



Initial Public Offering

NASDAQ: CBTX



Offering Disclosure



CBTX, Inc. (the “Company”, “CBTX”, or “we”) has filed a registration statement (including a prospectus, which is preliminary and subject to completion) with the U.S. Securities and Exchange Commission (the “SEC”) for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and other documents the Company has filed with the SEC for more complete information about the Company and the offering. You may get these documents for free by visiting EDGAR on the SEC website at www.sec.gov. Alternatively, the Company, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by contacting Stephens Inc., toll-free at (800) 643-9691 or by emailing prospectus@stephens.com or Keefe, Bruyette & Woods, Inc., toll-free at (800) 966-1559 or by emailing kbwsyndicatedesk@kbw.com.

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Our common stock is not a deposit or savings account. Our common stock is not insured by the Federal Deposit Insurance Corporation or any governmental agency or instrumentality.

This presentation (and oral statements made regarding the subject of this presentation) contains certain “forward-looking statements” that are based on various facts and derived utilizing numerous important assumptions and are subject to known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Forward-looking statements include the information concerning our preliminary financial results as of and for the three and nine months ended September 30, 2017, our future financial performance, business and growth strategy, projected plans and objectives, as well as projections of macroeconomic and industry trends, which are inherently unreliable due to the multiple factors that impact economic trends, and any such variations may be material. Statements preceded by, followed by or that otherwise include the words “believes,” “expects,” “anticipates,” “intends,” “projects,” “estimates,” “plans” and similar expressions or future or conditional verbs such as “will,” “should,” “would,” “may” and “could” are generally forward-looking in nature and not historical facts, although not all forward-looking statements include the foregoing. Forward-looking statements are based on management’s current expectations and involve risks and uncertainties that could cause actual results to differ materially from the Company’s historical results or those described in our forward-looking statements.

This presentation contains non-GAAP financial measures, including tangible equity and tangible book value per share. The non-GAAP financial measures that we discuss in this presentation should not be considered in isolation or as a substitute for the most directly comparable or other financial measures calculated in accordance with GAAP. A reconciliation of the non-GAAP financial measures used in this presentation to the most directly comparable GAAP measures is provided in the Appendix to this presentation.

Offering Summary

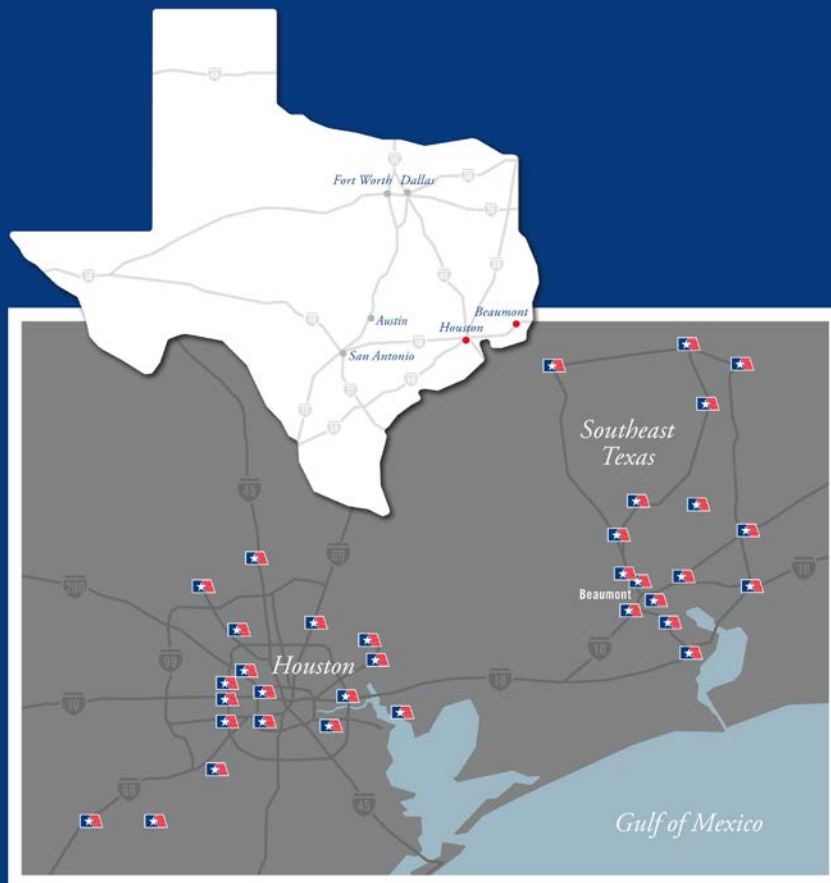


Issuer:	CBTX, Inc.
Exchange / Ticker:	Nasdaq: CBTX
Shares Offered:	2.4 million shares
Price Range:	\$24.00 - \$26.00 per share
Offering Size:	\$60 million (at the midpoint of the pricing range)
Offering Structure:	100% Primary
Overallotment Option:	15%
Lock-Up:	180 days
Use of Proceeds:	<ul style="list-style-type: none">▪ General corporate purposes▪ Support organic growth▪ Potential future acquisition opportunities
Joint Bookrunners:	Stephens Inc. Keefe, Bruyette & Woods, <i>A Stifel Company</i>
Co-Manager:	Sandler O'Neill + Partners, L.P.
Directed Share Program:	5.0%
Expected Pricing:	Week of November 6 th

Company Overview



BUSINESS BANKING \ BETTER BANKING



(1) Financial data as of and for the six months ended June 30, 2017

(2) See Appendix for reconciliation of Non-GAAP financial measures to GAAP

(3) Represents noninterest expense divided by the sum of net interest income and noninterest income

Overview

- Founded in 2007
- Primarily a business bank, ~85% commercial loans as of June 30, 2017
- Seasoned executive management team
- History of organic growth, mergers of equals, and acquisitions
- Diverse and attractive loan portfolio
- Low-cost core funding with ~41% noninterest-bearing demand deposits and a cost of deposits of 0.30%⁽¹⁾
- Strong insider ownership of ~32.2% as of October 19, 2017

Financial Highlights⁽¹⁾

Balance Sheet (\$000)

Total Assets	\$2,940,877
Total Loans	2,192,443
Total Deposits	2,516,784
Tangible Equity ⁽²⁾	283,716

Profitability

ROAA	1.08%
ROAE	8.58
Net Interest Margin	4.05
Efficiency Ratio ⁽³⁾	62.84

Asset Quality

NPAs / Assets	0.33%
NPLs / Loans	0.38
Reserves / Loans	1.15
NCOs / Avg Loans	0.01

Company Highlights



- ★ Bob Franklin, Chairman of the Board, CEO and 36-year banking veteran, leads a 10 person executive committee with an average of 38 years of banking experience
- ★ 34 strategically located branches give the bank a material presence in the expansive Houston and Beaumont markets
- ★ Sophisticated banking products of a large financial institution with the personalized service of a community bank
- ★ Key emphasis on developing core loan and deposit relationships led by bankers who support clients through tailored financial solutions
- ★ Growing, low-cost, core deposit franchise with robust treasury services
- ★ Conservative credit culture
- ★ Proven acquirer and integrator – disciplined approach
- ★ Potential for increased profitability – platform and team with significant scalability and an asset-sensitive balance sheet
- ★ Significant scarcity value – largest community bank focused on the Houston and Beaumont markets

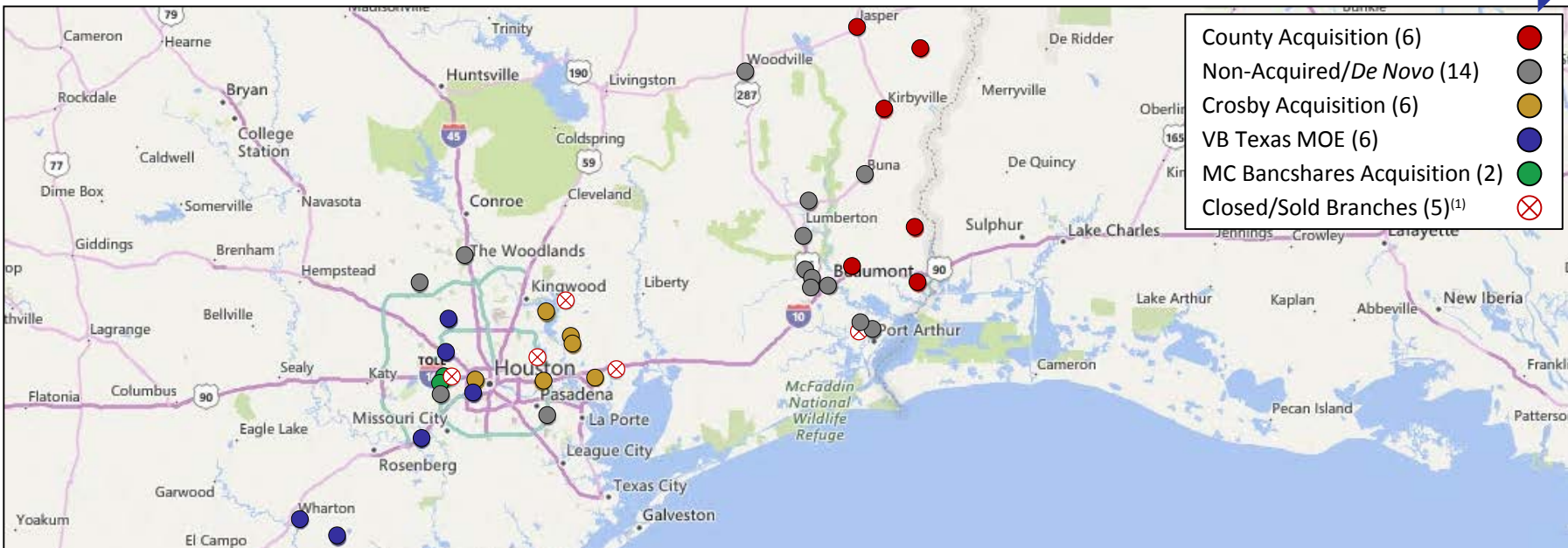
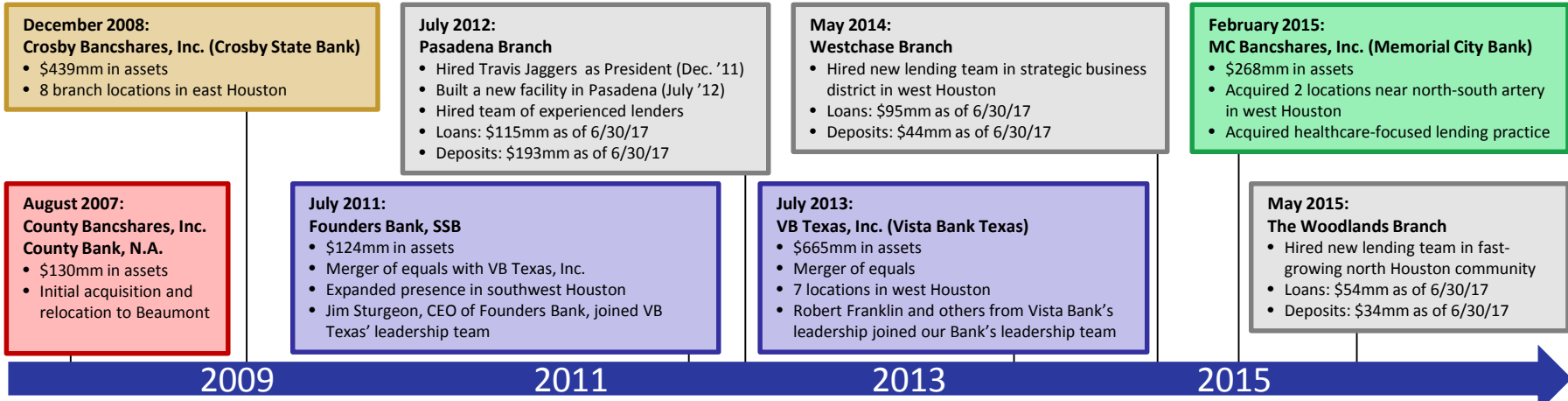
Leadership Team



- Executive committee consists of 10 highly qualified bankers with an average of 38 years of banking experience
- Four regional CEOs, with an average of 27 years of banking experience, oversee loan and deposit production and performance goals for their markets

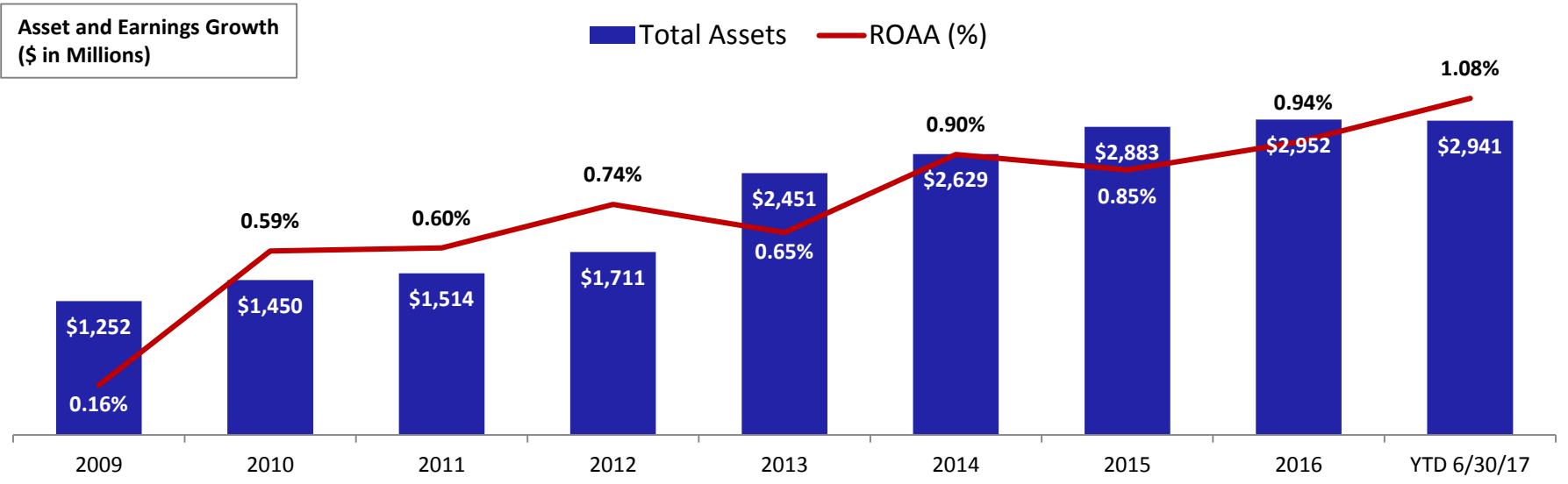
Officer	Title	Years at Company	Years in Market	Years in Industry
Robert "Bob" Franklin, Jr.	Chairman of the Board and CEO	10	36	36
J. Pat Parsons	Vice Chairman of the Board	10	33	44
Travis Jagers	President	6	45	45
Robert "Ted" Pigott, Jr.	SEVP and Chief Financial Officer	7	16	35
Joe West	SEVP and Chief Credit Officer	10	39	39
James L. "Jim" Sturgeon	SEVP and Chief Risk Officer	10	22	40
Donna Dillon	SEVP and Chief Administrative Officer	9	33	40
Deborah Dinsmore	SEVP and Chief Information Officer	2	32	32
Tracy O'Neill	SEVP and Chief HR Officer	2	10	10
Allen Gage	SEVP and Special Projects	2	43	53
Phil Davis	EVP and SW Regional CEO	10	28	32
Brandon Burk	EVP and NW Regional CEO	10	22	22
Gary Englert	EVP and NE Regional CEO	9	37	37
Chris Bezdek	EVP and SE Regional CEO	5	15	15
Average – Executive Committee		7	31	38
Average – Regional CEOs		9	26	27
Total		102	411	480

Franchise Expansion

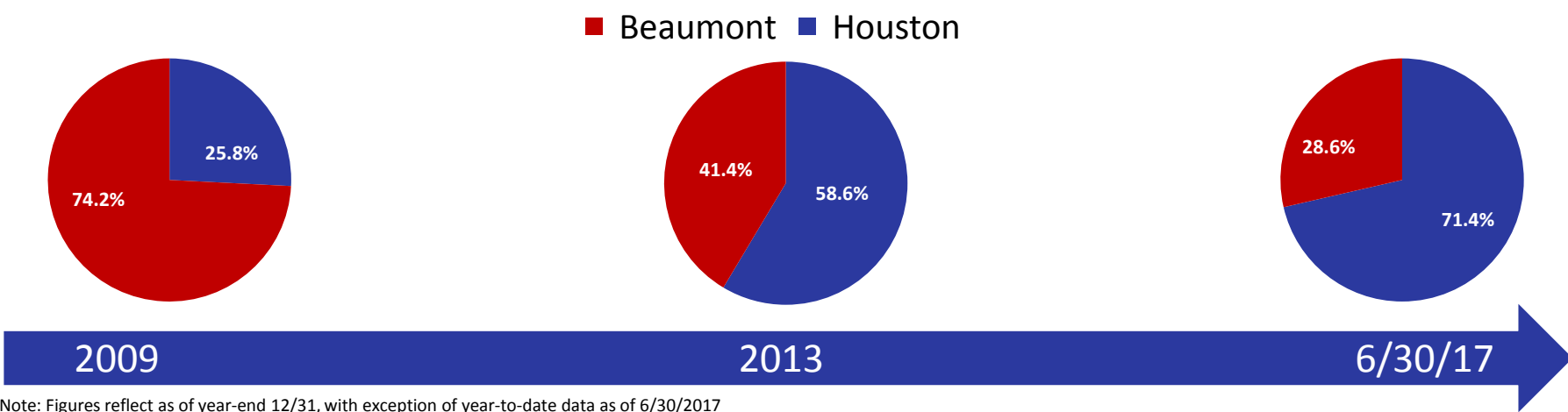


(1) On September 14, 2017, the Company sold the real estate associated with the Deweyville, Texas branch. The branch is expected to close on December 18, 2017.

Growth & Transformation



Transformation of Loan Portfolio

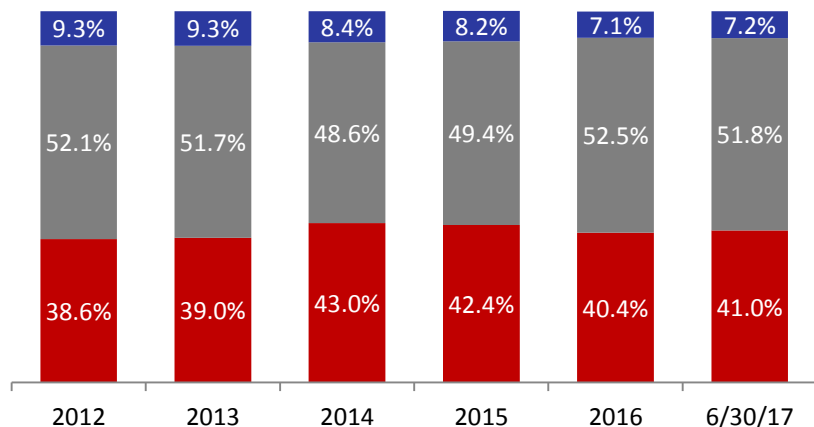


Note: Figures reflect as of year-end 12/31, with exception of year-to-date data as of 6/30/2017

Attractive, Low-Cost Core Deposit Base



Stable Core Deposit Base



Note: Figures reflect as of year-end 12/31, with exception of year-to-date as of 6/30/2017

■ Noninterest-Bearing Demand ■ Other Core Deposits ■ Jumbo Time Deposits

Deposit Base	As of June 30, 2017	
	(\$'000s)	(%)
Noninterest Bearing Demand	\$ 1,030,865	41.0 %
Interest-Bearing Demand Accounts	343,826	13.7
Savings & Money Market Accounts	786,629	31.3
Certificates and Other Time > \$100K	182,143	7.2
Certificates and Other Time < \$100K	173,321	6.9
Total Deposits	\$ 2,516,784	100.0 %
Cost of Deposits (%)	0.30 %	

- Proven ability to generate low-cost core deposits to fund loan growth
 - 87% loan to deposit ratio⁽¹⁾
- Business banking focus combined with relationship approach results in:
 - 41% noninterest-bearing demand deposits
 - 93% core deposits⁽²⁾ with minimal reliance on time deposits⁽¹⁾
 - Attractive cost of deposits of 0.30%
 - 83% of loan customers also have a deposit relationship as of June 30, 2017
 - Core deposit mix has remained stable while significantly increasing in size
- Expanded treasury services team
 - Active customer calling effort

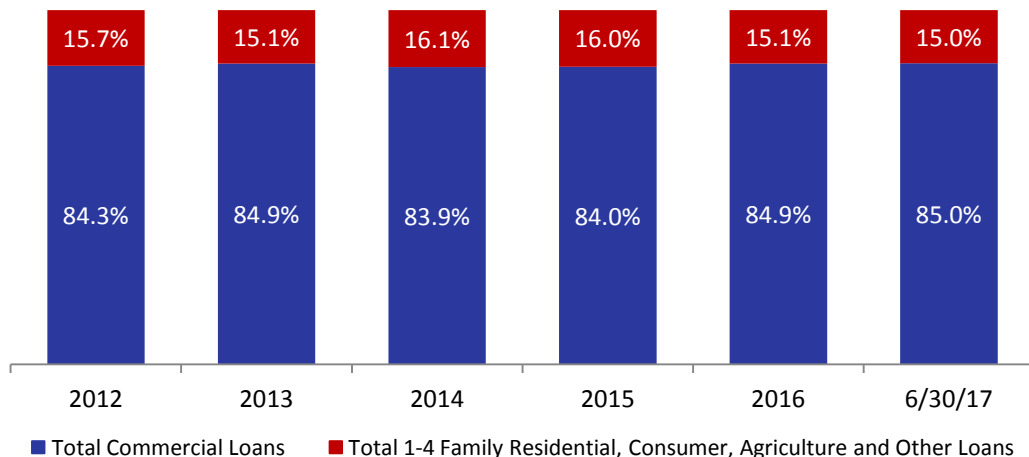
(1) Financial data as of and for the six months ended June 30, 2017

(2) Core deposits defined as total deposits less jumbo time deposits (time deposits over \$100,000)

Diversified Loan Portfolio



Loan Composition Over Time⁽¹⁾



Loan Portfolio	As of June 30, 2017	
	(\$000s)	(%)
Commercial and Industrial	\$ 535,116	24.4 %
Commercial Real Estate and Multi-Family	898,266	40.9
Construction and Development	433,966	19.8
1-4 Family Residential	240,073	10.9
Consumer, Agriculture and Other	90,017	4.0
Gross Loans	\$ 2,197,438	100.0 %
Less Deferred Fees and Unearned Discount	4,436	
Less Loans Held for Sale	559	
Total Loans	\$ 2,192,443	
Yield on Loans (%)	4.83 %	

- Commercial loans represent approximately 85% of total loans as of June 30, 2017
- Core focus on lending to professionals and local small and mid-sized businesses
- Key emphasis on developing core relationships
- History of hiring experienced teams of bankers
- Maintained well-diversified loan portfolio with commercial focus

(1) Figures reflect as of year-end 12/31, with exception of year-to-date data as of 6/30/2017

Core Focus on Commercial Loans



- **Industrial Construction/Equipment Rental**
 - Provide operating lines of credit, fixed asset financing and real estate loans to numerous industrial companies involved in the construction, modification, support and maintenance of petrochemical plants

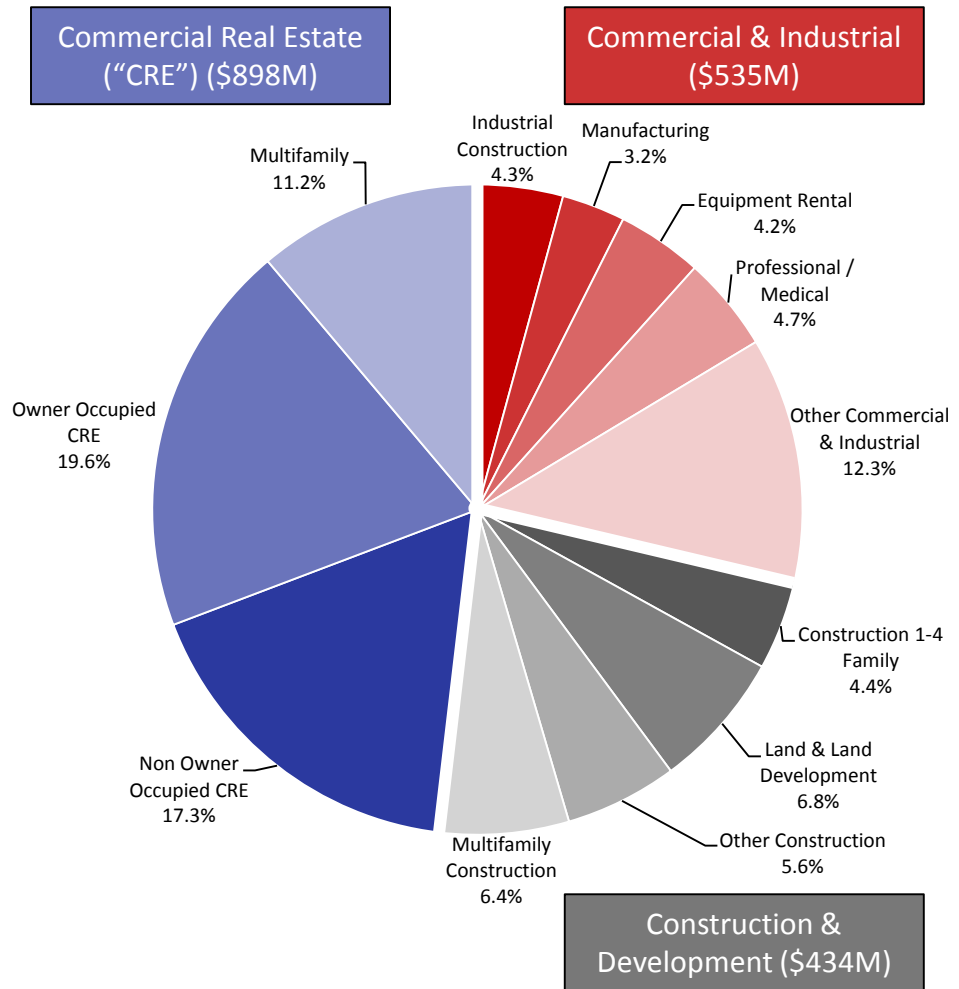
- **Professional/Medical**
 - Provide operating lines of credit, fixed asset financing and real estate loans to medical practices, clinics, law firms and professional service firms

- **Multifamily**
 - Multifamily CRE and multifamily construction portfolios are predominantly Texas based community development projects promoting affordable housing

- **Non-Owner Occupied CRE**
 - Predominantly local investor projects (i.e. industrial, office and retail buildings with investors/developers whom have long term CBTX relationships)

- **Owner Occupied CRE**
 - Term financing of real estate facilities for businesses and clients

Commercial Loans Outstanding by Type (\$1.867B)



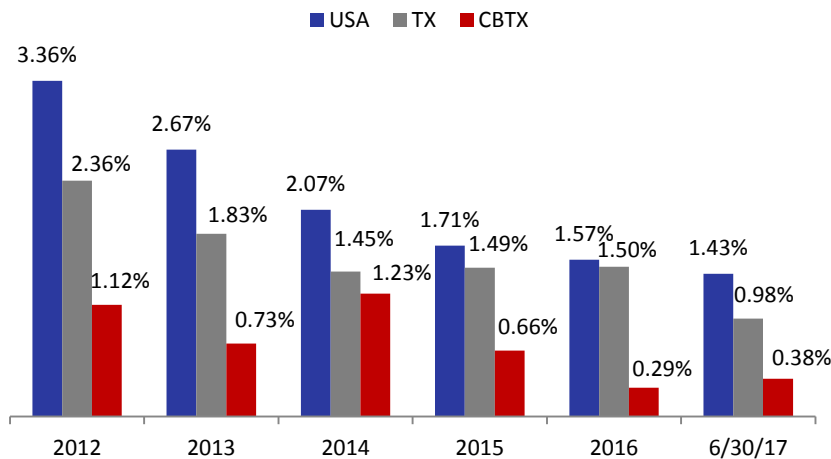
Note: Loan data as of 6/30/2017 and based on Company reports

Strong Credit Culture

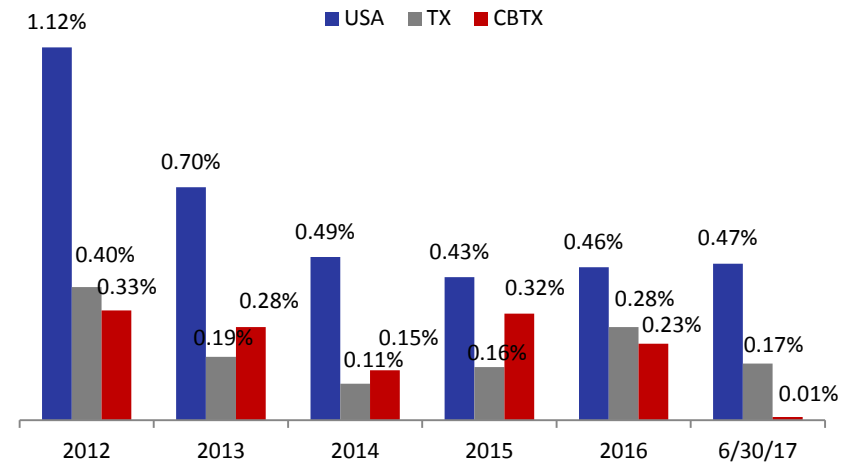


- Chief Credit Officer with 39 years experience
 - Seasoned Regional Credit Officers located in Houston and Beaumont
- Centralized underwriting, tiered approval requirements based on aggregate relationship size:
 - Officer credit authority, credit executive committee, and directors' loan committee
 - Directors' Loan Committees meet weekly in each market
- Receive personal guarantees from the principal, or principals, on the majority of commercial credits

NPLs / Loans



Net Charge-Offs / Average Loans



Note: Figures reflect as of year-end 12/31, with exception of year-to-date as of 6/30/2017

Note: USA and TX figures based on SNL Financial aggregates for commercial banks

Revenue Growth & Efficiency Improvement

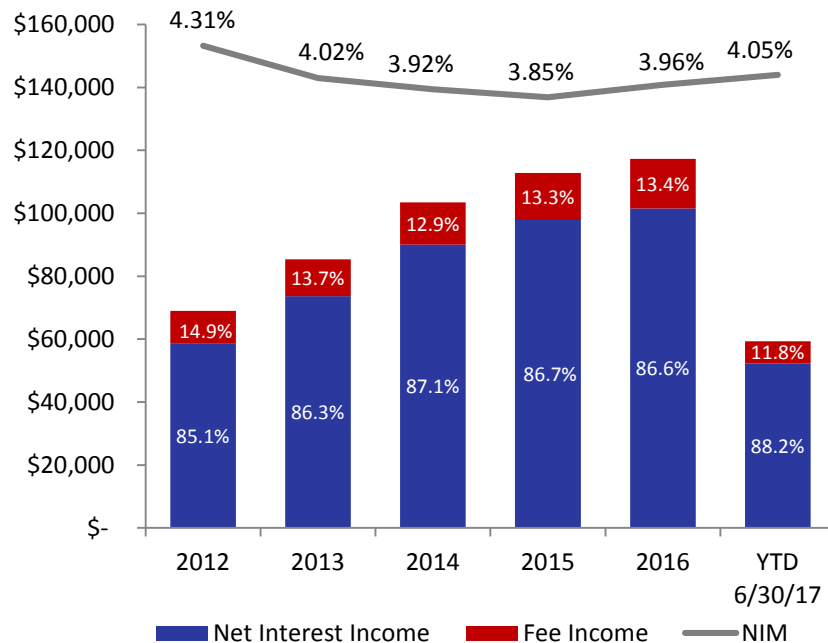


- Stable net interest margin
- Asset sensitive, with 58.3% variable rate loans as of June 30, 2017
- Increasing revenue and improving efficiency

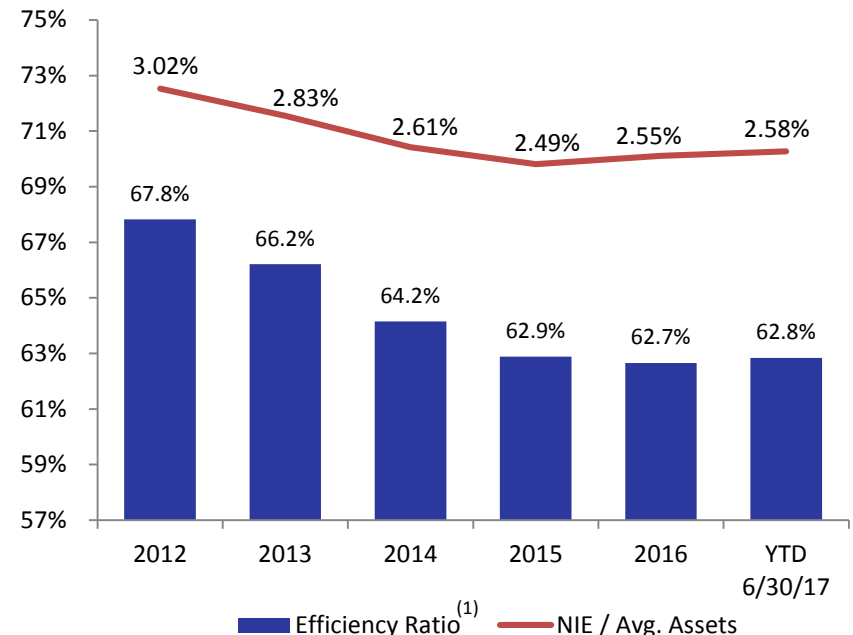
- Efficiency efforts:
 - Lender efficiency project – increased average loan portfolio per lender by 86% since 2012
 - Branch rationalization effort – successful and ongoing
 - Investments in people, technology, and systems over past two years
 - Infrastructure capable of supporting a much larger bank
 - Resulting scalability should allow for growth without significant expenses

Historical Revenue and NIM

(\$ in thousands)



Improving Efficiency



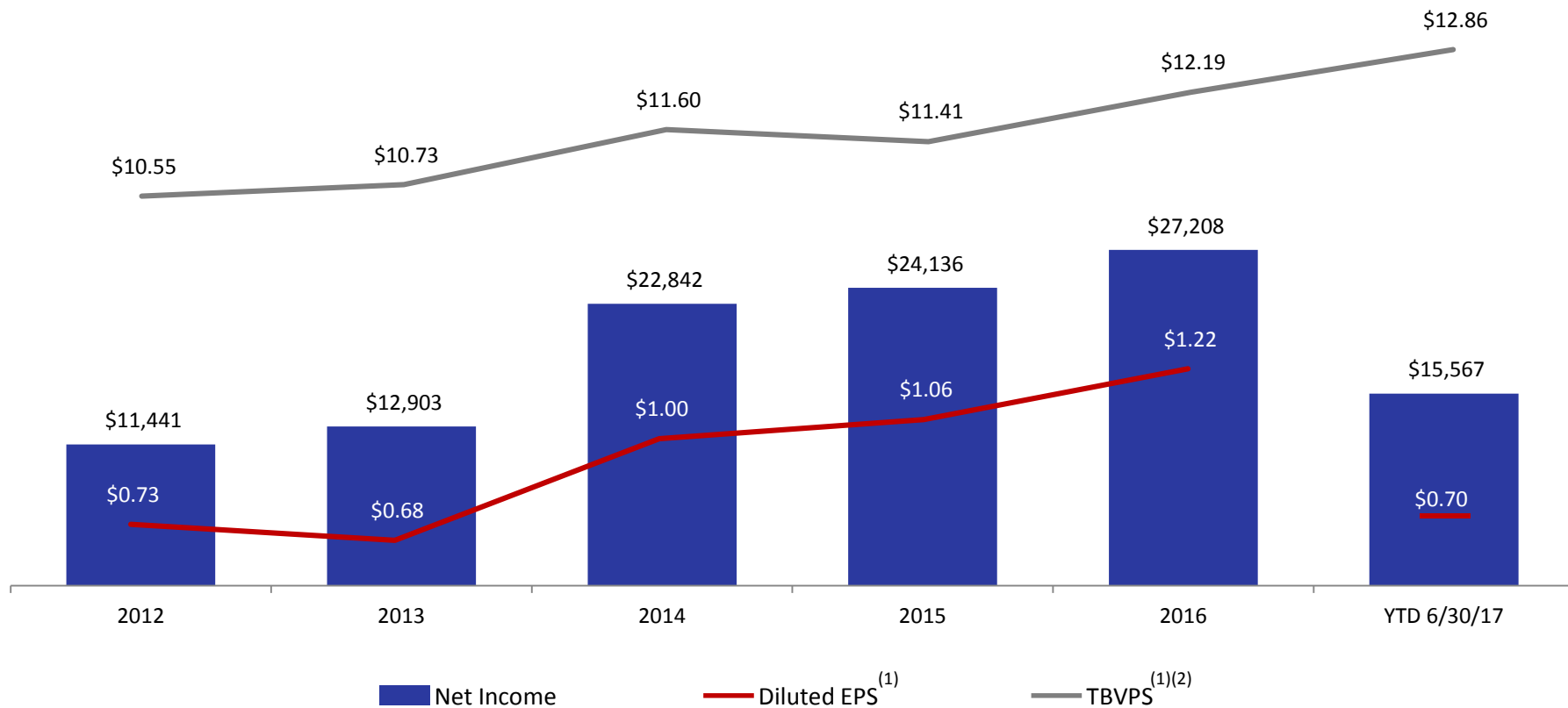
Note: Figures reflect as of year-end 12/31, with exception of year-to-date as of 6/30/2017
 (1) Represents noninterest expense divided by the sum of net interest income and noninterest income

Shareholder Value Growth



(\$ in thousands, except per share data)

Net Income, Diluted EPS and TBVPS



Note: Figures reflect as of year-end 12/31, with exception of year-to-date data as of 6/30/2017
 (1) Per share figures give effect to a 2-for-1 stock split which became effective on October 13, 2017
 (2) See Appendix for reconciliation of Non-GAAP financial measures to GAAP



▪ **Organic Growth:**

- Continue hiring experienced bankers
- Identified areas of additional expansion within certain lending verticals:
 - Commercial and industrial
 - Medical
 - SBA lending
- Talent recruitment and retention efforts benefit from becoming public
- Dedicated focus on gathering core deposits:
 - ~83% of loan customers also have a deposit relationship⁽¹⁾
 - Sophisticated treasury management capabilities

▪ **Strategic Acquisitions:**

- Five whole-bank acquisitions completed – Proven ability to source, acquire, and successfully integrate strategic acquisitions, while remaining disciplined
- Additive to overall franchise – Talented bankers, sound credit culture, complementary branch footprint
- Experienced acquirer that consistently pursues acquisition opportunities
- Additional capital and publicly traded shares may increase M&A potential

(1) As of June 30, 2017

Opportunity & Investment Rationale



- Strength of management team
- Significant insider ownership
- Relationship-based business bank with a strong credit culture
- Strength of operating markets
- Platform and team with significant scalability
- Track record of growth and expansion
- Disciplined approach to M&A allows for shareholder value to be enhanced through strategic acquisitions
- Strong operating performance
 - ~\$3 billion in assets in one of the most desirable banking markets in the country
 - Attractive and improving ROAA
 - Consistent ~4% net interest margin with expected improvement in rising rate environment
 - Low 60s efficiency ratio with scalable infrastructure
- Significant scarcity value – largest Texas community bank focused on Houston and Beaumont markets

Our Brand Promise



Our Vision

Here to Serve.



BUSINESS BANKING \ BETTER BANKING

Our Positioning

To experienced business owners,
CommunityBank of Texas
is the financial partner that delivers
a better banking experience.

Our Personality

Resourceful, Trustworthy, Friendly
Responsive, Strong

Appendix



Recent Developments



	Nine months ended September 30,		Comparison to prior period
	2017	2016	
Estimated Net Income	\$25.5 mm to \$25.8 mm	\$19.7 mm	Increase in estimated net income and diluted earnings per share is primarily attributable to: <ul style="list-style-type: none"> ▪ An increase in net interest income resulting primarily from an increase in earning assets; ▪ A negative loan loss provision of \$1.7 million in the three-month period ended September 30, 2017 as a result of the payoff of \$1.1 million of impaired loans and improvement in credit metrics; ▪ Gain on sales of assets of \$100,000, primarily related to the sale of two branches; and ▪ Settlement of a legal matter that resulted in an estimated gain of \$554,000
Estimated Diluted Earnings Per Share	\$1.16 to \$1.17	\$0.88	
Estimated Return on Average Assets	1.16% to 1.17%		

Preliminary Balance Sheet Position	As of	Estimated Increase from:	
	September 30, 2017	June 30, 2017	September 30, 2016
Net Loans	\$2.2 billion	\$8.5 million	\$33.5 million
Total Deposits	\$2.6 billion	\$37.8 million	\$25.4 million
Noninterest-bearing Deposits	\$1.1 billion	\$20.9 million	\$26.3 million
Total Shareholders' Equity	\$381.0 million to \$381.3 million		
Book Value Per Share	\$17.27 to \$17.28		
Tangible Book Value Per Share ⁽¹⁾	\$13.28 to \$13.29		

Note: Our expected financial results as of and for the nine months ended September 30, 2017 described above are preliminary estimates and subject to additional closing procedures, which we expect to complete after the completion of the offering to which this presentation relates. These procedures could result in material changes to our preliminary estimates and, accordingly, our actual results may not be consistent with the information described above. The foregoing estimates constitute forward-looking statements and are subject to risks and uncertainties.

(1) See Appendix for reconciliation of Non-GAAP financial measures to GAAP

Houston Market

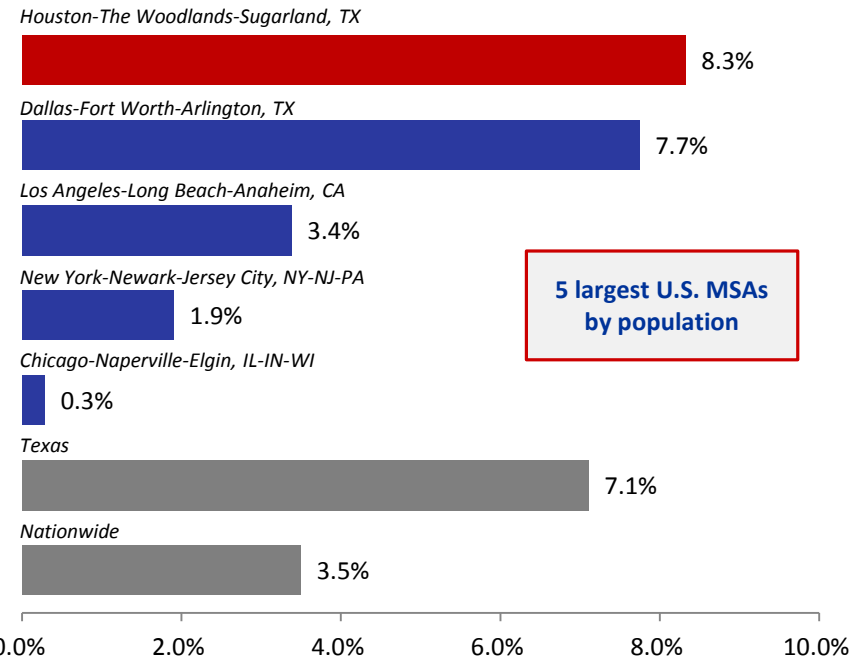


Market Overview

- With approximately 7.0 million residents, the Houston-The Woodlands-Sugar Land MSA is the 5th largest in the USA by total population:
 - Ranks 1st out of the 25 largest MSAs in the country for estimated total five year population growth through 2023
 - Houston has the 4th largest economy in the country, boasting a GDP of over a half a trillion dollars
 - Houston MSA is comprised of nine counties spanning over nine thousand square miles
- Total jobs of approximately 3 million, which is greater than 35 states combined
- Home to 20 Fortune 500 companies, ranking 4th nationally
- Home to the Texas Medical Center, the largest medical complex in the world
- Well positioned in the South Central U.S. on the Gulf of Mexico:
 - The MSA produces approximately \$80 billion in goods annually and supports 40 million consumers within a 300 mile radius
 - The Port of Houston ranks first in the country in export and import tonnage, and second in total tonnage
 - Two international airports offering non-stop flights to hundreds of destinations worldwide



Projected Population Change 2018 – 2023



Source: SNL Financial, Greater Houston Partnership

Beaumont Market



Market Overview

- The Beaumont-Port Arthur MSA is located approximately 85 miles east of downtown Houston off of the Gulf of Mexico
- The cities of Beaumont, Port Arthur and Orange form the “Golden Triangle,” a major industrial and petrochemical complex:
 - Six of the eight new U.S. ethylene projects under construction are being built on the Texas Gulf Coast
 - ExxonMobil recently announced plans to expand their Beaumont polyethylene plant by 65%
- The ports of Beaumont and Port Arthur are some of the most active ports in the United States
 - The Port of Beaumont is the fifth largest port in the country by total tonnage
- Dominant market leader – Ranked 1st in total in-market deposits, with approximately 20% market share
 - Substantial market share and established presence make the market ideal for sourcing low-cost, core funding



Beaumont MSA Deposit Market Share (June 30, 2017)

Rank	Company	Branches	Market Share	
			(\$M)	(%)
1	CBTX, Inc.	12	\$ 1,054	20 %
2	BBVA	13	860	17
3	Wells Fargo & Co.	10	640	12
4	Capital One Financial Corp.	5	622	12
5	JPMorgan Chase & Co.	6	514	10
6	First Financial Bankshares	6	438	9
7	Bank of America Corp.	3	416	8
8	AmTex Bancshares Inc.	2	176	3
9	Third Coast Bancshares Inc.	2	114	2
10	MidSouth Bancorp Inc.	3	89	2

Source: forbes.com, portofbeaumont.com, portpa.com, exxonmobil.com, txdot.gov and FDIC 2016 summary of deposits

Experienced Board of Directors



Name	Industry	Years of Banking or Bank Board Experience	Ownership (%)
Robert R. "Bob" Franklin, Jr.	Banking	36	1.1
J. Pat Parsons	Banking	44	0.5
Michael A. Havard	Legal/Accounting	10	0.2
Tommy W. Lott	Food Brokerage/Investments	40	0.9
Glen W. Morgan	Legal/Investments	10	5.5
Joe E. Penland, Sr.	Industrial/Manufacturing/Investments	21	5.5
Wayne A. Reaud	Legal/Investments	10	5.5
Joseph B. "Joe" Swinbank	Mining/Waste/Real Estate/Investments	20	1.0
Sheila G. Umphrey	Investments/Interior Design	-	5.5
John Eddie Williams, Jr.	Legal/Investments	10	5.5
William E. Wilson, Jr.	Real Estate/Investments	38	0.1
Board of Director Average		22	
Board of Director Totals		239	31.5

Non-GAAP Reconciliations



<i>(Dollars in Thousands, Except per Share Data)</i>	As of June 30,		As of December 31,				
	2017	2016	2016	2015	2014	2013	2012 (as restated) ⁽³⁾
<u>Tangible Book Value Per Share</u>							
Total Shareholders' Equity	\$ 371,964	\$ 347,316	\$ 357,637	\$ 344,313	\$ 329,252	\$ 311,139	\$ 222,901
Adjustments:							
Goodwill	80,950	80,950	80,950	80,950	59,049	59,049	57,667
Other Intangibles	7,298	8,364	7,791	8,879	8,903	10,225	984
Tangible Equity	\$ 283,716	\$ 258,002	\$ 268,896	\$ 254,484	\$ 261,300	\$ 241,865	\$ 164,250
Common Shares Outstanding ⁽¹⁾⁽²⁾	22,063,072	21,870,418	22,062,072	22,303,474	22,533,930	22,543,954	15,575,418
Book Value Per Share⁽²⁾	\$ 16.86	\$ 15.88	\$ 16.21	\$ 15.44	\$ 14.61	\$ 13.80	\$ 14.31
Tangible Book Value Per Share⁽²⁾	12.86	11.80	12.19	11.41	11.60	10.73	10.55

<i>(Dollars in Thousands, Except per Share Data)</i>	As of September 30, ⁽⁴⁾	
	Low	High
<u>Tangible Book Value Per Share</u>		
Total Shareholders' Equity	\$ 380,974	\$ 381,274
Adjustments:		
Goodwill	80,950	80,950
Other Intangibles	7,031	7,031
Tangible Equity	\$ 292,993	\$ 293,293
Common Shares Outstanding ⁽²⁾⁽⁵⁾	22,063,072	22,063,072
Book Value Per Share⁽²⁾	\$ 17.27	\$ 17.28
Tangible Book Value Per Share⁽²⁾	13.28	13.29

(1) Excludes the dilutive effect, if any, of 295,314 and 445,030 shares of common stock issuable upon exercise of outstanding stock options as of June 30, 2017 and 2016, respectively, and 248,314, 647,074, 575,326, 593,812 and 0 shares of common stock issuable upon exercise of outstanding stock options as of December 31, 2016, 2015, 2014, 2013 and 2012, respectively.

(2) Per share figures give effect to a 2-for-1 stock split which became effective on October 13, 2017.

(3) The financial information as of and for the year ended December 31, 2012 included in this presentation has been derived from our audited financial statements and has been restated.

(4) Figures included in this reconciliation are preliminary estimates and subject to additional procedures, which we expect to complete after the completion of the offering to which this presentation relates. These additional procedures could result in material changes to our preliminary estimates. This reconciliation is further described in the prospectus to which this presentation relates.

(5) Excludes the dilutive effect, if any, of 315,154 shares of common stock issuable upon exercise of outstanding stock options as of September 30, 2017.