

Montana and US Banking Conditions -- Second Quarter 2019

Banks = 45, BHCs = 40 -- Data from quarterly call reports

- Large 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	15.82%	-151 bps	-67 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	9.22%	-150 bps	-63 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	1.72%	-14 bps	52 bps
Earnings			
Return on Average Assets	1.28%	8 bps	18 bps
Net Interest Margin	4.48%	10 bps	19 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	14.50%	-100 bps	2 bps
Net Loan Growth (over last four quarters)	6.61%	-14 bps	-68 bps

Nation

	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