Western WI and US Banking Conditions -- Third Quarter 2019
Banks = 41, BHCs = 37 -- Data from quarterly call reports

-- Profits were flat
-- Large decline in loan growth
-- Small decline in problem loans

<table>
<thead>
<tr>
<th>Capital</th>
<th>Median</th>
<th>Change from previous quarter</th>
<th>Change from previous year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Risk Based Capital Ratio</td>
<td>16.83%</td>
<td>27 bps</td>
<td>79 bps</td>
</tr>
</tbody>
</table>

**Asset Quality**
- Noncurrent and Delinquent Loans as a Percent of Capital and Allowance: 8.42% -109 bps 134 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: 2.14% 63 bps 71 bps

**Earnings**
- Return on Average Assets: 1.13% 1 bps 3 bps
- Net Interest Margin: 3.86% -3 bps -3 bps
- Provisions as a Percent of Average Assets

**Liquidity**
- Noncore Funding as a Percent of Liabilities: 19.72% 24 bps 68 bps

<table>
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</thead>
<tbody>
<tr>
<td>Capital</td>
<td>Total Risk Based Capital Ratio</td>
<td>16.26%</td>
<td>8 bps</td>
</tr>
</tbody>
</table>

**Asset Quality**
- Noncurrent and Delinquent Loans as a Percent of Capital and Allowance: 5.94% -10 bps -45 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: 0.81% 2 bps -9 bps

**Earnings**
- Return on Average Assets: 1.16% 2 bps 2 bps
- Net Interest Margin: 3.90% 0 bps 1 bps
- Provisions as a Percent of Average Assets

**Liquidity**
- Noncore Funding as a Percent of Liabilities: 20.38% 20 bps 67 bps

**Net Loan Growth (over last four quarters)**
- 2.59% -200 bps -229 bps

**Net Loan Growth (over last four quarters)**
- 4.59% -49 bps -105 bps