



Colonial Bank Lowers Prime Rate

MONTGOMERY, Ala.--(BUSINESS WIRE)--Nov. 7, 2002--Effective Thursday, November 7, 2002, Colonial Bank (NYSE:CNB) lowered its prime interest rate by 0.50 percent from 4.75 to 4.25 percent. The prime rate is a benchmark used to set interest rates on various forms of corporate and consumer credit.

Colonial Bank is a wholly-owned subsidiary of the Colonial BancGroup, Inc., a \$15-Billion multi-state bank holding company headquartered in Montgomery, Alabama. Colonial Bank operates more than 260 locations in Alabama, Georgia, Florida, Tennessee, Texas and Nevada. It is traded on the New York Stock Exchange under the symbol CNB, listed in most newspapers as ColBgp, and located on the Internet at www.colonialbank.com.