### Western WI and US Banking Conditions -- Fourth Quarter 2019

Banks = 41, BHCs = 35 -- Data from quarterly call reports

-- Bank profits were flat
-- Loan growth was flat
-- Problem loans were flat

<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>15.54%</td>
<td>-128 bps</td>
<td>-74 bps</td>
</tr>
</tbody>
</table>

**Asset Quality**
- Noncurrent and Delinquent Loans as a Percent of Capital and Allowance | 8.59% | 17 bps | 165 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 | 1.99% | -15 bps | 63 bps |

**Earnings**
- Return on Average Assets | 1.13% | 0 bps | 0 bps |
- Net Interest Margin | 3.86% | 0 bps | -7 bps |

**Liquidity**
- Noncore Funding as a Percent of Liabilities | 18.52% | -120 bps | -131 bps |

**Net Loan Growth (over last four quarters)** | 2.70% | 11 bps | -245 bps |

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### Nation

<table>
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<tr>
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<th>Change from previous quarter</th>
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</tr>
</thead>
<tbody>
<tr>
<td>Total Risk Based Capital Ratio</td>
<td>16.21%</td>
<td>-5 bps</td>
<td>14 bps</td>
</tr>
</tbody>
</table>

**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 |

**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 |