

## Montana and US Banking Conditions -- Third Quarter 2018

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

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

	<b>Median</b>	<b>Change from previous quarter</b>	<b>Change from previous year</b>
<b>Capital</b>			
Total Risk Based Capital Ratio	16.25%	-25 bps	-20 bps
<b>Asset Quality</b>			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	7.80%	-205 bps	-89 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	1.71%	51 bps	-71 bps
<b>Earnings</b>			
Return on Average Assets	1.14%	4 bps	-2 bps
Net Interest Margin	4.36%	7 bps	21 bps
Provisions as a Percent of Average Assets			
<b>Liquidity</b>			
Noncore Funding as a Percent of Liabilities	15.38%	90 bps	138 bps
<b>Net Loan Growth (over last four quarters)</b>	6.69%	-60 bps	-102 bps

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## Nation

	<b>Median</b>	<b>Change from previous quarter</b>	<b>Change from previous year</b>
<b>Capital</b>			
Total Risk Based Capital Ratio	16.07%	5 bps	16 bps
<b>Asset Quality</b>			
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
<b>Earnings</b>			
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			
<b>Liquidity</b>			
Noncore Funding as a Percent of Liabilities	19.70%	73 bps	19 bps
<b>Net Loan Growth (over last four quarters)</b>	5.64%	-3 bps	12 bps