

Upper Peninsula of MI and US Banking Conditions -- First Quarter 2020

Banks = 15, BHCs = 17 -- Data from quarterly call reports

- Large decline in bank profits
- Medium increase in loan growth
- Medium decline in problem loans

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	14.71%	-253 bps	-230 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	9.12%	-187 bps	-119 bps
Construction and Land Development Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	0.00%	-6 bps	0 bps
Commercial Real Estate Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	2.60%	-183 bps	-15 bps
Earnings			
Return on Average Assets	0.94%	-11 bps	-6 bps
Net Interest Margin	4.13%	9 bps	18 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	15.82%	-40 bps	84 bps
Net Loan Growth (over last four quarters)	2.73%	82 bps	57 bps

Nation

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	15.30%	-90 bps	-89 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	7.21%	104 bps	52 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	1.12%	32 bps	20 bps
Earnings			
Return on Average Assets	1.00%	-15 bps	-11 bps
Net Interest Margin	3.74%	-14 bps	-11 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	19.58%	-29 bps	-16 bps
Net Loan Growth (over last four quarters)	4.37%	10 bps	-108 bps