

Minnesota and US Banking Conditions -- Second Quarter 2016

Banks = 307, BHCs = 241 -- Data from quarterly call reports

- Medium increase in bank profits
- Medium decline in loan growth
- Medium decrease in problem loans

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	15.47%	0 bps	-35 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	6.74%	-161 bps	-95 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	0.76%	-31 bps	-27 bps
Earnings			
Return on Average Assets	1.07%	4 bps	3 bps
Net Interest Margin	3.86%	4 bps	4 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	13.53%	8 bps	-70 bps
Net Loan Growth (over last four quarters)	4.60%	-130 bps	-209 bps

Nation

	Median	Change from previous quarter	Change from previous year
Capital			
Total Risk Based Capital Ratio	15.85%	-7 bps	-28 bps
Asset Quality			
Noncurrent and Delinquent Loans as a Percent of Capital and Allowance	6.73%	-78 bps	-66 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	1.09%	-12 bps	-31 bps
Earnings			
Return on Average Assets	0.95%	3 bps	3 bps
Net Interest Margin	3.74%	1 bps	3 bps
Provisions as a Percent of Average Assets			
Liquidity			
Noncore Funding as a Percent of Liabilities	19.35%	50 bps	2 bps
Net Loan Growth (over last four quarters)	6.62%	-37 bps	0 bps