

Western WI and US Banking Conditions -- Second Quarter 2018

Banks = 46, BHCs = 43 -- Data from quarterly call reports

- Large gain in bank profits
- Loan growth was flat
- Small improvement in problem loans

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	16.33%	11 bps	74 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	7.22%	-113 bps	-7 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	1.43%	-39 bps	-26 bps
Earnings			
Return on Average Assets	1.14%	8 bps	13 bps
Net Interest Margin	3.89%	10 bps	2 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	16.80%	-261 bps	-20 bps
Net Loan Growth (over last four quarters)	3.52%	5 bps	-72 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