North Dakota and US Banking Conditions -- First Quarter 2020

Banks = 67, BHCs = 56 -- Data from quarterly call reports

-- Large decline in bank profits
-- Loan growth was flat
-- Large 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>14.27%</td>
<td>-73 bps</td>
<td>-120 bps</td>
</tr>
</tbody>
</table>

**Asset Quality**
- Noncurrent and Delinquent Loans as a Percent of Capital and Allowance: 10.38%, 485 bps, 228 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: 1.08%, 104 bps, 50 bps

**Earnings**
- Return on Average Assets: 1.16%, -26 bps, -11 bps
- Net Interest Margin: 3.82%, -30 bps, -18 bps
- Provisions as a Percent of Average Assets:

**Liquidity**
- Noncore Funding as a Percent of Liabilities: 17.14%, -42 bps, 137 bps
- Net Loan Growth (over last four quarters): 1.89%, 26 bps, -492 bps

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**Nation**

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<tr>
<td>Total Risk Based Capital Ratio</td>
<td>15.30%</td>
<td>-90 bps</td>
<td>-89 bps</td>
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</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): 4.37%, 10 bps, -108 bps