

Montana and US Banking Conditions -- Second Quarter 2018

Banks = 46, BHCs = 41 -- Data from quarterly call reports

- Small decline in bank profits
- Large increase in loan growth
- Small improvement in problem loans

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	16.50%	-68 bps	-26 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	9.86%	-120 bps	115 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	1.20%	-66 bps	-8 bps
Earnings			
Return on Average Assets	1.10%	-2 bps	0 bps
Net Interest Margin	4.29%	21 bps	22 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	14.47%	159 bps	71 bps
Net Loan Growth (over last four quarters)	7.30%	242 bps	-12 bps

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	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