## North Dakota and US Banking Conditions -- Fourth Quarter 2015

Banks = 76, BHCs = 63 -- Data from quarterly call reports

**Summary: Year-End 2015 Compared to Year-End 2014**

- Medium increase in problem loans
- Little change in profits
- Medium reduction in loan growth

<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>13.74%</td>
<td>24 bps</td>
<td>13 bps</td>
</tr>
</tbody>
</table>

### Asset Quality

- **Noncurrent and Delinquent Loans as a Percent of Capital and Allowance**
  - Median: 5.46%  
    - Change from previous quarter: 10 bps  
    - Change from previous year: 156 bps

- **Construction and Land Development Noncurrent and Delinquent Loans as a Percent of Capital and Allowance**
  - Median: 0.00%  
    - Change from previous quarter: 0 bps  
    - Change from previous year: 0 bps

- **Commercial Real Estate Noncurrent and Delinquent Loans as a Percent of Capital and Allowance**
  - Median: 0.18%  
    - Change from previous quarter: -16 bps  
    - Change from previous year: 10 bps

### Earnings

- **Return on Average Assets**
  - Median: 1.20%  
    - Change from previous quarter: 0 bps  
    - Change from previous year: -1 bps

- **Net Interest Margin**
  - Median: 3.96%  
    - Change from previous quarter: 4 bps  
    - Change from previous year: 4 bps

- **Provisions as a Percent of Average Assets**

### Liquidity

- **Noncore Funding as a Percent of Liabilities**
  - Median: 14.61%  
    - Change from previous quarter: -138 bps  
    - Change from previous year: 186 bps

<table>
<thead>
<tr>
<th>Net Loan Growth (over last four quarters)</th>
<th>Median</th>
<th>Change from previous quarter</th>
<th>Change from previous year</th>
</tr>
</thead>
<tbody>
<tr>
<td>6.24%</td>
<td>-43 bps</td>
<td>-385 bps</td>
<td></td>
</tr>
</tbody>
</table>

### Nation

<table>
<thead>
<tr>
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<tbody>
<tr>
<td>Total Risk Based Capital Ratio</td>
<td>15.92%</td>
<td>-16 bps</td>
<td>-23 bps</td>
</tr>
</tbody>
</table>

### Asset Quality

- **Noncurrent and Delinquent Loans as a Percent of Capital and Allowance**
  - Median: 7.14%  
    - Change from previous quarter: -2 bps  
    - Change from previous year: -68 bps

- **Construction and Land Development Noncurrent and Delinquent Loans as a Percent of Capital and Allowance**
  - Median: 0.00%  
    - Change from previous quarter: 0 bps  
    - Change from previous year: 0 bps

- **Commercial Real Estate Noncurrent and Delinquent Loans as a Percent of Capital and Allowance**
  - Median: 1.21%  
    - Change from previous quarter: -11 bps  
    - Change from previous year: -43 bps

### Earnings

- **Return on Average Assets**
  - Median: 0.93%  
    - Change from previous quarter: 0 bps  
    - Change from previous year: 3 bps

- **Net Interest Margin**
  - Median: 3.74%  
    - Change from previous quarter: 1 bps  
    - Change from previous year: -1 bps

- **Provisions as a Percent of Average Assets**

### Liquidity

- **Noncore Funding as a Percent of Liabilities**
  - Median: 18.91%  
    - Change from previous quarter: -29 bps  
    - Change from previous year: -36 bps

<table>
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<tr>
<th>Net Loan Growth (over last four quarters)</th>
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<th>Change from previous year</th>
</tr>
</thead>
<tbody>
<tr>
<td>6.45%</td>
<td>-16 bps</td>
<td>0 bps</td>
<td></td>
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</tbody>
</table>