

Upper Peninsula of MI and US Banking Conditions -- Second Quarter 2019

Banks = 17, BHCs = 17 -- Data from quarterly call reports

- Small increase in bank profits
- Loan growth was flat
- Medium decline in problem loans

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	17.55%	53 bps	-74 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	8.48%	-184 bps	-533 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	2.46%	-30 bps	-145 bps
Earnings			
Return on Average Assets	1.04%	3 bps	18 bps
Net Interest Margin	4.01%	5 bps	18 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	15.29%	31 bps	-137 bps
Net Loan Growth (over last four quarters)	1.94%	-22 bps	3 bps

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	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	16.17%	-2 bps	15 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	6.05%	-63 bps	-19 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	0.78%	-13 bps	-9 bps
Earnings			
Return on Average Assets	1.14%	2 bps	2 bps
Net Interest Margin	3.89%	3 bps	4 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	20.17%	42 bps	119 bps
Net Loan Growth (over last four quarters)	5.08%	-37 bps	-59 bps