Montana and US Banking Conditions -- First Quarter 2020
Banks = 40, BHCs = 37 -- Data from quarterly call reports

-- Large decline in bank profits
-- Large decline in loan growth
-- Small increase 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>16.16%</td>
<td>-8 bps</td>
<td>-116 bps</td>
</tr>
</tbody>
</table>

**Asset Quality**

- Noncurrent and Delinquent Loans as a Percent of Capital and Allowance: 12.19%, 132 bps, 146 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: 1.51%, 17 bps, -35 bps

**Earnings**

- Return on Average Assets: 1.14%, -10 bps, -6 bps
- Net Interest Margin: 4.28%, -23 bps, -10 bps
- Provisions as a Percent of Average Assets

**Liquidity**

- Noncore Funding as a Percent of Liabilities: 13.82%, 33 bps, -167 bps

**Net Loan Growth (over last four quarters)**

<table>
<thead>
<tr>
<th>Nation</th>
<th>Median</th>
<th>Change from previous quarter</th>
<th>Change from previous year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Risk Based Capital Ratio</td>
<td>15.30%</td>
<td>-90 bps</td>
<td>-89 bps</td>
</tr>
</tbody>
</table>

**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)**

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