

South Dakota and US Banking Conditions -- Second Quarter 2018

Banks = 62, BHCs = 47 -- Data from quarterly call reports

- Small gain in bank profits
- Small increase in loan growth
- Medium improvement in problem loans

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	15.99%	20 bps	-10 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	6.03%	-140 bps	162 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
Earnings			
Return on Average Assets	1.34%	3 bps	19 bps
Net Interest Margin	4.03%	3 bps	9 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	21.50%	166 bps	60 bps
Net Loan Growth (over last four quarters)	5.64%	75 bps	-16 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