

Minnesota and US Banking Conditions -- Fourth Quarter 2018

Banks = 279, BHCs = 215 -- Data from quarterly call reports

- Small decline 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	15.65%	0 bps	36 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	6.08%	-59 bps	17 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	0.36%	-23 bps	-32 bps
Earnings			
Return on Average Assets	1.21%	-3 bps	11 bps
Net Interest Margin	4.00%	0 bps	6 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	14.91%	15 bps	209 bps
Net Loan Growth (over last four quarters)	4.67%	-50 bps	-59 bps

Nation

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	16.06%	-1 bps	27 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	6.27%	-12 bps	-12 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	0.80%	-9 bps	-11 bps
Earnings			
Return on Average Assets	1.13%	0 bps	20 bps
Net Interest Margin	3.90%	1 bps	8 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	19.53%	-17 bps	49 bps
Net Loan Growth (over last four quarters)	5.44%	-19 bps	-46 bps