

## Minnesota and US Banking Conditions -- Fourth Quarter 2015

Banks = 312, BHCs = 245 -- Data from quarterly call reports

### Summary: Year-End 2015 Compared to Year-End 2014

-- Little change in problem loans

-- Little change in profits

-- Little change in loan growth compared

	Median	Change from previous quarter	Change from previous year
<b>Capital</b>			
Total Risk Based Capital Ratio	15.33%	-43 bps	-28 bps
<b>Asset Quality</b>			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	7.69%	22 bps	68 bps
Construction and Land Development Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	0.00%	0 bps	0 bps
Commercial Real Estate Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	0.84%	-13 bps	-29 bps
<b>Earnings</b>			
Return on Average Assets	1.02%	-6 bps	2 bps
Net Interest Margin	3.85%	-1 bps	0 bps
Provisions as a Percent of Average Assets			
<b>Liquidity</b>			
Noncore Funding as a Percent of Liabilities	13.58%	-70 bps	-17 bps
<b>Net Loan Growth (over last four quarters)</b>	5.13%	-80 bps	-147 bps

---

## Nation

	Median	Change from previous quarter	Change from previous year
<b>Capital</b>			
Total Risk Based Capital Ratio	15.92%	-16 bps	-23 bps
<b>Asset Quality</b>			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	7.14%	-2 bps	-68 bps
Construction and Land Development Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	0.00%	0 bps	0 bps
Commercial Real Estate Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	1.21%	-11 bps	-43 bps
<b>Earnings</b>			
Return on Average Assets	0.93%	0 bps	3 bps
Net Interest Margin	3.74%	1 bps	-1 bps
Provisions as a Percent of Average Assets			
<b>Liquidity</b>			
Noncore Funding as a Percent of Liabilities	18.91%	-29 bps	-36 bps
<b>Net Loan Growth (over last four quarters)</b>	6.45%	-16 bps	0 bps