

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

Banks = 65, BHCs = 50 -- Data from quarterly call reports

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

- Small reduction in problem loans
- Small gain in profits
- Medium reduction in loan growth

	Median	Change from previous quarter	Change from previous year
<b>Capital</b>			
Total Risk Based Capital Ratio	15.70%	6 bps	-40 bps
<b>Asset Quality</b>			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	2.84%	-73 bps	-69 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	0.00%	0 bps	0 bps
<b>Earnings</b>			
Return on Average Assets	1.22%	0 bps	11 bps
Net Interest Margin	3.88%	0 bps	-5 bps
Provisions as a Percent of Average Assets			
<b>Liquidity</b>			
Noncore Funding as a Percent of Liabilities	18.73%	-73 bps	223 bps
<b>Net Loan Growth (over last four quarters)</b>	5.71%	-65 bps	-355 bps

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## Nation

	Median	Change from previous quarter	Change from previous year
<b>Capital</b>			
Total Risk Based Capital Ratio	15.92%	-16 bps	-23 bps
<b>Asset Quality</b>			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	7.14%	-2 bps	-68 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	1.21%	-11 bps	-43 bps
<b>Earnings</b>			
Return on Average Assets	0.93%	0 bps	3 bps
Net Interest Margin	3.74%	1 bps	-1 bps
Provisions as a Percent of Average Assets			
<b>Liquidity</b>			
Noncore Funding as a Percent of Liabilities	18.91%	-29 bps	-36 bps
<b>Net Loan Growth (over last four quarters)</b>	6.45%	-16 bps	0 bps