

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

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

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

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	17.24%	-28 bps	27 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	10.99%	148 bps	74 bps
Construction and Land Development Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	0.07%	-16 bps	6 bps
Commercial Real Estate Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	4.43%	130 bps	143 bps
Earnings			
Return on Average Assets	1.05%	-2 bps	23 bps
Net Interest Margin	4.03%	1 bps	3 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	16.23%	43 bps	72 bps
Net Loan Growth (over last four quarters)	1.91%	-14 bps	79 bps

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	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	16.21%	-5 bps	14 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	6.16%	21 bps	-10 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	0.79%	-1 bps	0 bps
Earnings			
Return on Average Assets	1.15%	0 bps	2 bps
Net Interest Margin	3.88%	-1 bps	-1 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	19.87%	-50 bps	34 bps
Net Loan Growth (over last four quarters)	4.27%	-32 bps	-117 bps