

Upper Peninsula of MI and US Banking Conditions -- Third Quarter 2018

Banks = 17, BHCs = 17 -- Data from quarterly call reports

- Small increase in in bank profits
- Loan growth was flat
- Medium improvement in problem loans

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	17.89%	-40 bps	71 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	12.21%	-159 bps	29 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	4.33%	42 bps	-56 bps
Earnings			
Return on Average Assets	0.90%	4 bps	4 bps
Net Interest Margin	3.99%	16 bps	7 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	15.57%	-109 bps	-157 bps
Net Loan Growth (over last four quarters)	1.76%	-15 bps	-188 bps

Nation

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	16.07%	5 bps	16 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	6.40%	15 bps	8 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	0.90%	1 bps	-4 bps
Earnings			
Return on Average Assets	1.14%	2 bps	14 bps
Net Interest Margin	3.88%	3 bps	8 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	19.70%	73 bps	19 bps
Net Loan Growth (over last four quarters)	5.64%	-3 bps	12 bps