

Minnesota and US Banking Conditions -- Second Quarter 2018

Banks = 286, BHCs = 222 -- Data from quarterly call reports

- Medium increase in bank profits
- Loan growth was flat
- Problem loans were flat

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	15.37%	2 bps	14 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	7.40%	-25 bps	141 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	0.80%	3 bps	7 bps
Earnings			
Return on Average Assets	1.19%	6 bps	9 bps
Net Interest Margin	3.97%	7 bps	12 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	14.50%	80 bps	98 bps
Net Loan Growth (over last four quarters)	4.63%	-9 bps	17 bps

Nation

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	16.02%	17 bps	19 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	6.24%	-59 bps	-14 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	0.88%	-11 bps	-7 bps
Earnings			
Return on Average Assets	1.11%	3 bps	15 bps
Net Interest Margin	3.85%	3 bps	9 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	18.97%	0 bps	-17 bps
Net Loan Growth (over last four quarters)	5.67%	-18 bps	-27 bps