shearrow
EVP & CRO
Joined 2007



- Over 35 years in banking
- Responsible for 28 community banks with 103 branch offices
- Formerly of Riegel Textile Credit Union; President of Farmers and Merchants Bank
- Former Georgia Board of Natural Resources Board Chairman

Bill M. Gilbert
President of Community Banking
Joined 2000



Market Share Opportunities & Demographics

EXCELLENT GROWTH OPPORTUNITIES						
Markets	Market Deposits (in billions) ⁽¹⁾	United Deposits (in billions) ⁽²⁾	Banks	Offices ⁽³⁾	Deposit Share ⁽¹⁾	Rank ⁽¹⁾
North Georgia	\$ 6.3	\$ 2.2	11	22	35 %	1
Western North Carolina	11.3	.9	1	19	8	3
Gainesville, Georgia	2.8	.3	1	5	12	4
Atlanta, Georgia	56.3	2.3	10	36	4	6
Coastal Georgia	7.1	.3	2	8	5	7
East Tennessee	15.7	.3	2	8	2	8
Greenville, SC	9.4	-	1	1	1	25
Total Markets	\$ 108.9	\$ 6.3	28	99		

¹ FDIC deposit market share and rank as of June 30, 2014 for markets where United takes deposits. Data Source: FDIC.
² Based on current quarter.
³ Excludes five loan production offices

FAST GROWING MARKETS			
Markets ¹	Population (in thousands)	Population Growth (%)	
		Actual 2010 - 2014	Projected 2014 - 2019
Atlanta, GA MSA	5,574	5 %	3 %
East Tennessee	877	3	3
Greenville-Mauldin-Easley, SC MS	856	4	4
Western North Carolina	443	2	5
Coastal Georgia	401	5	4
North Georgia	385	-	3
Gainesville, GA MSA	189	5	2
Total Markets			
Georgia	10,072	4	3
North Carolina	10,358	4	5
Tennessee	6,532	3	4
South Carolina	4,792	4	5
United States	317,199	3	3

¹ Population data is for 2014 and includes those markets where United takes deposits.

Liquidity

\$ in millions

	Unused Capacity	4Q14	3Q14	4Q13	Variance	
					vs 3Q14	vs 4Q13
Wholesale Borrowings						
Brokered Deposits	\$ 332 ⁽¹⁾	\$ 425	\$ 405	\$ 425	\$ 20	\$ -
FHLB	609	270	330	120	(60)	150
Holding Company LOC	75	-	-	-	-	-
Fed Funds	375	-	-	-	-	-
Other Wholesale	-	6	6	53	-	(47)
Total	\$ 1,391	\$ 701	\$ 741	\$ 598	\$ (40)	\$ 103
Long-Term Debt						
Senior Debt		\$ 75	\$ 75	\$ 75	\$ -	\$ -
Trust Preferred Securities		55	55	55	-	-
Total Long-Term Debt		\$ 130	\$ 130	\$ 130	\$ -	\$ -

WHOLESALE BORROWINGS

LOANS / DEPOSITS

	4Q14	3Q14	4Q13	Variance	
				vs 3Q14	vs 4Q13
Loans	\$ 4,672	\$ 4,569	\$ 4,329	\$ 103	\$ 343
Core (DDA, MMDA, Savings)	\$ 3,690	\$ 3,714	\$ 3,437	\$ (24)	\$ 253
Public Funds	989	852	894	137	95
CD's	1,223	1,269	1,446	(46)	(223)
Total Deposits (excl Brokered)	\$ 5,902	\$ 5,835	\$ 5,777	\$ 67	\$ 125
Loan to Deposit Ratio	79%	78%	75%		
Investment Securities:					
Available for Sale -Fixed	\$ 1,114	\$ 1,115	\$ 881	\$ (1)	\$ 233
-Floating	669	674	951	(5)	(282)
Held to Maturity -Fixed	410	428	473	(18)	(63)
-Floating	5	5	7	-	(2)
Total Investment Securities	2,198	2,222	2,312	(24)	(114)
Floating as % of Total Securities	31%	31%	41%		

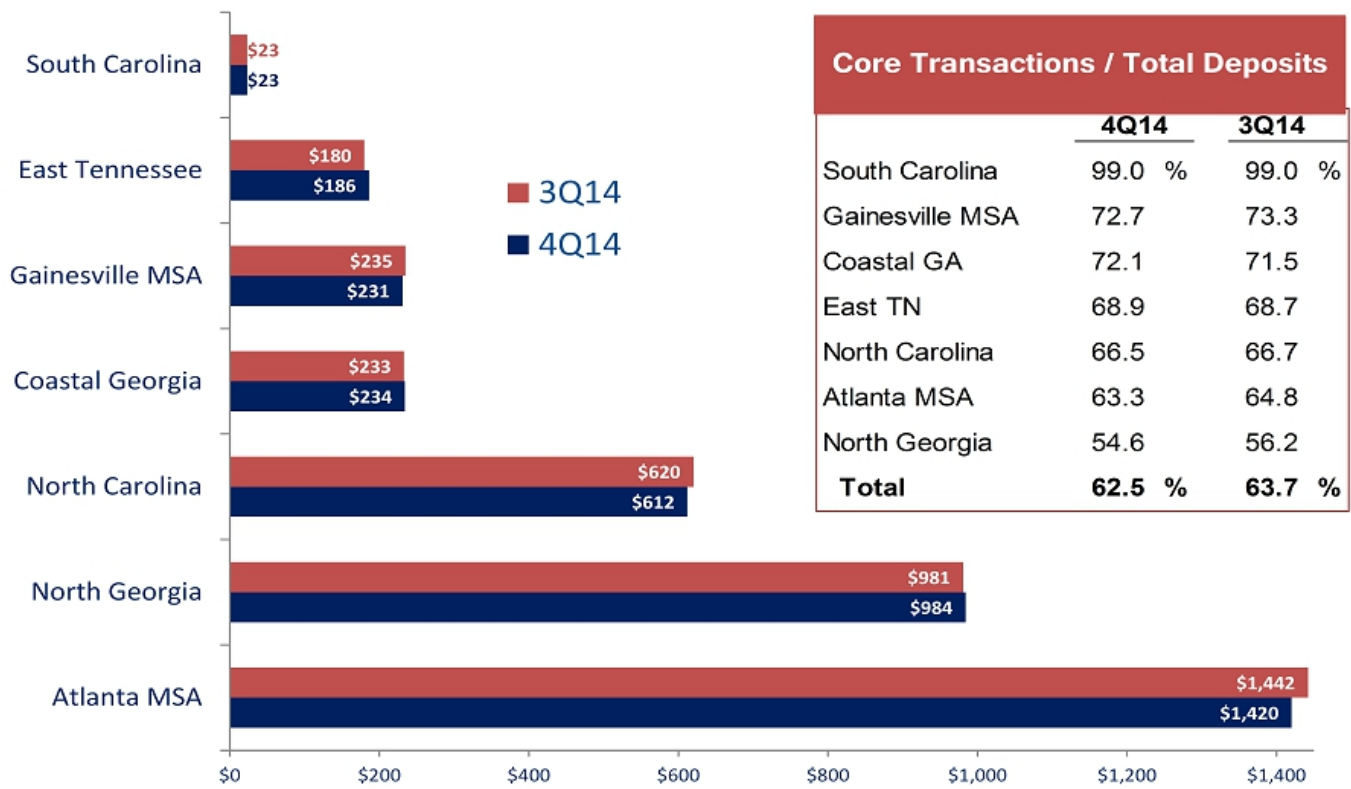
Business Mix – Deposits *(at quarter-end)*

\$ in millions

DEPOSITS BY CATEGORY	4Q14	3Q14	2Q14	1Q14	4Q13	4Q14 vs. 4Q13
Demand & Now	\$ 2,139	\$ 2,159	\$ 2,106	\$ 2,073	\$ 1,969	\$ 170
MMDA & Savings	1,551	1,555	1,518	1,499	1,468	83
Core Transaction Deposits	3,690	3,714	3,624	3,572	3,437	253
Time < \$100,000	744	770	801	828	888	(144)
Time ≥ \$100,000 < \$250,000	386	408	411	427	443	(57)
Public Deposits	960	820	760	804	863	97
Total Core Deposits	5,780	5,712	5,596	5,631	5,631	149
Time ≥ \$250,000	93	92	110	112	114	(21)
Public Deposits	29	32	33	34	32	(3)
Total Customer Deposits	5,902	5,836	5,739	5,777	5,777	(125)
Brokered Deposits	425	405	425	471	425	-
Total Deposits	\$ 6,327	\$ 6,241	\$ 6,164	\$ 6,248	\$ 6,202	\$ (125)

Core Transaction Deposits

\$ in millions



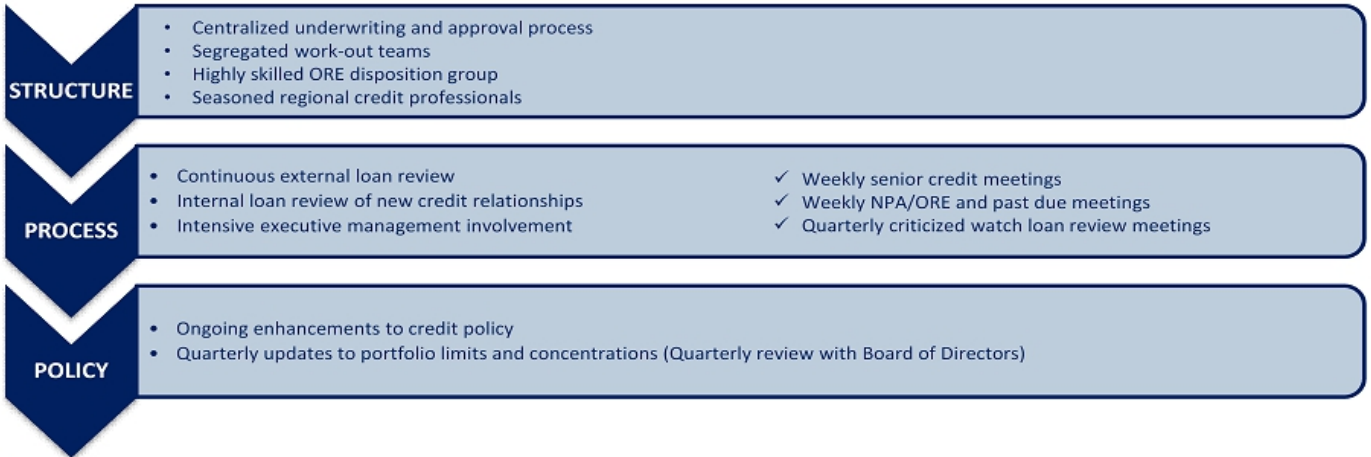
Core Transactions / Total Deposits		
	4Q14	3Q14
South Carolina	99.0 %	99.0 %
Gainesville MSA	72.7	73.3
Coastal GA	72.1	71.5
East TN	68.9	68.7
North Carolina	66.5	66.7
Atlanta MSA	63.3	64.8
North Georgia	54.6	56.2
Total	62.5 %	63.7 %



Regional Credit Review – Standard Underwriting

- Legal Lending Limit \$ 202
- House Lending Limit 25
- Project Lending Limit 15
- Top 25 Relationships 383


PROACTIVELY ADDRESSING CREDIT ENVIRONMENT




Commercial Construction & Real Estate

\$ in millions

COMMERCIAL CONSTRUCTION			COMMERCIAL REAL ESTATE				
	4Q14		Owner Occupied	Income Producing	4Q14		
	Amount	Percent			Total	Percent	
Land Develop - Vacant (Improved)	\$ 50	26 %	\$ 316	\$ 139	\$ 455	25.8 %	
Multi-Residential	46	23	97	160	257	14.6	
Raw Land - Vacant (Unimproved)	24	12	115	59	174	9.9	
Other Properties	18	9	131	37	168	9.5	
Office Buildings	16	8	134	-	134	7.6	
Commercial Land Development	15	8	98	14	112	6.4	
Hotels / Motels	13	6	54	14	68	3.9	
Churches	7	4	-	67	67	3.8	
Mfg Facility	3	1	35	25	60	3.4	
Warehouse	3	2	48	-	48	2.7	
Retail Building	1	1	-	47	47	2.7	
Total Commercial Construction	\$ 196		1,162	600	1,762		

Average Loan Size (\$ in thousands)		
	• Commercial Construction	\$530
	• Commercial RE:	
	• Composite CRE	460
	• Owner Occupied	410
	• Income Producing	603

Commercial RE Characteristics		
	• 65.9% owner occupied	
	• Small business, doctors, dentists, attorneys, CPAs	
	• \$15 million project limit	

Loans by Business Mix and Region

\$ in millions

	4Q14	3Q14	2Q14	1Q14	4Q13	4Q14 vs. 4Q13
QUARTERLY LOANS - BUSINESS MIX BY CATEGORY						
Commercial:						
Comm & Indus	\$ 710	\$ 650	\$ 554	\$ 495	\$ 472	\$ 238
Owner Occ'd	1,163	1,154	1,163	1,142	1,134	29
Total C & I	1,873	1,804	1,717	1,637	1,606	267
Income Prod CRE	599	605	598	624	623	(24)
Comm Constr	196	181	160	148	149	47
Total Comm	2,668	2,590	2,475	2,409	2,378	290
Resi Mortgage	1,332	1,324	1,312	1,313	1,316	16
Resi Constr	299	307	302	318	328	(29)
Consum / Install	373	348	321	316	307	66
Total Loans	\$ 4,672	\$ 4,569	\$ 4,410	\$ 4,356	\$ 4,329	\$ 343

	2014	2013	2012	2011	2010
ANNUAL LOANS - BUSINESS MIX BY CATEGORY					
Commercial:					
Comm & Indus	\$ 710	\$ 472	\$ 458	\$ 428	\$ 441
Owner Occ'd	1,163	1,134	1,131	1,112	980
Total C & I	1,873	1,606	1,589	1,540	1,421
Income Prod CRE	599	623	682	710	781
Comm Constr	196	149	155	164	297
Total Comm	2,668	2,378	2,426	2,414	2,499
Resi Mortgage	1,332	1,316	1,214	1,135	1,279
Resi Constr	299	328	382	448	695
Consum / Install	373	307	153	113	131
Total Loans	\$ 4,672	\$ 4,329	\$ 4,175	\$ 4,110	\$ 4,604

	4Q14	3Q14	2Q14	1Q14	4Q13	4Q14 vs. 4Q13
QUARTERLY LOANS - BY REGION						
North Georgia	\$ 1,163	\$ 1,168	\$ 1,175	\$ 1,205	\$ 1,240	\$ (77)
Atlanta MSA	1,282	1,289	1,305	1,290	1,275	7
North Carolina	553	553	555	563	572	(19)
Coastal Georgia	456	444	426	425	423	33
Gainesville MSA	257	254	257	262	255	2
East Tennessee	280	281	270	272	280	-
So Carolina/Corp	412	337	206	131	88	324
Other (Ind. Auto)	269	243	216	208	196	73
Total Loans	\$ 4,672	\$ 4,569	\$ 4,410	\$ 4,356	\$ 4,329	\$ 343

	2014	2013	2012	2011	2010
ANNUAL LOANS - BY REGION					
North Georgia	\$ 1,163	\$ 1,240	\$ 1,364	\$ 1,426	\$ 1,689
Atlanta MSA	1,282	1,275	1,250	1,220	1,310
North Carolina	553	572	579	597	702
Coastal Georgia	456	423	400	346	335
Gainesville MSA	257	255	261	265	312
East Tennessee	280	280	283	256	256
So Carolina/Corp	412	88	-	-	-
Other (Ind. Auto)	269	196	38	-	-
Total Loans	\$ 4,672	\$ 4,329	\$ 4,175	\$ 4,110	\$ 4,604

Non-GAAP Reconciliation Tables

\$ in millions

	Operating Earnings to GAAP Earnings Reconciliation				
	4Q14	3Q14	2Q14	1Q14	4Q13
CORE FEE REVENUE					
Core fee revenue	\$ 14,553	\$ 14,419	\$ 13,938	\$ 11,930	\$ 13,219
Securities gains, net	208	11	4,435	217	70
Losses on prepayment of borrowings	-	-	(4,446)	-	-
Mark to market on deferred compensation plan assets	62	(18)	216	29	230
Fee revenue (GAAP)	\$ 14,823	\$ 14,412	\$ 14,143	\$ 12,176	\$ 13,519
CORE OPERATING EXPENSE					
Core operating expense	\$ 42,081	\$ 41,097	\$ 40,131	\$ 38,749	\$ 41,193
Foreclosed property expense	131	285	102	116	191
Severance	353	-	83	156	-
Reversal of litigation reserve	(1,200)	-	-	-	-
Reimbursement of overclaimed loss share interest	492	-	-	-	-
Mark to market on deferred compensation plan liability	62	(18)	216	29	230
Operating expense (GAAP)	\$ 41,919	\$ 41,364	\$ 40,532	\$ 39,050	\$ 41,614
TANGIBLE COMMON EQUITY AND TANGIBLE EQUITY TO TANGIBLE ASSETS					
Tangible common equity to tangible assets	9.72 %	9.83 %	9.58 %	9.22 %	8.99 %
Effect of preferred equity	-	-	-	.28	2.60
Tangible equity to tangible assets	9.72	9.83	9.58	9.50	11.59
Effect of goodwill and other intangibles	.04	.02	.03	.02	.03
Equity to assets (GAAP)	9.76 %	9.85 %	9.61 %	9.52 %	11.62 %
TANGIBLE COMMON EQUITY TO RISK-WEIGHTED ASSETS					
Tangible common equity to risk-weighted assets	13.82 %	14.10 %	13.92 %	13.63 %	13.18 %
Effect of preferred equity	-	-	-	-	2.39
Tangible equity to risk weighted assets	13.82	14.10	13.92	13.63	15.57
Effect of deferred tax limitation	(3.11)	(3.39)	(3.74)	(3.92)	(4.26)
Effect of other comprehensive income	.35	.34	.53	.36	.39
Effect of trust preferred	1.00	1.02	1.04	1.03	1.04
Tier I capital ratio (Regulatory)	12.06 %	12.07 %	11.75 %	11.10 %	12.74 %