

Twin Cities MSA and US Banking Conditions -- Second Quarter 2019

Banks = 71 -- Data from quarterly call reports

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

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	15.12%	-40 bps	33 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	4.08%	-197 bps	-95 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	0.29%	-75 bps	-98 bps
Earnings			
Return on Average Assets	1.19%	10 bps	1 bps
Net Interest Margin	3.95%	5 bps	14 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	13.07%	-29 bps	99 bps
Net Loan Growth (over last four quarters)	6.32%	36 bps	-91 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