

FDIC Quarterly

*Quarterly Banking Profile:
Fourth Quarter 2018*

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Federal Deposit
Insurance Corporation

QUARTERLY BANKING PROFILE Fourth Quarter 2018

INSURED INSTITUTION PERFORMANCE

Net Income Rises \$33.8 Billion Over Fourth Quarter 2017 to \$59.1 Billion

Higher Net Operating Revenue and Lower Income Tax Expenses Lift Net Income

Net Interest Income Increases 8.1 Percent From a Year Earlier

Total Loan and Lease Balances Rise 4.4 Percent Over 12 Months

Full-Year 2018 Net Income Grows to \$236.7 Billion

The Number of Banks on the “Problem Bank List” Declines to 60

Net Income Rises \$33.8 Billion Over Fourth Quarter 2017 to \$59.1 Billion

The 5,406 FDIC-insured commercial banks and savings institutions reported quarterly net income of \$59.1 billion in the fourth quarter, an increase of \$33.8 billion (133.4 percent) from a year earlier.¹ Improvement in quarterly net income was attributable to higher net operating revenue (the sum of net interest income and noninterest income) and lower income tax expenses. Assuming the effective tax rate before the new tax law, quarterly net income would have totaled an estimated \$50.3 billion, up \$7.9 billion (18.5 percent) from 12 months ago.² The average return on assets was 1.33 percent for the quarter, up from 0.58 percent in fourth quarter 2017. The percentage of unprofitable banks in the fourth quarter declined to 6.5 percent from 16.6 percent a year ago.

Full-Year 2018 Net Income Grows to \$236.7 Billion

Growth in net operating revenue (up \$53.1 billion, or 7 percent), coupled with lower income tax expenses (down \$36.9 billion, or 37.7 percent) and loan-loss provisions (down \$1.1 billion, or 2.2 percent), lifted full-year 2018 net income to \$236.7 billion, an improvement of \$72.4 billion (44.1 percent) from 2017. Assuming the effective tax rate before the new tax law, full-year 2018 net income would have totaled an estimated \$207.9 billion, compared with \$183.1 billion in 2017.³ The average net interest margin (NIM) rose from 3.25 percent in 2017 to 3.40 percent, as average asset yields (up 43 basis points) exceeded average funding costs (up 28 basis points). The average return on assets for 2018 was 1.35 percent, up from 0.97 percent for 2017.

¹Three insured institutions had not filed a December 31 Call Report at the time this report was prepared.

²This estimate of quarterly net income normalizes fourth quarters 2017 and 2018 by applying the average quarterly tax rate between fourth quarter 2011 and third quarter 2017 to income before taxes and discontinued operations.

³This estimate of full-year net income normalizes 2018 and 2017 by applying the average annual tax rate between 2011 and 2016 to income before taxes and discontinued operations.

Chart 1

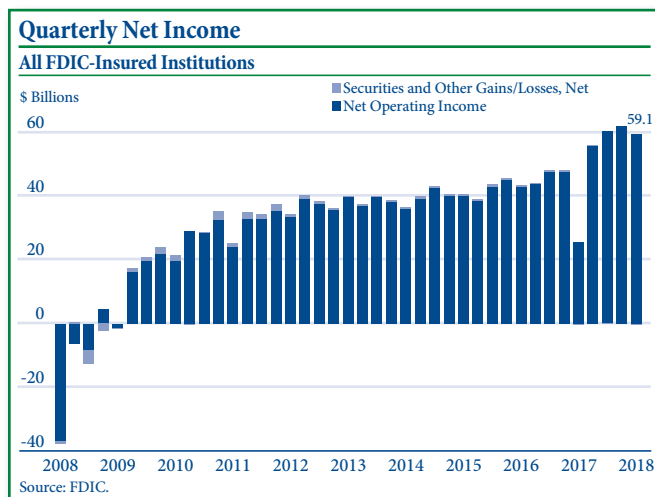
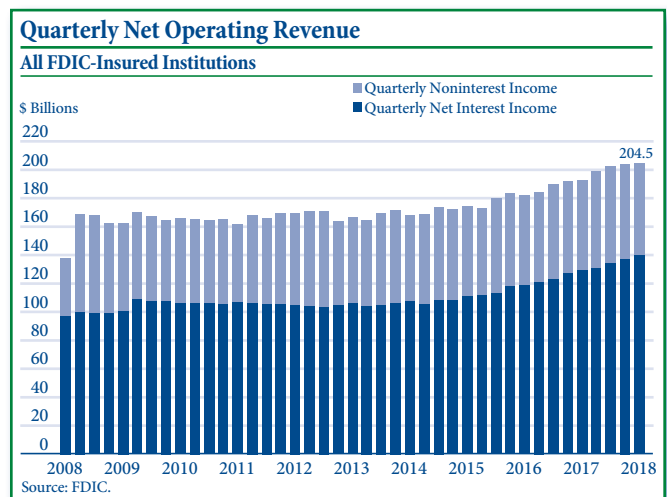


Chart 2



Net Interest Income Increases 8.1 Percent From a Year Earlier

Quarterly net interest income rose to \$140.2 billion, up \$10.5 billion (8.1 percent) from a year earlier, owing to growth in interest-bearing assets and wider net interest margins (NIM). More than four out of five banks (82.6 percent) reported year-over-year increases in net interest income. NIM was 3.48 percent for the quarter, an improvement from the 3.31 percent margin reported a year ago, as average asset yields grew more rapidly than average funding costs. Banks with assets of \$10 billion to \$250 billion reported the largest annual increases in average asset yields (up 58 basis points) and average funding costs (up 40 basis points).

Loan-Loss Provisions Increase Modestly

Banks set aside \$14 billion in loan-loss provisions during the fourth quarter, the highest level since fourth quarter 2012. Loan-loss provisions rose by \$397.3 million (2.9 percent) from fourth quarter 2017, with close to 40 percent of all banks reporting increases. Loan-loss provisions as a percent of net operating revenue declined from 8.3 percent at year-end 2017 to 8.2 percent.

Noninterest Income Expands From a Year Earlier

Noninterest income increased \$1.6 billion (2.6 percent) from a year earlier, as all other noninterest income grew by \$3.5 billion (11.9 percent) and net gains on sales of other assets rose by \$393 million (120.3 percent). Despite the overall increase in noninterest income, trading revenue declined by \$1.5 billion (25.9 percent) and servicing fees fell by \$850.9 million (36.1 percent). Slightly more than half of all banks (53.6 percent) reported increases in noninterest income compared with the year-ago quarter.

Noninterest Expense Increases From Fourth Quarter 2017

Noninterest expense posted a modest increase of \$194.9 million (0.2 percent) over the past 12 months. Increases in other noninterest expense (up \$2.6 billion, or 5 percent) and salary and employee benefits (up \$717 million, or 1.3 percent) were partially offset by a decline in premises and fixed asset expense (down \$2.7 billion, or 22.5 percent). The average assets per employee increased from \$8.4 million in fourth quarter 2017 to \$8.7 million.

Net Charge-Offs Decline 4.6 Percent From a Year Ago

Banks charged off \$12.6 billion in uncollectable loans during the quarter, a decline of \$605.9 million (4.6 percent) from a year ago. This marks the first time since third quarter 2015 that net charge-offs registered a year-over-year decline. Credit card balances registered the largest annual dollar increase in net-charge offs (up \$347.7 million, or 4.4 percent), while commercial and industrial loans had the largest annual dollar decline (down \$522.6 million, or 23.4 percent). The average net charge-off rate declined from 0.55 percent in fourth quarter 2017 to 0.50 percent.

Chart 3

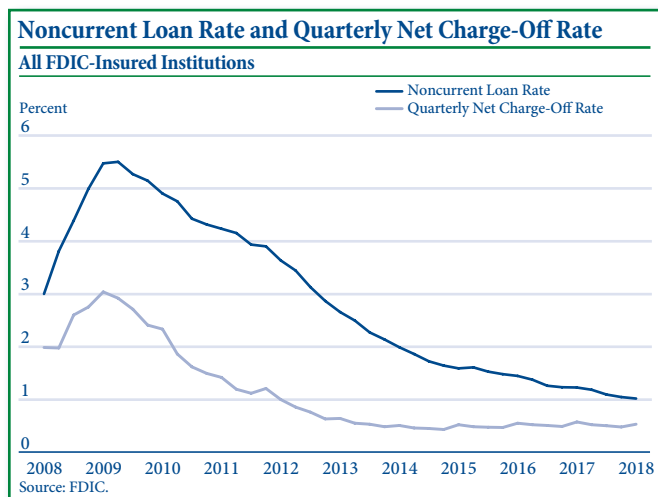
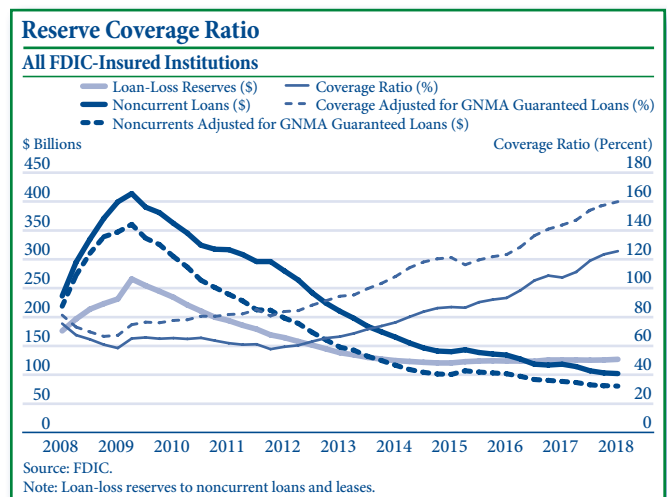


Chart 4



Noncurrent Loan Rate Falls Below 1 Percent

Noncurrent loan balances (90 days or more past due or in nonaccrual status) were \$1 billion (1 percent) lower than the previous quarter. More than half of all banks (53.3 percent) reported lower noncurrent loan balances. The quarter-over-quarter decline was reflected in residential mortgages balances, which declined by \$2 billion (4.4 percent), and commercial and industrial loan balances, which fell by \$554.3 million (3.6 percent). Credit card balances continued to register the largest quarterly dollar increase, growing by \$1.6 billion (13.8 percent). The average noncurrent rate was 0.99 percent during the current quarter, down 3 basis points from the previous quarter. This is the first time since second quarter 2007 that the noncurrent rate was below 1 percent.

Loan-Loss Reserves Increase From Third Quarter 2018

Loan-loss reserves totaled \$124.7 billion at the end of the fourth quarter, an increase of \$1 billion (0.8 percent) from third quarter 2018. The banking industry continued to build reserves, as loan-loss provisions of \$14 billion exceeded net charge-offs of \$12.6 billion. More than half of all banks (57.8 percent) reported a quarterly increase in loan-loss reserves. Banks that itemize their loan-loss reserves (banks with assets greater than \$1 billion and representing 93 percent of total industry assets) reported higher reserves for credit card losses (up \$997.4 million, or 2.5 percent) and lower reserves for residential real estate losses (down \$556 million, or 4.4 percent). After declining for the past nine consecutive quarters, itemized reserves for losses on commercial loans reported quarterly growth of \$409 million (1.3 percent).

Equity Capital Increases From the Third Quarter

Equity capital increased by \$25.3 billion (1.3 percent) during the fourth quarter, led by accumulated other comprehensive income. Retained earnings rose by \$70.8 billion (10.3 percent) from a year ago. Declared dividends in the fourth quarter totaled \$52.7 billion, the highest level ever reported by the banking industry. At year-end 2018, 99.6 percent of all insured institutions, which account for 99.98 percent of total industry assets, met or exceeded the requirements for the well-capitalized category, as defined for Prompt Corrective Action purposes.

Total Assets Increase 1.5 Percent During the Fourth Quarter

Total assets rose by \$270.4 billion (1.5 percent) during the fourth quarter. Cash and balances due from depository institutions declined by \$144.4 billion (7.9 percent) and total securities holdings grew by \$93 billion (2.6 percent). U.S. Treasury securities increased \$55.4 billion (11.2 percent) during the quarter, the largest quarterly dollar increase since fourth quarter 2014.

Chart 5

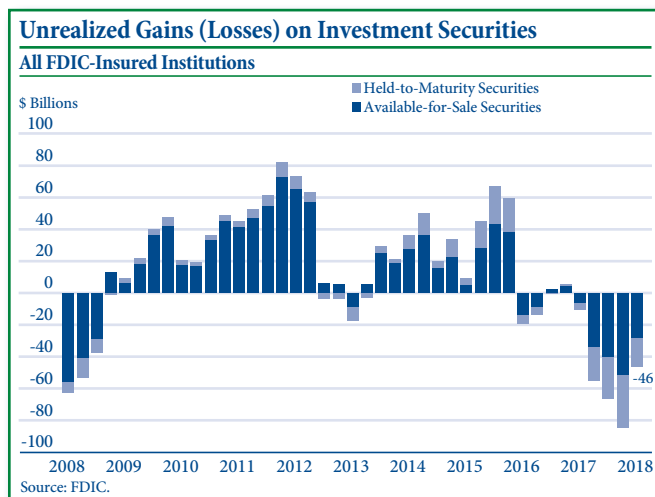
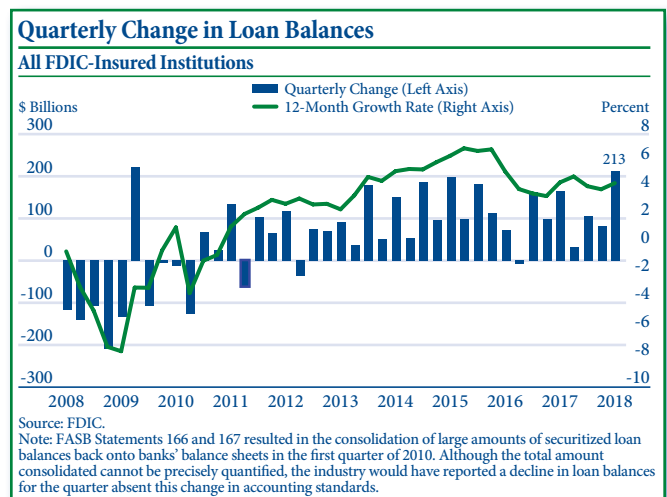


Chart 6



Total Loan and Lease Balances Rise 4.4 Percent Over 12 Months

Total loan and lease balances were \$213 billion (2.1 percent) higher compared with the previous quarter. All major loan categories registered quarterly increases.⁴ Commercial and industrial loans increased by \$80.7 billion (3.9 percent), and consumer loans (including credit card balances) rose by \$52.2 billion (3.1 percent). During the 12 months ended December 31, total loan and lease balances rose by \$431.2 billion (4.4 percent), a slight increase from the 4 percent annual grow rate reported last quarter. All major loan categories reported year-over-year increases, led by commercial and industrial loans, which increased by \$156.2 billion (7.8 percent), and consumer loans (including credit card balances), which rose by \$64.9 billion (3.9 percent).

Deposits Increase 2.2 Percent From the Previous Quarter

Total deposits increased by \$292.6 billion (2.2 percent) from the third quarter, the largest quarterly dollar increase since fourth quarter 2012. Interest-bearing deposits grew by \$296.5 billion (3.2 percent), while noninterest-bearing deposits fell by \$ 5.4 billion (0.2 percent). Reliance on nondeposit liabilities declined by \$47.5 billion (2.3 percent) from the previous quarter, as trade liabilities were reduced by \$23.1 billion (8.9 percent) and other liabilities fell by \$24.4 billion (6 percent).

The Number of Banks on the “Problem Bank List” Declines to 60

The number of banks on the FDIC’s “Problem Bank List” declined from 71 to 60 at year-end 2018, the fewest since first quarter 2007. Total assets of problem banks fell from \$53.3 billion to \$48.5 billion. During the fourth quarter, two new charters were added, 70 institutions were absorbed by mergers, and there were no bank failures. For full-year 2018, eight new charters were added, 259 institutions were absorbed by mergers, and there were no bank failures.

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⁴ Major loan categories include commercial and industrial loans, residential mortgage loans, consumer loans, and nonfarm nonresidential loans. Consumer loans include credit card loans, automobile loans, and all other consumer loans.

Chart 7

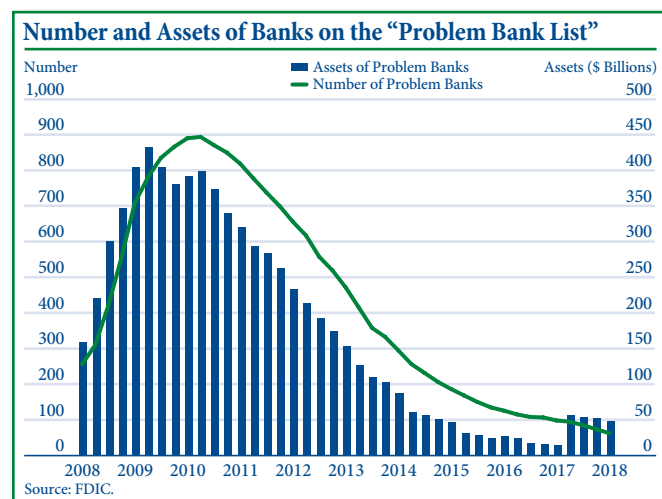


TABLE I-A. Selected Indicators, All FDIC-Insured Institutions*

| | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--|-------|-------|-------|-------|-------|-------|-------|
| Return on assets (%) | 1.35 | 0.97 | 1.04 | 1.04 | 1.01 | 1.07 | 1.00 |
| Return on equity (%) | 11.98 | 8.61 | 9.29 | 9.29 | 9.01 | 9.54 | 8.90 |
| Core capital (leverage) ratio (%) | 9.70 | 9.63 | 9.48 | 9.59 | 9.44 | 9.40 | 9.15 |
| Noncurrent assets plus other real estate owned to assets (%) | 0.60 | 0.72 | 0.86 | 0.97 | 1.20 | 1.63 | 2.20 |
| Net charge-offs to loans (%) | 0.48 | 0.50 | 0.47 | 0.44 | 0.49 | 0.69 | 1.10 |
| Asset growth rate (%) | 3.03 | 3.79 | 5.09 | 2.66 | 5.59 | 1.94 | 4.02 |
| Net interest margin (%) | 3.40 | 3.25 | 3.13 | 3.07 | 3.14 | 3.26 | 3.42 |
| Net operating income growth (%) | 45.21 | -3.25 | 4.57 | 7.11 | -0.73 | 12.82 | 17.76 |
| Number of institutions reporting | 5,406 | 5,670 | 5,913 | 6,182 | 6,509 | 6,812 | 7,083 |
| Commercial banks | 4,715 | 4,918 | 5,112 | 5,338 | 5,607 | 5,847 | 6,072 |
| Savings institutions | 691 | 752 | 801 | 844 | 902 | 965 | 1,011 |
| Percentage of unprofitable institutions (%) | 3.24 | 5.61 | 4.46 | 4.80 | 6.27 | 8.16 | 11.00 |
| Number of problem institutions | 60 | 95 | 123 | 183 | 291 | 467 | 651 |
| Assets of problem institutions (in billions) | \$48 | \$14 | \$28 | \$47 | \$87 | \$153 | \$233 |
| Number of failed institutions | 0 | 8 | 5 | 8 | 18 | 24 | 51 |

* Excludes insured branches of foreign banks (IBAs).

TABLE II-A. Aggregate Condition and Income Data, All FDIC-Insured Institutions

| (dollar figures in millions) | | 4th Quarter | 3nd Quarter | 4th Quarter | %Change | |
|--|-----------|--------------|--------------|--------------|-------------|-----------|
| | | 2018 | 2018 | 2017 | 17Q4-18Q4 | |
| Number of institutions reporting | | 5,406 | 5,477 | 5,670 | -4.7 | |
| Total employees (full-time equivalent) | | 2,067,086 | 2,070,617 | 2,076,128 | -0.4 | |
| CONDITION DATA | | | | | | |
| Total assets | | \$17,943,122 | \$17,672,762 | \$17,415,369 | 3.0 | |
| Loans secured by real estate | | 4,887,725 | 4,863,231 | 4,773,674 | 2.4 | |
| 1-4 Family residential mortgages | | 2,119,417 | 2,112,267 | 2,063,773 | 2.7 | |
| Nonfarm nonresidential | | 1,445,522 | 1,427,072 | 1,391,187 | 3.9 | |
| Construction and development | | 349,890 | 350,886 | 338,318 | 3.4 | |
| Home equity lines | | 375,670 | 381,638 | 411,151 | -8.6 | |
| Commercial & industrial loans | | 2,164,714 | 2,084,002 | 2,008,493 | 7.8 | |
| Loans to individuals | | 1,742,854 | 1,690,634 | 1,677,952 | 3.9 | |
| Credit cards | | 903,492 | 856,327 | 865,055 | 4.4 | |
| Farm loans | | 82,341 | 82,346 | 80,852 | 1.8 | |
| Other loans & leases | | 1,277,052 | 1,221,409 | 1,182,375 | 8.0 | |
| Less: Unearned income | | 2,383 | 2,330 | 2,291 | 4.0 | |
| Total loans & leases | | 10,152,303 | 9,939,291 | 9,721,055 | 4.4 | |
| Less: Reserve for losses | | 124,737 | 123,728 | 123,757 | 0.8 | |
| Net loans and leases | | 10,027,566 | 9,815,563 | 9,597,298 | 4.5 | |
| Securities | | 3,723,058 | 3,630,099 | 3,631,821 | 2.5 | |
| Other real estate owned | | 6,691 | 7,187 | 8,457 | -20.9 | |
| Goodwill and other intangibles | | 398,737 | 397,117 | 383,388 | 4.0 | |
| All other assets | | 3,787,070 | 3,822,797 | 3,794,405 | -0.2 | |
| Total liabilities and capital | | 17,943,122 | 17,672,762 | 17,415,369 | 3.0 | |
| Deposits | | 13,866,258 | 13,573,675 | 13,399,208 | 3.5 | |
| Domestic office deposits | | 12,612,933 | 12,321,839 | 12,081,457 | 4.4 | |
| Foreign office deposits | | 1,253,325 | 1,251,835 | 1,317,751 | -4.9 | |
| Other borrowed funds | | 1,476,120 | 1,497,299 | 1,496,033 | -1.3 | |
| Subordinated debt | | 68,677 | 68,844 | 68,928 | -0.4 | |
| All other liabilities | | 509,509 | 535,705 | 493,161 | 3.3 | |
| Total equity capital (includes minority interests) | | 2,022,559 | 1,997,239 | 1,958,039 | 3.3 | |
| Bank equity capital | | 2,019,086 | 1,993,746 | 1,953,700 | 3.3 | |
| Loans and leases 30-89 days past due | | 65,984 | 63,196 | 67,583 | -2.4 | |
| Noncurrent loans and leases | | 100,245 | 101,270 | 116,421 | -13.9 | |
| Restructured loans and leases | | 55,752 | 56,395 | 60,221 | -7.4 | |
| Mortgage-backed securities | | 2,187,121 | 2,157,644 | 2,133,349 | 2.5 | |
| Earning assets | | 16,255,811 | 15,959,361 | 15,760,886 | 3.1 | |
| FHLB Advances | | 571,406 | 553,364 | 582,547 | -1.9 | |
| Unused loan commitments | | 7,819,743 | 7,842,642 | 7,516,182 | 4.0 | |
| Trust assets | | 19,304,690 | 20,422,634 | 20,333,376 | -5.1 | |
| Assets securitized and sold | | 604,697 | 625,982 | 677,871 | -10.8 | |
| Notional amount of derivatives | | 178,089,249 | 209,754,237 | 173,484,033 | 2.7 | |
| INCOME DATA | | Full Year | Full Year | 4th Quarter | 4th Quarter | %Change |
| | | 2018 | 2017 | 2018 | 2017 | 17Q4-18Q4 |
| Total interest income | \$660,988 | \$572,277 | 15.5 | \$176,892 | \$150,790 | 17.3 |
| Total interest expense | 119,799 | 73,254 | 63.5 | 36,733 | 21,137 | 73.8 |
| Net interest income | 541,189 | 499,023 | 8.5 | 140,159 | 129,653 | 8.1 |
| Provision for loan and lease losses | 49,998 | 51,134 | -2.2 | 14,027 | 13,630 | 2.9 |
| Total noninterest income | 266,165 | 255,251 | 4.3 | 64,369 | 62,736 | 2.6 |
| Total noninterest expense | 459,322 | 442,546 | 3.8 | 118,056 | 117,862 | 0.2 |
| Securities gains (losses) | 328 | 2,129 | -84.6 | -231 | 24 | N/M |
| Applicable income taxes | 61,058 | 97,954 | -37.7 | 13,045 | 35,327 | -63.1 |
| Extraordinary gains, net* | -267 | -87 | -206.4 | -40 | -222 | 81.8 |
| Total net income (includes minority interests) | 237,036 | 164,682 | 43.9 | 59,129 | 25,373 | 133.0 |
| Bank net income | 236,750 | 164,346 | 44.1 | 59,062 | 25,303 | 133.4 |
| Net charge-offs | 47,479 | 46,805 | 1.4 | 12,592 | 13,198 | -4.6 |
| Cash dividends | 164,704 | 121,413 | 35.7 | 52,742 | 30,258 | 74.3 |
| Retained earnings | 72,045 | 42,932 | 67.8 | 6,320 | -4,955 | N/M |
| Net operating income | 237,059 | 163,257 | 45.2 | 59,373 | 25,524 | 132.6 |

* See Notes to Users for explanation.

N/M - Not Meaningful

TABLE III-A. Full Year 2018, All FDIC-Insured Institutions

| FULL YEAR (The way it is...) | All Insured Institutions | Asset Concentration Groups* | | | | | | | | |
|--|-----------------------------|-----------------------------|------------------------|-----------------------|-----------------------|---------------------|---------------------|--------------------------------------|---------------------------|---------------------------|
| | | Credit Card Banks | International Banks | Agricultural Banks | Commercial Lenders | Mortgage Lenders | Consumer Lenders | Other Specialized <\$1 Billion | All Other <\$1 Billion | All Other >\$1 Billion |
| Number of institutions reporting | 5,406 | 12 | 5 | 1,346 | 2,866 | 401 | 69 | 226 | 432 | 49 |
| Commercial banks | 4,715 | 11 | 5 | 1,333 | 2,572 | 109 | 51 | 203 | 390 | 41 |
| Savings institutions | 691 | 1 | 0 | 13 | 294 | 292 | 18 | 23 | 42 | 8 |
| Total assets (in billions) | \$17,943.1 | \$651.7 | \$4,285.8 | \$286.7 | \$6,374.0 | \$346.0 | \$218.3 | \$36.4 | \$76.3 | \$5,667.9 |
| Commercial banks | 16,728.2 | 559.9 | 4,285.8 | 281.3 | 5,893.7 | 103.3 | 113.9 | 31.9 | 67.2 | 5,391.1 |
| Savings institutions | 1,214.9 | 91.8 | 0.0 | 5.5 | 480.2 | 242.7 | 104.4 | 4.5 | 9.0 | 276.8 |
| Total deposits (in billions) | 13,866.3 | 388.4 | 3,117.1 | 237.9 | 4,999.6 | 272.6 | 179.5 | 28.9 | 64.2 | 4,578.1 |
| Commercial banks | 12,898.5 | 321.6 | 3,117.1 | 234.8 | 4,639.4 | 84.0 | 92.4 | 25.8 | 57.1 | 4,326.3 |
| Savings institutions | 967.7 | 66.7 | 0.0 | 3.2 | 360.2 | 188.6 | 87.1 | 3.0 | 7.1 | 251.8 |
| Bank net income (in millions) | 236,750 | 18,830 | 49,514 | 3,688 | 77,783 | 3,847 | 2,992 | 1,199 | 849 | 78,047 |
| Commercial banks | 222,032 | 16,469 | 49,514 | 3,553 | 73,166 | 1,578 | 1,878 | 685 | 778 | 74,410 |
| Savings institutions | 14,717 | 2,361 | 0 | 135 | 4,616 | 2,269 | 1,114 | 514 | 71 | 3,637 |
| Performance Ratios (%) | | | | | | | | | | |
| Yield on earning assets | 4.16 | 12.43 | 3.32 | 4.54 | 4.28 | 3.64 | 5.00 | 2.95 | 4.21 | 3.66 |
| Cost of funding earning assets | 0.75 | 1.95 | 0.77 | 0.71 | 0.73 | 0.70 | 0.75 | 0.39 | 0.53 | 0.64 |
| Net interest margin | 3.40 | 10.48 | 2.55 | 3.83 | 3.55 | 2.94 | 4.26 | 2.56 | 3.68 | 3.02 |
| Noninterest income to assets | 1.51 | 3.69 | 1.91 | 0.64 | 1.09 | 1.25 | 1.28 | 8.26 | 0.88 | 1.46 |
| Noninterest expense to assets | 2.61 | 6.29 | 2.48 | 2.56 | 2.60 | 2.57 | 2.98 | 6.34 | 2.90 | 2.28 |
| Loan and lease loss provision to assets | 0.28 | 3.38 | 0.18 | 0.15 | 0.15 | 0.00 | 0.55 | 0.08 | 0.13 | 0.17 |
| Net operating income to assets | 1.35 | 2.98 | 1.16 | 1.33 | 1.26 | 1.12 | 1.42 | 3.52 | 1.13 | 1.40 |
| Pretax return on assets | 1.70 | 3.74 | 1.50 | 1.49 | 1.57 | 1.49 | 1.87 | 3.63 | 1.27 | 1.76 |
| Return on assets | 1.35 | 2.96 | 1.17 | 1.32 | 1.26 | 1.14 | 1.42 | 2.95 | 1.12 | 1.40 |
| Return on equity | 11.98 | 19.53 | 11.78 | 11.74 | 10.57 | 10.01 | 13.63 | 18.99 | 9.30 | 12.65 |
| Net charge-offs to loans and leases | 0.48 | 3.87 | 0.50 | 0.15 | 0.18 | 0.02 | 0.76 | 1.42 | 0.17 | 0.37 |
| Loan and lease loss provision to net charge-offs | 105.31 | 109.77 | 98.77 | 152.81 | 120.61 | 10.07 | 101.56 | 18.24 | 139.33 | 91.39 |
| Efficiency ratio | 56.27 | 46.36 | 59.03 | 60.44 | 59.55 | 63.03 | 54.20 | 59.64 | 67.03 | 53.35 |
| % of unprofitable institutions | 3.24 | 0.00 | 0.00 | 2.23 | 3.07 | 6.23 | 5.80 | 4.87 | 3.94 | 0.00 |
| % of institutions with earnings gains | 79.65 | 91.67 | 100.00 | 72.29 | 84.19 | 73.57 | 75.36 | 76.99 | 78.24 | 91.84 |
| Condition Ratios (%) | | | | | | | | | | |
| Earning assets to total assets | 90.60 | 93.55 | 88.25 | 93.00 | 90.94 | 94.63 | 97.11 | 91.67 | 92.98 | 90.99 |
| Loss allowance to: | | | | | | | | | | |
| Loans and leases | 1.23 | 4.32 | 1.28 | 1.40 | 0.99 | 0.65 | 1.05 | 1.62 | 1.26 | 1.04 |
| Noncurrent loans and leases | 124.43 | 281.31 | 137.93 | 134.21 | 126.18 | 31.58 | 153.67 | 126.83 | 125.13 | 88.29 |
| Noncurrent assets plus other real estate owned to assets | 0.60 | 1.26 | 0.39 | 0.82 | 0.63 | 1.28 | 0.49 | 0.43 | 0.72 | 0.62 |
| Equity capital ratio | 11.25 | 15.29 | 9.88 | 11.34 | 11.94 | 11.08 | 10.51 | 16.72 | 12.35 | 11.04 |
| Core capital (leverage) ratio | 9.70 | 13.47 | 8.71 | 11.20 | 10.18 | 10.94 | 10.83 | 15.39 | 12.53 | 9.21 |
| Common equity tier 1 capital ratio | 13.16 | 13.69 | 13.49 | 14.61 | 12.31 | 22.02 | 17.26 | 35.68 | 21.14 | 13.17 |
| Tier 1 risk-based capital ratio | 13.24 | 13.79 | 13.58 | 14.62 | 12.38 | 22.03 | 17.50 | 35.70 | 21.17 | 13.24 |
| Total risk-based capital ratio | 14.60 | 15.79 | 14.99 | 15.74 | 13.63 | 22.83 | 18.51 | 36.68 | 22.29 | 14.66 |
| Net loans and leases to deposits | 72.32 | 132.02 | 51.36 | 81.73 | 89.57 | 74.88 | 84.62 | 34.27 | 67.48 | 61.86 |
| Net loans to total assets | 55.89 | 78.68 | 37.35 | 67.81 | 70.26 | 59.00 | 69.58 | 27.16 | 56.82 | 49.96 |
| Domestic deposits to total assets | 70.29 | 58.97 | 48.33 | 82.97 | 78.15 | 78.48 | 82.21 | 79.24 | 84.20 | 77.52 |
| Structural Changes | | | | | | | | | | |
| New reporters | 8 | 0 | 0 | 0 | 0 | 1 | 0 | 7 | 0 | 0 |
| Institutions absorbed by mergers | 259 | 1 | 0 | 40 | 202 | 6 | 3 | 0 | 5 | 2 |
| Failed institutions | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| PRIOR FULL YEARS (The way it was...) | | | | | | | | | | |
| Number of institutions | | | | | | | | | | |
| 2017 | 5,670 | 11 | 5 | 1,389 | 2,944 | 420 | 59 | 272 | 510 | 60 |
| 2015 | 6,182 | 14 | 4 | 1,479 | 3,089 | 500 | 65 | 332 | 632 | 67 |
| 2013 | 6,812 | 16 | 4 | 1,532 | 3,378 | 588 | 55 | 405 | 772 | 62 |
| Total assets (in billions) | | | | | | | | | | |
| 2017 | \$17,415.4 | \$562.7 | \$4,196.0 | \$282.6 | \$6,026.0 | \$349.3 | \$270.9 | \$46.9 | \$88.8 | \$5,592.2 |
| 2015 | 15,967.7 | 549.1 | 3,774.6 | 277.6 | 5,892.1 | 385.4 | 187.3 | 57.5 | 113.9 | 4,730.3 |
| 2013 | 14,730.8 | 590.9 | 3,700.2 | 261.6 | 4,921.1 | 486.9 | 162.5 | 62.8 | 137.6 | 4,407.1 |
| Return on assets (%) | | | | | | | | | | |
| 2017 | 0.97 | 1.52 | 0.62 | 1.05 | 1.02 | 0.94 | 1.02 | 2.61 | 0.91 | 1.10 |
| 2015 | 1.04 | 2.84 | 0.87 | 0.96 | 0.95 | 0.83 | 1.04 | 2.69 | 0.91 | 1.12 |
| 2013 | 1.07 | 3.35 | 0.86 | 1.15 | 0.91 | 0.98 | 1.15 | 1.93 | 0.85 | 1.11 |
| Net charge-offs to loans & leases (%) | | | | | | | | | | |
| 2017 | 0.50 | 3.95 | 0.56 | 0.16 | 0.21 | 0.04 | 0.60 | 0.23 | 0.15 | 0.43 |
| 2015 | 0.44 | 2.79 | 0.59 | 0.10 | 0.20 | 0.13 | 0.62 | 0.20 | 0.20 | 0.41 |
| 2013 | 0.69 | 3.20 | 0.97 | 0.14 | 0.43 | 0.37 | 0.80 | 0.48 | 0.33 | 0.49 |
| Noncurrent assets plus OREO to assets (%) | | | | | | | | | | |
| 2017 | 0.72 | 1.25 | 0.48 | 0.77 | 0.70 | 1.70 | 0.36 | 0.59 | 0.81 | 0.82 |
| 2015 | 0.97 | 0.90 | 0.71 | 0.68 | 0.93 | 1.92 | 0.97 | 0.61 | 1.19 | 1.16 |
| 2013 | 1.63 | 0.93 | 1.07 | 0.95 | 1.65 | 2.14 | 1.23 | 0.84 | 1.44 | 2.18 |
| Equity capital ratio (%) | | | | | | | | | | |
| 2017 | 11.22 | 15.10 | 9.83 | 11.18 | 11.95 | 11.22 | 10.00 | 15.26 | 11.94 | 11.09 |
| 2015 | 11.24 | 14.29 | 10.13 | 11.32 | 11.76 | 11.36 | 10.12 | 15.04 | 11.80 | 11.08 |
| 2013 | 11.15 | 14.73 | 9.27 | 10.97 | 11.79 | 11.62 | 9.51 | 13.50 | 11.34 | 11.52 |

* See Table V-A (page 10) for explanations.

TABLE III-A. Full Year 2018, All FDIC-Insured Institutions

| FULL YEAR (The way it is...) | All Insured Institutions | Asset Size Distribution | | | | | Geographic Regions* | | | | | |
|--|-----------------------------|-------------------------------|------------------------------------|-----------------------------------|-------------------------------------|----------------------------------|---------------------|-----------|-----------|----------------|-----------|------------------|
| | | Less Than \$100 Million | \$100 Million to \$1 Billion | \$1 Billion to \$10 Billion | \$10 Billion to \$250 Billion | Greater Than \$250 Billion | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| Number of institutions reporting | 5,406 | 1,278 | 3,353 | 638 | 128 | 9 | 659 | 626 | 1,163 | 1,379 | 1,182 | 397 |
| Commercial banks | 4,715 | 1,133 | 2,941 | 518 | 114 | 9 | 341 | 572 | 999 | 1,333 | 1,109 | 361 |
| Savings institutions | 691 | 145 | 412 | 120 | 14 | 0 | 318 | 54 | 164 | 46 | 73 | 36 |
| Total assets (in billions) | \$17,943.1 | \$75.8 | \$1,108.6 | \$1,734.9 | \$6,202.4 | \$8,821.4 | \$3,362.0 | \$3,677.0 | \$4,042.6 | \$3,670.8 | \$1,133.1 | \$2,057.7 |
| Commercial banks | 16,728.2 | 67.4 | 954.1 | 1,386.1 | 5,499.3 | 8,821.4 | 2,915.6 | 3,573.3 | 3,942.9 | 3,627.2 | 994.1 | 1,675.1 |
| Savings institutions | 1,214.9 | 8.5 | 154.5 | 348.8 | 703.1 | 0.0 | 446.4 | 103.7 | 99.7 | 43.5 | 138.9 | 382.6 |
| Total deposits (in billions) | 13,866.3 | 63.0 | 924.2 | 1,389.1 | 4,737.8 | 6,752.3 | 2,544.4 | 2,934.2 | 2,993.7 | 2,841.7 | 922.5 | 1,629.9 |
| Commercial banks | 12,898.5 | 56.6 | 802.3 | 1,121.2 | 4,166.1 | 6,752.3 | 2,205.3 | 2,852.3 | 2,923.9 | 2,808.2 | 812.4 | 1,296.4 |
| Savings institutions | 967.7 | 6.3 | 121.9 | 267.9 | 571.7 | 0.0 | 339.1 | 82.0 | 69.8 | 33.5 | 110.0 | 333.4 |
| Bank net income (in millions) | 236,750 | 761 | 13,321 | 22,164 | 87,302 | 113,201 | 39,898 | 52,024 | 50,108 | 45,525 | 15,438 | 33,756 |
| Commercial banks | 222,032 | 665 | 11,641 | 18,552 | 77,974 | 113,201 | 35,915 | 51,097 | 48,767 | 45,080 | 13,692 | 27,480 |
| Savings institutions | 14,717 | 96 | 1,681 | 3,612 | 9,328 | 0 | 3,983 | 927 | 1,341 | 445 | 1,746 | 6,275 |
| Performance Ratios (%) | | | | | | | | | | | | |
| Yield on earning assets | 4.16 | 4.40 | 4.50 | 4.49 | 4.73 | 3.65 | 4.33 | 4.23 | 3.44 | 4.18 | 4.51 | 4.92 |
| Cost of funding earning assets | 0.75 | 0.57 | 0.67 | 0.74 | 0.86 | 0.69 | 0.92 | 0.66 | 0.66 | 0.80 | 0.61 | 0.81 |
| Net interest margin | 3.40 | 3.83 | 3.83 | 3.75 | 3.87 | 2.95 | 3.41 | 3.57 | 2.78 | 3.38 | 3.89 | 4.11 |
| Noninterest income to assets | 1.51 | 1.39 | 1.16 | 1.14 | 1.50 | 1.64 | 1.38 | 1.47 | 1.89 | 1.28 | 1.24 | 1.68 |
| Noninterest expense to assets | 2.61 | 3.63 | 3.14 | 2.77 | 2.70 | 2.45 | 2.56 | 2.56 | 2.64 | 2.52 | 2.97 | 2.74 |
| Loan and lease loss provision to assets | 0.28 | 0.13 | 0.14 | 0.18 | 0.48 | 0.19 | 0.37 | 0.30 | 0.12 | 0.26 | 0.17 | 0.55 |
| Net operating income to assets | 1.35 | 1.02 | 1.25 | 1.33 | 1.46 | 1.29 | 1.22 | 1.44 | 1.27 | 1.24 | 1.39 | 1.74 |
| Pretax return on assets | 1.70 | 1.15 | 1.43 | 1.66 | 1.85 | 1.64 | 1.51 | 1.80 | 1.60 | 1.57 | 1.67 | 2.25 |
| Return on assets | 1.35 | 1.02 | 1.23 | 1.33 | 1.46 | 1.29 | 1.22 | 1.44 | 1.26 | 1.25 | 1.40 | 1.74 |
| Return on equity | 11.98 | 7.59 | 10.80 | 11.31 | 11.99 | 12.32 | 9.74 | 11.94 | 12.14 | 12.28 | 12.04 | 15.33 |
| Net charge-offs to loans and leases | 0.48 | 0.18 | 0.15 | 0.19 | 0.70 | 0.43 | 0.59 | 0.55 | 0.23 | 0.50 | 0.24 | 0.73 |
| Loan and lease loss provision to net charge-offs | 105.31 | 123.82 | 131.31 | 127.73 | 110.19 | 93.75 | 110.96 | 93.10 | 103.44 | 97.85 | 108.28 | 123.06 |
| Efficiency ratio | 56.27 | 73.57 | 66.19 | 59.53 | 53.14 | 56.58 | 56.91 | 54.39 | 60.00 | 56.90 | 61.08 | 49.02 |
| % of unprofitable institutions | 3.24 | 8.06 | 2.06 | 0.47 | 0.00 | 0.00 | 3.64 | 5.27 | 3.44 | 2.25 | 2.62 | 4.03 |
| % of institutions with earnings gains | 79.65 | 69.72 | 80.88 | 89.81 | 94.53 | 100.00 | 87.10 | 84.66 | 76.61 | 75.63 | 78.85 | 84.63 |
| Condition Ratios (%) | | | | | | | | | | | | |
| Earning assets to total assets | 90.60 | 92.49 | 93.13 | 92.36 | 91.25 | 89.45 | 90.01 | 89.82 | 89.59 | 90.64 | 91.64 | 94.27 |
| Loss allowance to: | | | | | | | | | | | | |
| Loans and leases | 1.23 | 1.38 | 1.24 | 1.08 | 1.34 | 1.17 | 1.28 | 1.20 | 1.10 | 1.27 | 1.04 | 1.45 |
| Noncurrent loans and leases | 124.43 | 112.62 | 155.33 | 139.63 | 140.03 | 105.36 | 135.59 | 114.08 | 115.89 | 106.45 | 104.97 | 213.47 |
| Noncurrent assets plus other real estate owned to assets | 0.60 | 0.97 | 0.73 | 0.64 | 0.62 | 0.57 | 0.58 | 0.65 | 0.54 | 0.68 | 0.76 | 0.44 |
| Equity capital ratio | 11.25 | 13.57 | 11.50 | 11.91 | 12.08 | 10.49 | 12.53 | 12.07 | 10.35 | 10.23 | 11.81 | 11.01 |
| Core capital (leverage) ratio | 9.70 | 13.66 | 11.43 | 10.92 | 10.37 | 8.74 | 10.56 | 9.56 | 9.08 | 9.23 | 10.41 | 10.26 |
| Common equity tier 1 capital ratio | 13.16 | 21.67 | 15.67 | 14.09 | 13.03 | 12.65 | 13.56 | 12.87 | 12.94 | 12.60 | 13.29 | 14.36 |
| Tier 1 risk-based capital ratio | 13.24 | 21.70 | 15.69 | 14.11 | 13.18 | 12.69 | 13.62 | 12.98 | 12.98 | 12.69 | 13.39 | 14.47 |
| Total risk-based capital ratio | 14.60 | 22.77 | 16.77 | 15.08 | 14.57 | 14.15 | 15.04 | 14.24 | 14.15 | 14.57 | 14.42 | 15.52 |
| Net loans and leases to deposits | 72.32 | 71.37 | 82.25 | 88.57 | 80.10 | 62.16 | 75.29 | 71.89 | 68.06 | 69.03 | 80.98 | 77.07 |
| Net loans to total assets | 55.89 | 59.26 | 68.57 | 70.92 | 61.19 | 47.58 | 56.98 | 57.37 | 50.40 | 53.44 | 65.93 | 61.05 |
| Domestic deposits to total assets | 70.29 | 83.03 | 83.36 | 79.83 | 73.66 | 64.30 | 70.04 | 77.37 | 64.64 | 61.64 | 81.37 | 78.51 |
| Structural Changes | | | | | | | | | | | | |
| New reporters | 8 | 7 | 1 | 0 | 0 | 0 | 1 | 3 | 0 | 0 | 1 | 3 |
| Institutions absorbed by mergers | 259 | 74 | 153 | 31 | 1 | 0 | 38 | 37 | 44 | 58 | 56 | 26 |
| Failed institutions | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| PRIOR FULL YEARS (The way it was...) | | | | | | | | | | | | |
| Number of institutions | | | | | | | | | | | | |
| 2017 | 5,670 | 1,407 | 3,513 | 627 | 114 | 9 | 693 | 668 | 1,214 | 1,438 | 1,235 | 422 |
| 2015 | 6,182 | 1,688 | 3,792 | 595 | 99 | 8 | 762 | 762 | 1,337 | 1,543 | 1,307 | 471 |
| 2013 | 6,812 | 2,056 | 4,090 | 559 | 100 | 7 | 840 | 869 | 1,470 | 1,659 | 1,431 | 543 |
| Total assets (in billions) | | | | | | | | | | | | |
| 2017 | \$17,415.4 | \$83.7 | \$1,154.2 | \$1,751.7 | \$5,699.2 | \$8,726.6 | \$3,248.1 | \$3,601.0 | \$3,918.1 | \$3,683.1 | \$1,090.0 | \$1,875.1 |
| 2015 | 15,967.7 | 99.2 | 1,199.9 | 1,682.4 | 5,163.6 | 7,822.6 | 3,074.1 | 3,372.6 | 3,503.7 | 3,444.0 | 943.1 | 1,630.3 |
| 2013 | 14,730.8 | 119.7 | 1,246.1 | 1,468.5 | 4,821.1 | 7,075.3 | 2,927.2 | 2,998.8 | 3,376.9 | 3,222.9 | 869.9 | 1,335.1 |
| Return on assets (%) | | | | | | | | | | | | |
| 2017 | 0.97 | 0.83 | 1.04 | 1.05 | 1.04 | 0.89 | 0.85 | 1.00 | 1.00 | 0.77 | 1.12 | 1.36 |
| 2015 | 1.04 | 0.84 | 1.07 | 1.10 | 1.02 | 1.05 | 0.87 | 1.03 | 0.96 | 1.16 | 1.09 | 1.31 |
| 2013 | 1.07 | 0.70 | 0.91 | 1.16 | 1.06 | 1.08 | 0.87 | 0.98 | 0.95 | 1.24 | 1.09 | 1.55 |
| Net charge-offs to loans & leases (%) | | | | | | | | | | | | |
| 2017 | 0.50 | 0.21 | 0.15 | 0.22 | 0.71 | 0.47 | 0.58 | 0.61 | 0.27 | 0.51 | 0.28 | 0.67 |
| 2015 | 0.44 | 0.19 | 0.16 | 0.21 | 0.56 | 0.48 | 0.48 | 0.50 | 0.27 | 0.52 | 0.24 | 0.52 |
| 2013 | 0.69 | 0.35 | 0.36 | 0.41 | 0.90 | 0.68 | 0.92 | 0.66 | 0.49 | 0.87 | 0.32 | 0.57 |
| Noncurrent assets plus OREO to assets (%) | | | | | | | | | | | | |
| 2017 | 0.72 | 1.01 | 0.83 | 0.66 | 0.70 | 0.73 | 0.65 | 0.83 | 0.64 | 0.86 | 0.81 | 0.45 |
| 2015 | 0.97 | 1.25 | 1.12 | 0.93 | 0.75 | 1.09 | 0.75 | 1.15 | 0.94 | 1.19 | 1.04 | 0.53 |
| 2013 | 1.63 | 1.75 | 1.81 | 1.89 | 0.99 | 1.97 | 1.12 | 2.23 | 1.47 | 1.99 | 1.58 | 0.91 |
| Equity capital ratio (%) | | | | | | | | | | | | |
| 2017 | 11.22 | 13.01 | 11.29 | 11.82 | 12.13 | 10.47 | 12.34 | 12.06 | 10.42 | 9.99 | 11.49 | 11.58 |
| 2015 | 11.24 | 12.55 | 11.25 | 11.69 | 12.02 | 10.60 | 11.78 | 12.22 | 10.50 | 10.22 | 11.04 | 12.03 |
| 2013 | 11.15 | 11.68 | 10.78 | 11.79 | 12.32 | 10.28 | 12.02 | 12.19 | 9.66 | 10.42 | 10.87 | 12.65 |

* See Table V-A (page 11) for explanations.

TABLE IV-A. Fourth Quarter 2018, All FDIC-Insured Institutions

| FOURTH QUARTER (The way it is...) | All Insured Institutions | Asset Concentration Groups* | | | | | | | | | |
|--|-----------------------------|-----------------------------|------------------------|-----------------------|-----------------------|---------------------|---------------------|--------------------------------------|---------------------------|---------------------------|------|
| | | Credit Card Banks | International Banks | Agricultural Banks | Commercial Lenders | Mortgage Lenders | Consumer Lenders | Other Specialized <\$1 Billion | All Other <\$1 Billion | All Other >\$1 Billion | |
| Number of institutions reporting | 5,406 | 12 | 5 | 1,346 | 2,866 | 401 | 69 | 226 | 432 | 49 | |
| Commercial banks | 4,715 | 11 | 5 | 1,333 | 2,572 | 109 | 51 | 203 | 390 | 41 | |
| Savings institutions | 691 | 1 | 0 | 13 | 294 | 292 | 18 | 23 | 42 | 8 | |
| Total assets (in billions) | \$17,943.1 | \$651.7 | \$4,285.8 | \$286.7 | \$6,374.0 | \$346.0 | \$218.3 | \$36.4 | \$76.3 | \$5,667.9 | |
| Commercial banks | 16,728.2 | 559.9 | 4,285.8 | 281.3 | 5,893.7 | 103.3 | 113.9 | 31.9 | 67.2 | 5,391.1 | |
| Savings institutions | 1,214.9 | 91.8 | 0.0 | 5.5 | 480.2 | 242.7 | 104.4 | 4.5 | 9.0 | 276.8 | |
| Total deposits (in billions) | 13,866.3 | 388.4 | 3,117.1 | 237.9 | 4,999.6 | 272.6 | 179.5 | 28.9 | 64.2 | 4,578.1 | |
| Commercial banks | 12,898.5 | 321.6 | 3,117.1 | 234.8 | 4,639.4 | 84.0 | 92.4 | 25.8 | 57.1 | 4,326.3 | |
| Savings institutions | 967.7 | 66.7 | 0.0 | 3.2 | 360.2 | 188.6 | 87.1 | 3.0 | 7.1 | 251.8 | |
| Bank net income (in millions) | 59,062 | 5,422 | 10,904 | 873 | 19,821 | 911 | 710 | 382 | 212 | 19,827 | |
| Commercial banks | 55,124 | 4,647 | 10,904 | 842 | 18,716 | 338 | 506 | 192 | 193 | 18,786 | |
| Savings institutions | 3,937 | 775 | 0 | 31 | 1,105 | 573 | 204 | 190 | 19 | 1,040 | |
| Performance Ratios (annualized, %) | | | | | | | | | | | |
| Yield on earning assets | 4.40 | 12.96 | 3.59 | 4.72 | 4.50 | 3.80 | 5.26 | 3.34 | 4.42 | 3.86 | |
| Cost of funding earning assets | 0.91 | 2.18 | 0.96 | 0.84 | 0.88 | 0.83 | 0.92 | 0.49 | 0.62 | 0.78 | |
| Net interest margin | 3.48 | 10.77 | 2.62 | 3.88 | 3.62 | 2.97 | 4.34 | 2.85 | 3.80 | 3.08 | |
| Noninterest income to assets | 1.45 | 3.88 | 1.70 | 0.64 | 1.05 | 1.27 | 1.15 | 9.57 | 0.89 | 1.43 | |
| Noninterest expense to assets | 2.65 | 6.60 | 2.47 | 2.66 | 2.61 | 2.71 | 2.99 | 6.76 | 3.02 | 2.34 | |
| Loan and lease loss provision to assets | 0.32 | 3.50 | 0.22 | 0.19 | 0.18 | 0.03 | 0.61 | 0.14 | 0.15 | 0.19 | |
| Net operating income to assets | 1.33 | 3.37 | 1.02 | 1.24 | 1.27 | 1.06 | 1.33 | 4.33 | 1.13 | 1.41 | |
| Pretax return on assets | 1.62 | 3.79 | 1.33 | 1.39 | 1.53 | 1.35 | 1.71 | 4.92 | 1.24 | 1.70 | |
| Return on assets | 1.33 | 3.36 | 1.02 | 1.23 | 1.26 | 1.07 | 1.32 | 3.97 | 1.12 | 1.41 | |
| Return on equity | 11.78 | 21.97 | 10.30 | 10.88 | 10.53 | 9.49 | 12.47 | 24.76 | 9.12 | 12.76 | |
| Net charge-offs to loans and leases | 0.50 | 3.85 | 0.49 | 0.19 | 0.21 | 0.06 | 0.80 | 0.24 | 0.22 | 0.39 | |
| Loan and lease loss provision to net charge-offs | 111.40 | 112.44 | 118.21 | 137.76 | 119.64 | 88.33 | 107.59 | 191.32 | 114.59 | 97.03 | |
| Efficiency ratio | 57.09 | 47.03 | 61.04 | 62.24 | 59.52 | 65.90 | 55.05 | 55.46 | 68.07 | 54.44 | |
| % of unprofitable institutions | 6.55 | 0.00 | 0.00 | 7.88 | 4.61 | 12.47 | 11.59 | 11.95 | 6.71 | 4.08 | |
| % of institutions with earnings gains | 73.57 | 91.67 | 100.00 | 65.30 | 78.47 | 69.83 | 69.57 | 68.58 | 72.45 | 75.51 | |
| Structural Changes | | | | | | | | | | | |
| New reporters | 2 | 0 | 0 | 0 | 0 | 0 | 0 | 2 | 0 | 0 | |
| Institutions absorbed by mergers | 70 | 0 | 0 | 16 | 51 | 0 | 1 | 0 | 2 | 0 | |
| Failed institutions | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| PRIOR FOURTH QUARTERS (The way it was...) | | | | | | | | | | | |
| Return on assets (%) | 2017 | 0.58 | -0.04 | -0.43 | 0.48 | 0.90 | 0.65 | 0.69 | 2.86 | 0.78 | 1.04 |
| | 2015 | 1.02 | 2.66 | 0.83 | 1.12 | 0.90 | 0.89 | 0.81 | 3.43 | 2.14 | 1.12 |
| | 2013 | 1.09 | 3.65 | 0.92 | 1.08 | 0.96 | 0.96 | 0.91 | 2.18 | 0.76 | 1.04 |
| Net charge-offs to loans & leases (%) | 2017 | 0.55 | 4.18 | 0.56 | 0.24 | 0.23 | 0.06 | 0.62 | 0.36 | 0.18 | 0.51 |
| | 2015 | 0.49 | 3.01 | 0.68 | 0.17 | 0.24 | 0.10 | 0.71 | 0.32 | 0.21 | 0.44 |
| | 2013 | 0.61 | 3.09 | 0.81 | 0.20 | 0.38 | 0.28 | 0.88 | 0.66 | 0.37 | 0.40 |

* See Table V-A (page 10) for explanations.

TABLE IV-A. Fourth Quarter 2018, All FDIC-Insured Institutions

| FOURTH QUARTER (The way it is...) | All Insured Institutions | Asset Size Distribution | | | | | Geographic Regions* | | | | | |
|--|-----------------------------|-------------------------------|------------------------------------|-----------------------------------|-------------------------------------|----------------------------------|---------------------|-----------|-----------|----------------|-----------|------------------|
| | | Less Than \$100 Million | \$100 Million to \$1 Billion | \$1 Billion to \$10 Billion | \$10 Billion to \$250 Billion | Greater Than \$250 Billion | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| Number of institutions reporting | 5,406 | 1,278 | 3,353 | 638 | 128 | 9 | 659 | 626 | 1,163 | 1,379 | 1,182 | 397 |
| Commercial banks | 4,715 | 1,133 | 2,941 | 518 | 114 | 9 | 341 | 572 | 999 | 1,333 | 1,109 | 361 |
| Savings institutions | 691 | 145 | 412 | 120 | 14 | 0 | 318 | 54 | 164 | 46 | 73 | 36 |
| Total assets (in billions) | \$17,943.1 | \$75.8 | \$1,108.6 | \$1,734.9 | \$6,202.4 | \$8,821.4 | \$3,362.0 | \$3,677.0 | \$4,042.6 | \$3,670.8 | \$1,133.1 | \$2,057.7 |
| Commercial banks | 16,728.2 | 67.4 | 954.1 | 1,386.1 | 5,499.3 | 8,821.4 | 2,915.6 | 3,573.3 | 3,942.9 | 3,627.2 | 994.1 | 1,675.1 |
| Savings institutions | 1,214.9 | 8.5 | 154.5 | 348.8 | 703.1 | 0.0 | 446.4 | 103.7 | 99.7 | 43.5 | 138.9 | 382.6 |
| Total deposits (in billions) | 13,866.3 | 63.0 | 924.2 | 1,389.1 | 4,737.8 | 6,752.3 | 2,544.4 | 2,934.2 | 2,993.7 | 2,841.7 | 922.5 | 1,629.9 |
| Commercial banks | 12,898.5 | 56.6 | 802.3 | 1,121.2 | 4,166.1 | 6,752.3 | 2,205.3 | 2,852.3 | 2,923.9 | 2,808.2 | 812.4 | 1,296.4 |
| Savings institutions | 967.7 | 6.3 | 121.9 | 267.9 | 571.7 | 0.0 | 339.1 | 82.0 | 69.8 | 33.5 | 110.0 | 333.4 |
| Bank net income (in millions) | 59,062 | 166 | 3,438 | 5,586 | 22,863 | 27,010 | 10,325 | 13,315 | 11,980 | 10,604 | 3,756 | 9,082 |
| Commercial banks | 55,124 | 148 | 2,953 | 4,726 | 20,288 | 27,010 | 9,361 | 13,091 | 11,566 | 10,493 | 3,444 | 7,169 |
| Savings institutions | 3,937 | 18 | 484 | 860 | 2,574 | 0 | 964 | 224 | 413 | 111 | 312 | 1,913 |
| Performance Ratios (annualized, %) | | | | | | | | | | | | |
| Yield on earning assets | 4.40 | 4.60 | 4.71 | 4.70 | 4.99 | 3.87 | 4.60 | 4.43 | 3.67 | 4.42 | 4.74 | 5.15 |
| Cost of funding earning assets | 0.91 | 0.67 | 0.79 | 0.88 | 1.03 | 0.86 | 1.12 | 0.80 | 0.82 | 0.96 | 0.76 | 0.96 |
| Net interest margin | 3.48 | 3.93 | 3.92 | 3.82 | 3.96 | 3.02 | 3.48 | 3.63 | 2.85 | 3.46 | 3.98 | 4.19 |
| Noninterest income to assets | 1.45 | 1.35 | 1.18 | 1.08 | 1.49 | 1.53 | 1.40 | 1.43 | 1.75 | 1.13 | 1.16 | 1.69 |
| Noninterest expense to assets | 2.65 | 3.81 | 3.22 | 2.83 | 2.74 | 2.48 | 2.64 | 2.60 | 2.63 | 2.58 | 3.01 | 2.77 |
| Loan and lease loss provision to assets | 0.32 | 0.15 | 0.16 | 0.17 | 0.52 | 0.22 | 0.40 | 0.34 | 0.16 | 0.27 | 0.21 | 0.57 |
| Net operating income to assets | 1.33 | 0.89 | 1.27 | 1.32 | 1.51 | 1.23 | 1.25 | 1.46 | 1.20 | 1.16 | 1.37 | 1.81 |
| Pretax return on assets | 1.62 | 1.01 | 1.43 | 1.59 | 1.82 | 1.52 | 1.48 | 1.74 | 1.50 | 1.42 | 1.55 | 2.28 |
| Return on assets | 1.33 | 0.88 | 1.25 | 1.30 | 1.50 | 1.23 | 1.25 | 1.45 | 1.19 | 1.16 | 1.34 | 1.80 |
| Return on equity | 11.78 | 6.51 | 10.90 | 10.96 | 12.31 | 11.72 | 9.88 | 12.10 | 11.51 | 11.36 | 11.38 | 16.11 |
| Net charge-offs to loans and leases | 0.50 | 0.24 | 0.18 | 0.21 | 0.73 | 0.44 | 0.58 | 0.58 | 0.24 | 0.51 | 0.30 | 0.78 |
| Loan and lease loss provision to net charge-offs | 111.40 | 104.64 | 124.68 | 110.90 | 114.69 | 105.53 | 117.84 | 103.04 | 132.26 | 98.87 | 108.04 | 117.68 |
| Efficiency ratio | 57.09 | 76.33 | 66.37 | 60.89 | 53.06 | 58.13 | 57.61 | 54.93 | 60.69 | 59.35 | 61.87 | 48.81 |
| % of unprofitable institutions | 6.55 | 15.81 | 4.21 | 1.72 | 0.00 | 0.00 | 5.16 | 7.83 | 6.36 | 7.11 | 6.77 | 4.79 |
| % of institutions with earnings gains | 73.57 | 62.52 | 75.51 | 82.76 | 85.94 | 88.89 | 84.83 | 78.59 | 71.71 | 66.86 | 71.40 | 82.12 |
| Structural Changes | | | | | | | | | | | | |
| New reporters | 2 | 2 | 0 | 0 | 0 | 0 | 1 | 1 | 0 | 0 | 0 | 0 |
| Institutions absorbed by mergers | 70 | 22 | 43 | 5 | 0 | 0 | 11 | 11 | 13 | 16 | 11 | 8 |
| Failed institutions | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| PRIOR FOURTH QUARTERS (The way it was...) | | | | | | | | | | | | |
| Return on assets (%) | 2017 | 0.58 | 0.59 | 0.85 | 0.73 | 0.78 | 0.59 | 0.69 | 0.83 | -0.13 | 0.89 | 1.10 |
| | 2015 | 1.02 | 0.75 | 1.19 | 1.03 | 0.99 | 0.77 | 1.02 | 1.02 | 1.09 | 0.97 | 1.43 |
| | 2013 | 1.09 | 0.58 | 0.88 | 1.06 | 1.17 | 1.04 | 0.86 | 1.06 | 1.20 | 0.99 | 1.55 |
| Net charge-offs to loans & leases (%) | 2017 | 0.55 | 0.29 | 0.23 | 0.29 | 0.76 | 0.64 | 0.69 | 0.26 | 0.56 | 0.33 | 0.75 |
| | 2015 | 0.49 | 0.31 | 0.22 | 0.30 | 0.59 | 0.53 | 0.54 | 0.28 | 0.59 | 0.35 | 0.62 |
| | 2013 | 0.61 | 0.44 | 0.41 | 0.37 | 0.83 | 0.80 | 0.59 | 0.46 | 0.73 | 0.31 | 0.57 |

* See Table V-A (page 11) for explanations.

TABLE V-A. Loan Performance, All FDIC-Insured Institutions

| December 31, 2018 | All Insured Institutions | Asset Concentration Groups* | | | | | | | | |
|---|--------------------------|-----------------------------|---------------------|--------------------|--------------------|------------------|------------------|--------------------------------|------------------------|------------------------|
| | | Credit Card Banks | International Banks | Agricultural Banks | Commercial Lenders | Mortgage Lenders | Consumer Lenders | Other Specialized <\$1 Billion | All Other <\$1 Billion | All Other >\$1 Billion |
| Percent of Loans 30-89 Days Past Due | | | | | | | | | | |
| All loans secured by real estate | 0.61 | 1.02 | 0.73 | 0.70 | 0.44 | 0.81 | 0.54 | 1.48 | 1.25 | 0.88 |
| Construction and development | 0.35 | 12.26 | 0.08 | 0.53 | 0.31 | 0.82 | 0.53 | 0.80 | 1.04 | 0.49 |
| Nonfarm nonresidential | 0.25 | 0.00 | 0.28 | 0.55 | 0.24 | 0.33 | 0.68 | 1.17 | 0.75 | 0.22 |
| Multifamily residential real estate | 0.11 | 0.00 | 0.04 | 0.29 | 0.09 | 0.40 | 0.00 | 0.98 | 0.58 | 0.26 |
| Home equity loans | 0.66 | 0.00 | 1.18 | 0.36 | 0.52 | 0.48 | 0.44 | 0.66 | 1.12 | 0.72 |
| Other 1-4 family residential | 1.00 | 0.21 | 1.00 | 1.16 | 0.82 | 0.90 | 0.53 | 1.95 | 1.54 | 1.25 |
| Commercial and industrial loans | 0.28 | 0.99 | 0.21 | 0.88 | 0.27 | 0.79 | 0.24 | 1.05 | 1.12 | 0.25 |
| Loans to individuals | 1.54 | 1.59 | 1.14 | 1.30 | 1.54 | 1.19 | 0.86 | 1.55 | 1.83 | 1.89 |
| Credit card loans | 1.39 | 1.60 | 1.13 | 1.49 | 1.37 | 0.82 | 0.81 | 2.60 | 2.36 | 1.22 |
| Other loans to individuals | 1.70 | 1.37 | 1.14 | 1.28 | 1.56 | 1.22 | 0.87 | 1.38 | 1.81 | 2.30 |
| All other loans and leases (including farm) | 0.26 | 0.68 | 0.20 | 0.68 | 0.20 | 0.97 | 0.22 | 0.61 | 0.62 | 0.28 |
| Total loans and leases | 0.65 | 1.53 | 0.55 | 0.73 | 0.47 | 0.83 | 0.75 | 1.39 | 1.25 | 0.79 |
| Percent of Loans Noncurrent** | | | | | | | | | | |
| All real estate loans | 1.32 | 2.12 | 1.70 | 1.02 | 0.82 | 2.20 | 1.41 | 1.48 | 1.07 | 2.22 |
| Construction and development | 0.44 | 0.15 | 1.08 | 0.47 | 0.43 | 0.31 | 0.79 | 0.65 | 0.96 | 0.31 |
| Nonfarm nonresidential | 0.57 | 50.24 | 0.70 | 0.85 | 0.54 | 0.41 | 1.29 | 1.29 | 1.17 | 0.63 |
| Multifamily residential real estate | 0.15 | 0.00 | 0.07 | 0.45 | 0.14 | 1.11 | 0.80 | 1.98 | 0.82 | 0.19 |
| Home equity loans | 2.24 | 0.00 | 3.91 | 0.39 | 1.19 | 1.03 | 1.79 | 1.48 | 0.45 | 3.53 |
| Other 1-4 family residential | 2.06 | 0.62 | 2.15 | 0.84 | 1.38 | 2.59 | 1.40 | 1.69 | 1.11 | 2.90 |
| Commercial and industrial loans | 0.68 | 0.68 | 0.64 | 1.31 | 0.80 | 1.07 | 0.42 | 1.03 | 0.96 | 0.49 |
| Loans to individuals | 1.03 | 1.61 | 0.94 | 0.50 | 0.90 | 0.45 | 0.50 | 0.67 | 0.72 | 0.74 |
| Credit card loans | 1.44 | 1.66 | 1.20 | 0.55 | 1.23 | 0.49 | 1.27 | 1.85 | 0.98 | 1.20 |
| Other loans to individuals | 0.59 | 0.59 | 0.32 | 0.50 | 0.87 | 0.45 | 0.31 | 0.47 | 0.71 | 0.45 |
| All other loans and leases (including farm) | 0.22 | 0.38 | 0.08 | 1.06 | 0.32 | 0.94 | 0.17 | 0.78 | 0.67 | 0.19 |
| Total loans and leases | 0.99 | 1.54 | 0.93 | 1.04 | 0.78 | 2.07 | 0.68 | 1.28 | 1.00 | 1.17 |
| Percent of Loans Charged-Off (net, YTD) | | | | | | | | | | |
| All real estate loans | 0.01 | 0.09 | -0.04 | 0.04 | 0.02 | -0.01 | -0.02 | 1.03 | 0.06 | 0.00 |
| Construction and development | -0.02 | 0.02 | 0.01 | -0.02 | -0.02 | -0.03 | -0.05 | 0.01 | 0.15 | -0.04 |
| Nonfarm nonresidential | 0.03 | 0.00 | 0.00 | 0.05 | 0.03 | -0.02 | 0.06 | 0.29 | 0.04 | 0.02 |
| Multifamily residential real estate | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | -0.01 | -0.01 | 0.01 | 0.03 | -0.01 |
| Home equity loans | 0.03 | 53.58 | 0.04 | -0.13 | 0.05 | -0.34 | -0.09 | 1.57 | 0.06 | 0.02 |
| Other 1-4 family residential | 0.00 | 0.02 | -0.07 | 0.04 | 0.02 | 0.01 | -0.02 | 1.64 | 0.06 | 0.00 |
| Commercial and industrial loans | 0.28 | 2.27 | 0.21 | 0.35 | 0.29 | 0.06 | 0.63 | 0.09 | 0.53 | 0.17 |
| Loans to individuals | 2.35 | 4.04 | 2.60 | 0.65 | 1.10 | 1.10 | 1.02 | 4.09 | 0.72 | 1.80 |
| Credit card loans | 3.75 | 4.11 | 3.44 | 2.93 | 4.05 | 2.54 | 2.75 | 10.92 | 1.79 | 3.24 |
| Other loans to individuals | 0.89 | 2.50 | 0.77 | 0.44 | 0.83 | 0.98 | 0.59 | 3.38 | 0.68 | 0.95 |
| All other loans and leases (including farm) | 0.12 | 0.78 | 0.04 | 0.27 | 0.15 | 0.26 | 0.06 | 0.96 | 0.23 | 0.15 |
| Total loans and leases | 0.48 | 3.87 | 0.50 | 0.15 | 0.18 | 0.02 | 0.76 | 1.42 | 0.17 | 0.37 |
| Loans Outstanding (in billions) | | | | | | | | | | |
| All real estate loans | \$4,887.7 | \$0.9 | \$578.2 | \$122.8 | \$2,771.2 | \$186.0 | \$32.5 | \$6.9 | \$33.0 | \$1,156.2 |
| Construction and development | 349.9 | 0.1 | 16.6 | 7.3 | 266.1 | 5.4 | 0.6 | 0.6 | 2.1 | 51.1 |
| Nonfarm nonresidential | 1,445.5 | 0.0 | 55.1 | 33.8 | 1,077.1 | 16.6 | 2.3 | 2.3 | 7.4 | 250.9 |
| Multifamily residential real estate | 430.4 | 0.0 | 79.8 | 4.1 | 296.3 | 4.6 | 0.3 | 0.2 | 0.9 | 44.3 |
| Home equity loans | 375.7 | 0.0 | 45.5 | 2.4 | 195.9 | 10.3 | 3.6 | 0.2 | 1.2 | 116.5 |
| Other 1-4 family residential | 2,119.4 | 0.8 | 333.6 | 28.8 | 887.0 | 148.1 | 25.7 | 3.2 | 18.3 | 673.9 |
| Commercial and industrial loans | 2,164.7 | 44.2 | 356.7 | 23.0 | 1,035.8 | 5.1 | 6.9 | 1.3 | 4.0 | 687.7 |
| Loans to individuals | 1,742.9 | 489.9 | 284.3 | 6.6 | 361.5 | 4.6 | 110.5 | 1.4 | 4.2 | 480.0 |
| Credit card loans | 903.5 | 467.6 | 199.1 | 0.6 | 31.0 | 0.3 | 21.7 | 0.2 | 0.1 | 182.9 |
| Other loans to individuals | 839.4 | 22.4 | 85.1 | 6.0 | 330.5 | 4.3 | 88.8 | 1.2 | 4.0 | 297.1 |
| All other loans and leases (including farm) | 1,359.4 | 0.9 | 403.2 | 44.8 | 355.7 | 10.0 | 3.7 | 0.5 | 2.8 | 537.8 |
| Total loans and leases (plus unearned income) | 10,154.7 | 535.9 | 1,622.4 | 197.2 | 4,524.3 | 205.6 | 153.6 | 10.1 | 43.9 | 2,861.7 |
| Memo: Other Real Estate Owned (in millions) | | | | | | | | | | |
| All other real estate owned | 6,690.6 | 0.2 | 439.4 | 289.4 | 4,343.7 | 172.3 | 25.8 | 29.3 | 108.3 | 1,282.2 |
| Construction and development | 1,757.1 | 0.0 | 5.2 | 63.7 | 1,492.4 | 41.4 | 4.7 | 9.5 | 18.5 | 121.6 |
| Nonfarm nonresidential | 1,987.0 | 0.0 | 55.0 | 94.7 | 1,468.1 | 18.6 | 4.9 | 11.5 | 40.0 | 294.3 |
| Multifamily residential real estate | 80.3 | 0.0 | 0.0 | 7.8 | 70.0 | 0.6 | 0.1 | 0.0 | 0.6 | 1.2 |
| 1-4 family residential | 2,646.8 | 0.2 | 349.2 | 50.9 | 1,210.4 | 105.9 | 16.0 | 7.7 | 43.5 | 862.9 |
| Farmland | 188.5 | 0.0 | 0.0 | 72.4 | 102.8 | 5.8 | 0.0 | 0.6 | 5.7 | 1.2 |

* Asset Concentration Group Definitions (Groups are hierarchical and mutually exclusive):

Credit-card Lenders - Institutions whose credit-card loans plus securitized receivables exceed 50 percent of total assets plus securitized receivables.

International Banks - Banks with assets greater than \$10 billion and more than 25 percent of total assets in foreign offices.

Agricultural Banks - Banks whose agricultural production loans plus real estate loans secured by farmland exceed 25 percent of the total loans and leases.

Commercial Lenders - Institutions whose commercial and industrial loans, plus real estate construction and development loans, plus loans secured by commercial real estate properties exceed 25 percent of total assets.

Mortgage Lenders - Institutions whose residential mortgage loans, plus mortgage-backed securities, exceed 50 percent of total assets.

Consumer Lenders - Institutions whose residential mortgage loans, plus credit-card loans, plus other loans to individuals, exceed 50 percent of total assets.

Other Specialized < \$1 Billion - Institutions with assets less than \$1 billion, whose loans and leases are less than 40 percent of total assets.

All Other < \$1 billion - Institutions with assets less than \$1 billion that do not meet any of the definitions above, they have significant lending activity with no identified asset concentrations.

All Other > \$1 billion - Institutions with assets greater than \$1 billion that do not meet any of the definitions above, they have significant lending activity with no identified asset concentrations.

** Noncurrent loan rates represent the percentage of loans in each category that are past due 90 days or more or that are in nonaccrual status.

TABLE V-A. Loan Performance, All FDIC-Insured Institutions

| December 31, 2018 | All Insured Institutions | Asset Size Distribution | | | | | Geographic Regions* | | | | | |
|---|--------------------------|-------------------------|------------------------------|-----------------------------|-------------------------------|----------------------------|---------------------|---------|-----------|-------------|---------|---------------|
| | | Less Than \$100 Million | \$100 Million to \$1 Billion | \$1 Billion to \$10 Billion | \$10 Billion to \$250 Billion | Greater Than \$250 Billion | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| Percent of Loans 30-89 Days Past Due | | | | | | | | | | | | |
| All loans secured by real estate | 0.61 | 1.26 | 0.63 | 0.36 | 0.53 | 0.81 | 0.49 | 0.70 | 0.65 | 0.81 | 0.65 | 0.28 |
| Construction and development | 0.35 | 0.80 | 0.49 | 0.30 | 0.37 | 0.22 | 0.43 | 0.39 | 0.30 | 0.25 | 0.31 | 0.40 |
| Nonfarm nonresidential | 0.25 | 0.96 | 0.39 | 0.25 | 0.21 | 0.20 | 0.29 | 0.19 | 0.30 | 0.20 | 0.32 | 0.17 |
| Multifamily residential real estate | 0.11 | 1.06 | 0.21 | 0.10 | 0.08 | 0.11 | 0.09 | 0.22 | 0.10 | 0.17 | 0.17 | 0.04 |
| Home equity loans | 0.66 | 0.78 | 0.54 | 0.42 | 0.55 | 0.83 | 0.52 | 0.71 | 0.80 | 0.72 | 0.55 | 0.33 |
| Other 1-4 family residential | 1.00 | 1.70 | 0.99 | 0.60 | 0.93 | 1.17 | 0.83 | 1.13 | 0.95 | 1.32 | 1.37 | 0.40 |
| Commercial and industrial loans | 0.28 | 1.24 | 0.65 | 0.41 | 0.25 | 0.23 | 0.25 | 0.27 | 0.23 | 0.26 | 0.40 | 0.37 |
| Loans to individuals | 1.54 | 1.96 | 1.63 | 1.43 | 1.45 | 1.65 | 1.23 | 2.18 | 1.08 | 1.40 | 0.99 | 1.66 |
| Credit card loans | 1.39 | 3.99 | 2.38 | 2.98 | 1.52 | 1.17 | 1.22 | 1.60 | 1.17 | 1.21 | 0.79 | 1.79 |
| Other loans to individuals | 1.70 | 1.93 | 1.58 | 1.11 | 1.37 | 2.15 | 1.24 | 2.78 | 1.04 | 1.73 | 1.08 | 1.55 |
| All other loans and leases (including farm) | 0.26 | 0.62 | 0.56 | 0.34 | 0.17 | 0.27 | 0.33 | 0.27 | 0.25 | 0.20 | 0.27 | 0.26 |
| Total loans and leases | 0.65 | 1.21 | 0.67 | 0.43 | 0.64 | 0.71 | 0.58 | 0.83 | 0.54 | 0.67 | 0.60 | 0.64 |
| Percent of Loans Noncurrent** | | | | | | | | | | | | |
| All real estate loans | 1.32 | 1.19 | 0.78 | 0.70 | 1.09 | 2.10 | 1.11 | 1.53 | 1.48 | 1.92 | 1.09 | 0.42 |
| Construction and development | 0.44 | 0.82 | 0.76 | 0.49 | 0.27 | 0.47 | 0.51 | 0.48 | 0.66 | 0.36 | 0.35 | 0.26 |
| Nonfarm nonresidential | 0.57 | 1.29 | 0.71 | 0.62 | 0.47 | 0.60 | 0.64 | 0.54 | 0.70 | 0.55 | 0.62 | 0.36 |
| Multifamily residential real estate | 0.15 | 0.40 | 0.34 | 0.14 | 0.15 | 0.11 | 0.15 | 0.30 | 0.14 | 0.13 | 0.19 | 0.06 |
| Home equity loans | 2.24 | 0.51 | 0.51 | 0.58 | 1.18 | 3.72 | 2.33 | 2.55 | 2.15 | 2.92 | 1.03 | 0.53 |
| Other 1-4 family residential | 2.06 | 1.25 | 0.86 | 1.02 | 1.93 | 2.76 | 1.75 | 2.26 | 2.06 | 3.00 | 2.25 | 0.51 |
| Commercial and industrial loans | 0.68 | 1.75 | 0.94 | 1.15 | 0.74 | 0.51 | 0.72 | 0.52 | 0.59 | 0.68 | 0.99 | 0.94 |
| Loans to individuals | 1.03 | 0.96 | 0.70 | 0.94 | 1.21 | 0.85 | 1.07 | 1.26 | 0.56 | 1.00 | 0.87 | 1.11 |
| Credit card loans | 1.44 | 2.29 | 1.75 | 3.01 | 1.59 | 1.19 | 1.35 | 1.52 | 1.15 | 1.27 | 1.24 | 1.86 |
| Other loans to individuals | 0.59 | 0.94 | 0.63 | 0.53 | 0.70 | 0.48 | 0.62 | 0.98 | 0.29 | 0.52 | 0.70 | 0.40 |
| All other loans and leases (including farm) | 0.22 | 1.07 | 0.77 | 0.41 | 0.30 | 0.13 | 0.25 | 0.19 | 0.14 | 0.27 | 0.34 | 0.30 |
| Total loans and leases | 0.99 | 1.22 | 0.80 | 0.77 | 0.95 | 1.11 | 0.94 | 1.05 | 0.95 | 1.19 | 1.00 | 0.68 |
| Percent of Loans Charged-Off (net, YTD) | | | | | | | | | | | | |
| All real estate loans | 0.01 | 0.05 | 0.05 | 0.02 | 0.03 | -0.02 | 0.04 | 0.02 | -0.01 | 0.00 | 0.03 | 0.00 |
| Construction and development | -0.02 | -0.02 | 0.02 | 0.00 | -0.04 | -0.04 | -0.02 | 0.01 | -0.02 | -0.03 | 0.03 | -0.15 |
| Nonfarm nonresidential | 0.03 | 0.05 | 0.04 | 0.03 | 0.05 | 0.00 | 0.05 | 0.04 | 0.04 | 0.01 | 0.04 | 0.01 |
| Multifamily residential real estate | 0.00 | -0.06 | -0.01 | -0.01 | 0.00 | 0.00 | 0.00 | 0.00 | -0.01 | 0.00 | 0.01 | -0.01 |
| Home equity loans | 0.03 | 0.03 | 0.07 | 0.02 | 0.02 | 0.04 | 0.10 | 0.03 | 0.02 | 0.00 | -0.01 | -0.03 |
| Other 1-4 family residential | 0.00 | 0.06 | 0.07 | 0.03 | 0.02 | -0.04 | 0.04 | 0.01 | -0.04 | 0.00 | 0.02 | 0.01 |
| Commercial and industrial loans | 0.28 | 0.57 | 0.35 | 0.39 | 0.39 | 0.18 | 0.29 | 0.27 | 0.23 | 0.20 | 0.41 | 0.48 |
| Loans to individuals | 2.35 | 0.79 | 1.33 | 1.99 | 2.61 | 2.13 | 2.57 | 2.35 | 1.45 | 2.71 | 1.43 | 2.57 |
| Credit card loans | 3.75 | 11.90 | 7.26 | 7.60 | 3.96 | 3.34 | 3.51 | 3.83 | 3.54 | 3.56 | 2.62 | 4.53 |
| Other loans to individuals | 0.89 | 0.64 | 0.92 | 0.85 | 0.86 | 0.92 | 1.10 | 0.85 | 0.57 | 1.29 | 0.90 | 0.77 |
| All other loans and leases (including farm) | 0.12 | 0.24 | 0.26 | 0.19 | 0.10 | 0.12 | 0.13 | 0.14 | 0.10 | 0.14 | 0.16 | 0.11 |
| Total loans and leases | 0.48 | 0.18 | 0.15 | 0.19 | 0.70 | 0.43 | 0.59 | 0.55 | 0.23 | 0.50 | 0.24 | 0.73 |
| Loans Outstanding (in billions) | | | | | | | | | | | | |
| All real estate loans | \$4,887.7 | \$31.2 | \$591.9 | \$917.4 | \$1,707.8 | \$1,639.5 | \$1,010.4 | \$911.5 | \$1,008.1 | \$867.0 | \$483.2 | \$607.6 |
| Construction and development | 349.9 | 1.8 | 56.3 | 87.1 | 137.3 | 67.2 | 66.3 | 58.0 | 58.5 | 51.6 | 74.8 | 40.7 |
| Nonfarm nonresidential | 1,445.5 | 7.4 | 224.3 | 371.7 | 555.9 | 286.2 | 332.4 | 282.5 | 219.9 | 196.3 | 203.1 | 211.3 |
| Multifamily residential real estate | 430.4 | 0.8 | 32.7 | 102.7 | 171.8 | 122.4 | 152.9 | 43.6 | 110.5 | 37.0 | 21.6 | 64.8 |
| Home equity loans | 375.7 | 0.7 | 22.0 | 41.8 | 139.1 | 172.1 | 76.3 | 92.6 | 92.7 | 65.7 | 20.7 | 27.6 |
| Other 1-4 family residential | 2,119.4 | 14.4 | 204.4 | 289.9 | 685.2 | 925.4 | 377.6 | 420.2 | 502.1 | 424.4 | 144.3 | 250.7 |
| Commercial and industrial loans | 2,164.7 | 5.2 | 97.2 | 193.1 | 829.8 | 1,039.4 | 339.4 | 518.3 | 488.0 | 429.7 | 150.0 | 239.3 |
| Loans to individuals | 1,742.9 | 2.9 | 31.7 | 68.5 | 891.1 | 748.8 | 385.2 | 420.9 | 234.4 | 317.6 | 67.1 | 317.6 |
| Credit card loans | 903.5 | 0.0 | 2.0 | 11.4 | 504.7 | 385.3 | 235.5 | 214.4 | 73.6 | 203.9 | 20.7 | 155.4 |
| Other loans to individuals | 839.4 | 2.8 | 29.6 | 57.0 | 386.3 | 363.5 | 149.7 | 206.5 | 160.8 | 113.8 | 46.4 | 162.2 |
| All other loans and leases (including farm) | 1,359.4 | 6.2 | 49.2 | 65.2 | 418.9 | 819.8 | 206.0 | 284.7 | 329.8 | 373.4 | 55.0 | 110.6 |
| Total loans and leases (plus unearned income) | 10,154.7 | 45.6 | 770.0 | 1,244.1 | 3,847.5 | 4,247.5 | 1,941.0 | 2,135.3 | 2,060.3 | 1,987.8 | 755.2 | 1,275.1 |
| Memo: Other Real Estate Owned (in millions) | | | | | | | | | | | | |
| All other real estate owned | 6,690.6 | 175.6 | 1,884.0 | 1,441.4 | 1,681.5 | 1,508.2 | 1,228.3 | 1,510.2 | 1,280.0 | 1,188.4 | 1,121.5 | 362.3 |
| Construction and development | 1,757.1 | 42.6 | 806.3 | 477.0 | 330.2 | 100.9 | 218.9 | 482.8 | 216.1 | 291.1 | 421.6 | 126.6 |
| Nonfarm nonresidential | 1,987.0 | 48.9 | 612.1 | 534.6 | 472.3 | 319.1 | 351.1 | 430.7 | 370.9 | 323.9 | 415.9 | 94.6 |
| Multifamily residential real estate | 80.3 | 4.3 | 43.6 | 23.9 | 3.4 | 5.0 | 16.3 | 20.9 | 14.3 | 15.6 | 8.2 | 5.0 |
| 1-4 family residential | 2,646.8 | 55.1 | 340.5 | 340.9 | 859.1 | 1,051.2 | 630.1 | 564.5 | 656.8 | 436.1 | 235.1 | 124.2 |
| Farmland | 188.5 | 24.7 | 81.5 | 64.9 | 16.4 | 1.0 | 11.9 | 11.3 | 20.9 | 91.7 | 40.8 | 11.9 |

*** Regions:**

New York - Connecticut, Delaware, District of Columbia, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, Pennsylvania, Puerto Rico, Rhode Island, Vermont, U.S. Virgin Islands

Atlanta - Alabama, Florida, Georgia, North Carolina, South Carolina, Virginia, West Virginia

Chicago - Illinois, Indiana, Kentucky, Michigan, Ohio, Wisconsin

Kansas City - Iowa, Kansas, Minnesota, Missouri, Nebraska, North Dakota, South Dakota

Dallas - Arkansas, Colorado, Louisiana, Mississippi, New Mexico, Oklahoma, Tennessee, Texas

San Francisco - Alaska, Arizona, California, Hawaii, Idaho, Montana, Nevada, Oregon, Pacific Islands, Utah, Washington, Wyoming

** Noncurrent loan rates represent the percentage of loans in each category that are past due 90 days or more or that are in nonaccrual status.

Table VI-A. Derivatives, All FDIC-Insured Call Report Filers

| | | | | | | | Asset Size Distribution | | | | | |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------------|----------------------------------|---------------------------------------|--------------------------------------|--|-------------------------------------|------------|
| (dollar figures in millions; notional amounts unless otherwise indicated) | 4th Quarter 2018 | 3rd Quarter 2018 | 2nd Quarter 2018 | 1st Quarter 2018 | 4th Quarter 2017 | % Change 17Q4- 18Q4 | Less Than \$100 Million | \$100 Million to \$1 Billion | \$1 Billion to \$10 Billion | \$10 Billion to \$250 Billion | Greater Than \$250 Billion | |
| ALL DERIVATIVE HOLDERS | | | | | | | | | | | | |
| Number of institutions reporting derivatives | 1,311 | 1,347 | 1,362 | 1,361 | 1,367 | -4.1 | 34 | 724 | 424 | 120 | 9 | |
| Total assets of institutions reporting derivatives | \$16,296,689 | \$16,058,057 | \$15,950,442 | \$15,950,129 | \$15,815,207 | 3.0 | \$2,427 | \$319,519 | \$1,296,780 | \$5,856,581 | \$8,821,382 | |
| Total deposits of institutions reporting derivatives | 12,555,823 | 12,291,564 | 12,206,863 | 12,264,978 | 12,133,179 | 3.5 | 2,019 | 264,388 | 1,032,334 | 4,504,801 | 6,752,281 | |
| Total derivatives | 178,089,249 | 209,754,237 | 209,828,279 | 205,986,576 | 173,484,033 | 2.7 | 124 | 20,871 | 129,525 | 50,356,371 | 127,582,358 | |
| Derivative Contracts by Underlying Risk Exposure | | | | | | | | | | | | |
| Interest rate | 128,174,999 | 156,781,051 | 157,435,136 | 155,478,401 | 130,423,142 | -1.7 | 122 | 20,733 | 123,392 | 41,511,649 | 86,519,102 | |
| Foreign exchange* | 40,948,207 | 43,473,496 | 43,279,998 | 41,064,224 | 34,422,180 | 19.0 | 0 | 1 | 4,504 | 8,286,031 | 32,657,671 | |
| Equity | 3,374,363 | 3,644,559 | 3,420,624 | 3,466,899 | 3,079,607 | 9.6 | 0 | 0 | 160 | 144,522 | 3,229,681 | |
| Commodity & other (excluding credit derivatives) | 1,314,571 | 1,510,680 | 1,510,765 | 1,631,020 | 1,372,891 | -4.2 | 0 | 0 | 28 | 86,828 | 1,227,715 | |
| Credit | 4,276,947 | 4,341,695 | 4,178,619 | 4,345,494 | 4,186,122 | 2.2 | 0 | 5 | 1,412 | 327,341 | 3,948,188 | |
| Total | 178,089,087 | 209,751,481 | 209,825,142 | 205,986,038 | 173,483,942 | 2.7 | 122 | 20,739 | 129,496 | 50,356,371 | 127,582,358 | |
| Derivative Contracts by Transaction Type | | | | | | | | | | | | |
| Swaps | 97,923,336 | 104,786,177 | 107,958,507 | 105,094,254 | 94,523,939 | 3.6 | 18 | 8,355 | 85,125 | 26,384,850 | 71,444,988 | |
| Futures & forwards | 36,143,798 | 47,051,282 | 46,023,905 | 45,497,597 | 34,407,162 | 5.0 | 9 | 1,686 | 24,176 | 10,389,411 | 25,728,516 | |
| Purchased options | 18,707,980 | 25,031,774 | 23,883,350 | 23,840,759 | 19,163,376 | -2.4 | 1 | 509 | 10,129 | 6,296,477 | 12,400,865 | |
| Written options | 19,300,817 | 25,769,185 | 25,142,041 | 24,973,515 | 19,677,317 | -1.9 | 3 | 1,452 | 8,369 | 6,676,396 | 12,614,597 | |
| Total | 172,075,932 | 202,638,418 | 203,007,802 | 199,406,126 | 167,771,793 | 2.6 | 31 | 12,003 | 127,800 | 49,747,134 | 122,188,965 | |
| Fair Value of Derivative Contracts | | | | | | | | | | | | |
| Interest rate contracts | 47,241 | 53,589 | 49,616 | 51,495 | 49,031 | -3.7 | 0 | 88 | 771 | 4,705 | 41,677 | |
| Foreign exchange contracts | 11,282 | 25,827 | 23,843 | 27,846 | 10,372 | 8.8 | 0 | 0 | 9 | 2,015 | 9,258 | |
| Equity contracts | 6,407 | 1,975 | 5,003 | 6,582 | -7,514 | N/M | 0 | 0 | 1 | -144 | 6,551 | |
| Commodity & other (excluding credit derivatives) | -1,873 | 2,948 | 1,181 | -867 | -829 | N/M | 0 | 0 | 0 | 357 | -2,230 | |
| Credit derivatives as guarantor** | 6,606 | 26,237 | 23,965 | 33,701 | 33,170 | -80.1 | 0 | 0 | 0 | -740 | 7,347 | |
| Credit derivatives as beneficiary** | -6,765 | -26,912 | -24,348 | -34,976 | -34,547 | N/M | 0 | 0 | 0 | 527 | -7,291 | |
| Derivative Contracts by Maturity*** | | | | | | | | | | | | |
| Interest rate contracts | < 1 year | 71,493,383 | 93,168,891 | 91,960,389 | 95,441,266 | 72,590,571 | -1.5 | 26 | 3,948 | 24,584 | 19,559,340 | 51,905,486 |
| | 1-5 years | 36,682,642 | 42,735,090 | 42,279,244 | 40,334,591 | 36,154,566 | 1.5 | 10 | 4,202 | 33,695 | 8,785,733 | 27,859,002 |
| | > 5 years | 23,245,983 | 24,228,362 | 24,373,830 | 23,687,654 | 23,565,880 | -1.4 | 15 | 7,748 | 53,620 | 6,749,683 | 16,434,917 |
| Foreign exchange and gold contracts | < 1 year | 28,891,823 | 29,674,897 | 31,341,537 | 29,696,500 | 24,379,652 | 18.5 | 0 | 1 | 2,637 | 5,717,756 | 23,171,429 |
| | 1-5 years | 4,218,682 | 4,928,405 | 4,906,415 | 5,021,957 | 4,805,216 | -12.2 | 0 | 0 | 961 | 781,270 | 3,436,451 |
| | > 5 years | 2,095,962 | 2,470,383 | 2,472,893 | 2,630,013 | 2,525,329 | -17.0 | 0 | 0 | 110 | 589,988 | 1,505,864 |
| Equity contracts | < 1 year | 2,448,707 | 2,825,222 | 2,679,109 | 2,747,190 | 2,295,686 | 6.7 | 0 | 0 | 28 | 58,264 | 2,390,415 |
| | 1-5 years | 863,793 | 963,096 | 867,817 | 843,259 | 732,909 | 17.9 | 0 | 0 | 48 | 48,514 | 815,231 |
| | > 5 years | 139,158 | 135,954 | 123,737 | 139,432 | 113,150 | 23.0 | 0 | 0 | 2 | 8,961 | 130,196 |
| Commodity & other contracts (including credit derivatives, excluding gold contracts) | < 1 year | 1,745,343 | 1,896,551 | 1,994,605 | 2,314,371 | 2,172,996 | -19.7 | 0 | 5 | 38 | 69,705 | 1,675,595 |
| | 1-5 years | 3,105,739 | 3,017,006 | 3,019,612 | 2,862,714 | 2,814,096 | 10.4 | 0 | 5 | 414 | 199,356 | 2,905,963 |
| | > 5 years | 298,068 | 537,194 | 309,072 | 527,870 | 312,753 | -4.7 | 0 | 22 | 512 | 36,498 | 261,036 |
| Risk-Based Capital: Credit Equivalent Amount | | | | | | | | | | | | |
| Total current exposure to tier 1 capital (%) | 22.7 | 23.9 | 24.5 | 24.8 | 23.3 | | 0.1 | 0.5 | 1.1 | 13.1 | 35.1 | |
| Total potential future exposure to tier 1 capital (%) | 36.0 | 40.9 | 39.5 | 41.8 | 38.6 | | 0.1 | 0.4 | 0.8 | 17.9 | 57.9 | |
| Total exposure (credit equivalent amount) to tier 1 capital (%) | 58.8 | 64.8 | 64.0 | 66.6 | 61.9 | | 0.2 | 0.9 | 1.9 | 31.0 | 93.1 | |
| Credit losses on derivatives**** | 12.0 | 12.0 | 3.0 | -1.0 | 11.0 | 9.1 | 0.0 | 0.0 | 2.0 | -1.0 | 11.0 | |
| HELD FOR TRADING | | | | | | | | | | | | |
| Number of institutions reporting derivatives | 192 | 197 | 197 | 199 | 201 | -4.5 | 2 | 29 | 88 | 65 | 8 | |
| Total assets of institutions reporting derivatives | 12,768,651 | 12,611,908 | 12,484,266 | 12,578,335 | 12,481,545 | 2.3 | 171 | 14,752 | 304,578 | 3,930,437 | 8,518,713 | |
| Total deposits of institutions reporting derivatives | 9,799,163 | 9,613,503 | 9,518,156 | 9,638,443 | 9,555,469 | 2.6 | 148 | 12,214 | 241,382 | 3,052,735 | 6,492,683 | |
| Derivative Contracts by Underlying Risk Exposure | | | | | | | | | | | | |
| Interest rate | 126,215,235 | 154,523,852 | 155,241,947 | 153,262,676 | 128,177,117 | -1.5 | 2 | 645 | 34,870 | 40,951,704 | 85,228,014 | |
| Foreign exchange | 38,768,802 | 40,241,704 | 40,144,539 | 38,353,254 | 32,402,215 | 19.6 | 0 | 0 | 3,564 | 7,974,672 | 30,790,566 | |
| Equity | 3,359,405 | 3,628,434 | 3,402,588 | 3,450,109 | 3,063,576 | 9.7 | 0 | 0 | 10 | 134,238 | 3,225,157 | |
| Commodity & other | 1,285,123 | 1,481,650 | 1,481,752 | 1,602,648 | 1,343,837 | -4.4 | 0 | 0 | 3 | 58,861 | 1,226,259 | |
| Total | 169,628,565 | 199,875,639 | 200,270,826 | 196,668,687 | 164,986,745 | 2.8 | 2 | 645 | 38,447 | 49,119,475 | 120,469,996 | |
| Trading Revenues: Cash & Derivative Instruments | | | | | | | | | | | | |
| Interest rate** | 2,306 | 1,998 | 587 | 2,316 | 2,225 | 3.6 | 0 | 0 | 2 | 415 | 1,890 | |
| Foreign exchange** | 2,105 | 3,130 | 4,569 | 2,860 | 1,813 | 16.1 | 0 | 0 | 5 | 800 | 1,300 | |
| Equity** | -43 | 1,444 | 1,727 | 1,624 | 1,648 | -102.6 | 0 | 0 | 3 | -131 | 85 | |
| Commodity & other (including credit derivatives)** | -202 | 487 | 501 | 882 | 145 | N/M | 0 | 0 | 0 | -334 | 132 | |
| Total trading revenues** | 4,166 | 7,059 | 7,385 | 7,683 | 5,831 | -28.6 | 0 | 0 | 10 | 749 | 3,407 | |
| Share of Revenue | | | | | | | | | | | | |
| Trading revenues to gross revenues (%)** | 2.6 | 4.5 | 4.8 | 5.2 | 4.1 | | 0.0 | 0.0 | 0.2 | 1.6 | 3.2 | |
| Trading revenues to net operating revenues (%)** | 10.5 | 16.7 | 17.8 | 20.0 | 36.0 | | 0.0 | 0.0 | 1.1 | 6.1 | 12.9 | |
| HELD FOR PURPOSES OTHER THAN TRADING | | | | | | | | | | | | |
| Number of institutions reporting derivatives | 735 | 750 | 759 | 758 | 783 | -6.1 | 9 | 217 | 386 | 114 | 9 | |
| Total assets of institutions reporting derivatives | 15,816,482 | 15,574,878 | 15,481,221 | 15,475,559 | 15,370,173 | 2.9 | 680 | 108,788 | 1,217,875 | 5,667,758 | 8,821,382 | |
| Total deposits of institutions reporting derivatives | 12,172,698 | 11,903,873 | 11,829,384 | 11,881,099 | 11,775,231 | 3.4 | 575 | 90,564 | 969,664 | 4,359,614 | 6,752,281 | |
| Derivative Contracts by Underlying Risk Exposure | | | | | | | | | | | | |
| Interest rate | 1,950,705 | 2,249,555 | 2,184,811 | 2,206,558 | 2,239,391 | -12.9 | 29 | 11,356 | 88,286 | 559,945 | 1,291,089 | |
| Foreign exchange | 452,256 | 468,068 | 505,117 | 485,719 | 500,573 | -9.7 | 0 | 1 | 892 | 29,463 | 421,900 | |
| Equity | 14,959 | 16,125 | 18,036 | 16,790 | 16,031 | -6.7 | 0 | 0 | 150 | 10,284 | 4,524 | |
| Commodity & other | 29,448 | 29,030 | 29,012 | 28,371 | 29,054 | 1.4 | 0 | 0 | 24 | 27,967 | 1,457 | |
| Total notional amount | 2,447,367 | 2,762,779 | 2,736,976 | 2,737,439 | 2,785,049 | -12.1 | 29 | 11,357 | 89,352 | 627,659 | 1,718,969 | |

All line items are reported on a quarterly basis.

N/M - Not Meaningful

* Includes spot foreign exchange contracts. All other references to foreign exchange contracts in which notional values or fair values are reported exclude spot foreign exchange contracts.

** Does not include banks filing the FFIEC 051 report form, which was introduced in first quarter 2017.

*** Derivative contracts subject to the risk-based capital requirements for derivatives.

**** Credit losses on derivatives is applicable to all banks filing the FFIEC 031 report form and banks filing the FFIEC 041 report form that have \$300 million or more in total assets, but is not applicable to banks filing the FFIEC 051 form.

TABLE VII-A. Servicing, Securitization, and Asset Sales Activities (All FDIC-Insured Call Report Filers)*

| | 4th Quarter 2018 | 3rd Quarter 2018 | 2nd Quarter 2018 | 1st Quarter 2018 | 4th Quarter 2017 | % Change 17Q4- 18Q4 | Asset Size Distribution | | | | |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------------|----------------------------------|----------------------------|---------------------------|-----------------------------|-------------------------------------|
| | | | | | | | Less Than \$100 Million | \$100 to \$1 Billion | \$1 to \$10 Billion | \$10 to \$250 Billion | Greater Than \$250 Billion |
| (dollar figures in millions) | | | | | | | | | | | |
| Assets Securitized and Sold with Servicing Retained or with Recourse or Other Seller-Provided Credit Enhancements | | | | | | | | | | | |
| Number of institutions reporting securitization activities | 64 | 64 | 64 | 65 | 67 | -4.5 | 0 | 6 | 17 | 34 | 7 |
| Outstanding Principal Balance by Asset Type | | | | | | | | | | | |
| 1-4 family residential loans | \$520,047 | \$542,310 | \$560,132 | \$571,205 | \$590,211 | -11.9 | \$0 | \$1,400 | \$13,468 | \$90,974 | \$414,205 |
| Home equity loans | 14 | 15 | 16 | 18 | 20 | -30.0 | 0 | 0 | 0 | 14 | 0 |
| Credit card receivables | 22 | 24 | 26 | 4,781 | 4,553 | -99.5 | 0 | 0 | 0 | 0 | 22 |
| Auto loans | 3,710 | 4,415 | 4,647 | 8,221 | 9,770 | -62.0 | 0 | 0 | 0 | 3,710 | 0 |
| Other consumer loans | 1,738 | 1,806 | 1,887 | 2,914 | 3,052 | -43.1 | 0 | 0 | 0 | 766 | 972 |
| Commercial and industrial loans | 453 | 360 | 271 | 381 | 380 | 19.2 | 0 | 0 | 0 | 0 | 453 |
| All other loans, leases, and other assets | 71,416 | 68,646 | 67,948 | 62,410 | 60,869 | 17.3 | 0 | 9 | 10,123 | 3,133 | 58,151 |
| Total securitized and sold | 543,560 | 562,500 | 581,566 | 649,931 | 668,855 | -18.7 | 0 | 0 | 0 | 69,758 | 473,803 |
| Maximum Credit Exposure by Asset Type | | | | | | | | | | | |
| 1-4 family residential loans | 1,102 | 1,228 | 1,327 | 1,527 | 1,716 | -35.8 | 0 | 0 | 48 | 800 | 254 |
| Home equity loans | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Credit card receivables | 0 | 0 | 0 | 392 | 353 | -100.0 | 0 | 0 | 0 | 0 | 0 |
| Auto loans | 104 | 114 | 125 | 164 | 147 | -29.3 | 0 | 0 | 0 | 104 | 0 |
| Other consumer loans | 86 | 85 | 82 | 88 | 86 | 0.0 | 0 | 0 | 0 | 0 | 86 |
| Commercial and industrial loans | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| All other loans, leases, and other assets | 1,208 | 1,112 | 1,266 | 1,194 | 1,131 | 6.8 | 0 | 0 | 166 | 30 | 1,011 |
| Total credit exposure | 2,221 | 2,301 | 2,565 | 3,365 | 3,431 | -35.3 | 0 | 0 | 0 | 870 | 1,351 |
| Total unused liquidity commitments provided to institution's own securitizations | 213 | 226 | 144 | 143 | 215 | -0.9 | 0 | 0 | 0 | 34 | 179 |
| Securitized Loans, Leases, and Other Assets 30-89 Days Past Due (%) | | | | | | | | | | | |
| 1-4 family residential loans | 3.6 | 3.9 | 3.5 | 3.2 | 4.7 | | 0.0 | 3.3 | 0.9 | 2.8 | 3.8 |
| Home equity loans | 8.0 | 8.9 | 8.4 | 9.5 | 9.7 | | 0.0 | 0.0 | 0.0 | 8.0 | 0 |
| Credit card receivables | 0.0 | 0.0 | 0.0 | 0.3 | 0.3 | | 0.0 | 0.0 | 0.0 | 0.0 | 0 |
| Auto loans | 2.6 | 1.9 | 1.8 | 1.6 | 2.1 | | 0.0 | 0.0 | 0.0 | 2.6 | 0 |
| Other consumer loans | 4.2 | 4.5 | 4.7 | 4.5 | 4.7 | | 0.0 | 0.0 | 0.0 | 2.8 | 5.3 |
| Commercial and industrial loans | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 | 0.0 | 0.0 | 0.0 | 0 |
| All other loans, leases, and other assets | 0.2 | 0.2 | 0.3 | 0.3 | 0.5 | | 0.0 | 0.0 | 0.6 | 0.8 | 0.1 |
| Total loans, leases, and other assets | 3.3 | 3.6 | 3.2 | 2.9 | 4.2 | | 0.0 | 0.0 | 0.0 | 2.5 | 3.4 |
| Securitized Loans, Leases, and Other Assets 90 Days or More Past Due (%) | | | | | | | | | | | |
| 1-4 family residential loans | 1.1 | 1.1 | 1.2 | 1.4 | 1.6 | | 0.0 | 1.4 | 0.8 | 1.2 | 1.1 |
| Home equity loans | 39.0 | 40.2 | 42.6 | 44.1 | 45.7 | | 0.0 | 0.0 | 0.0 | 39.0 | 0 |
| Credit card receivables | 0.0 | 0.0 | 0.0 | 0.2 | 0.2 | | 0.0 | 0.0 | 0.0 | 0.0 | 0 |
| Auto loans | 0.5 | 0.4 | 0.4 | 0.3 | 0.4 | | 0.0 | 0.0 | 0.0 | 0.5 | 0 |
| Other consumer loans | 4.3 | 4.3 | 6.0 | 4.3 | 4.6 | | 0.0 | 0.0 | 0.0 | 2.0 | 6.1 |
| Commercial and industrial loans | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 | 0.0 | 0.0 | 0.0 | 0 |
| All other loans, leases, and other assets | 0.5 | 0.6 | 0.7 | 1.2 | 1.2 | | 0.0 | 0.0 | 1.3 | 0.2 | 0.4 |
| Total loans, leases, and other assets | 1.0 | 1.0 | 1.2 | 1.4 | 1.5 | | 0.0 | 0.0 | 0.0 | 0.8 | 1 |
| Securitized Loans, Leases, and Other Assets Charged-off (net, YTD, annualized, %) | | | | | | | | | | | |
| 1-4 family residential loans | 0.1 | 0.0 | -0.1 | -0.1 | 0.2 | | 0.0 | 0.0 | 0.0 | 0.0 | 0.1 |
| Home equity loans | 18.2 | 13.9 | 11.4 | 4.9 | 11.7 | | 0.0 | 0.0 | 0.0 | 18.2 | 0 |
| Credit card receivables | 9.1 | 4.2 | 3.8 | 0.3 | 1.2 | | 0.0 | 0.0 | 0.0 | 0.0 | 9.1 |
| Auto loans | 1.4 | 1.0 | 0.6 | 0.4 | 1.2 | | 0.0 | 0.0 | 0.0 | 1.4 | 0 |
| Other consumer loans | 1.0 | 0.8 | 0.6 | 0.3 | 1.5 | | 0.0 | 0.0 | 0.0 | 0.8 | 1.2 |
| Commercial and industrial loans | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 | 0.0 | 0.0 | 0.0 | 0 |
| All other loans, leases, and other assets | 1.1 | 0.4 | 0.3 | 0.0 | 1.7 | | 0.0 | 0.0 | 0.3 | 0.4 | 1.3 |
| Total loans, leases, and other assets | 0.2 | 0.1 | 0.0 | -0.1 | 0.4 | | 0.0 | 0.0 | 0.0 | 0.1 | 0.2 |
| Seller's Interests in Institution's Own Securitizations – Carried as Loans | | | | | | | | | | | |
| Home equity loans | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Credit card receivables | 0 | 0 | 0 | 1,730 | 2,460 | -100.0 | 0 | 0 | 0 | 0 | 0 |
| Commercial and industrial loans | 427 | 361 | 306 | 426 | 463 | -7.8 | 0 | 0 | 0 | 0 | 427 |
| Seller's Interests in Institution's Own Securitizations – Carried as Securities | | | | | | | | | | | |
| Home equity loans | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Credit card receivables | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Commercial and industrial loans | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Assets Sold with Recourse and Not Securitized | | | | | | | | | | | |
| Number of institutions reporting asset sales | 470 | 476 | 474 | 463 | 509 | -7.7 | 13 | 191 | 202 | 56 | 8 |
| Outstanding Principal Balance by Asset Type | | | | | | | | | | | |
| 1-4 family residential loans | 26,279 | 25,814 | 24,721 | 24,532 | 180,694 | -85.5 | 133 | 5,007 | 12,470 | 6,848 | 1,821 |
| All other loans, leases, and other assets | 116,464 | 112,296 | 109,138 | 106,242 | 105,171 | 10.7 | 0 | 20 | 175 | 38,134 | 78,135 |
| Total sold and not securitized | 142,743 | 138,110 | 133,859 | 130,775 | 285,865 | -50.1 | 133 | 5,028 | 12,645 | 44,982 | 79,956 |
| Maximum Credit Exposure by Asset Type | | | | | | | | | | | |
| 1-4 family residential loans | 7,658 | 7,929 | 7,626 | 7,987 | 162,172 | -95.3 | 8 | 523 | 3,712 | 2,610 | 804 |
| All other loans, leases, and other assets | 32,793 | 31,286 | 30,545 | 29,602 | 29,273 | 12.0 | 0 | 20 | 44 | 11,072 | 21,656 |
| Total credit exposure | 40,450 | 39,215 | 38,171 | 37,589 | 191,445 | -78.9 | 8 | 544 | 3,756 | 13,682 | 22,460 |
| Support for Securitization Facilities Sponsored by Other Institutions | | | | | | | | | | | |
| Number of institutions reporting securitization facilities sponsored by others | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Total credit exposure | 23,013 | 24,792 | 26,570 | 29,676 | 32,237 | -28.6 | 0 | 0 | 0 | 1,389 | 21,624 |
| Total unused liquidity commitments | 604 | 1,313 | 1,031 | 1,148 | 1,259 | -52.0 | 0 | 0 | 0 | 295 | 309 |
| Other | | | | | | | | | | | |
| Assets serviced for others** | 6,060,797 | 5,984,061 | 5,918,788 | 6,034,597 | 5,996,478 | 1.1 | 4,175 | 156,474 | 302,651 | 1,531,179 | 4,066,318 |
| Asset-backed commercial paper conduits | | | | | | | | | | | |
| Credit exposure to conduits sponsored by institutions and others | 17,366 | 16,898 | 16,069 | 15,554 | 16,909 | 2.7 | 0 | 0 | 0 | 0 | 17,366 |
| Unused liquidity commitments to conduits sponsored by institutions and others | 31,491 | 30,447 | 30,593 | 29,497 | 26,928 | 16.9 | 0 | 0 | 0 | 2,537 | 28,954 |
| Net servicing income (for the quarter) | 1,504 | 2,740 | 2,812 | 3,655 | 2,355 | -36.1 | 7 | 221 | 151 | 825 | 300 |
| Net securitization income (for the quarter) | 65 | 64 | -49 | 151 | 131 | -50.4 | 0 | 1 | 2 | 3 | 59 |
| Total credit exposure to Tier 1 capital (%)*** | 3.50 | 3.60 | 3.70 | 4.30 | 13.90 | | 0.00 | 0.00 | 0.00 | 2.30 | 6.10 |

* Does not include banks filing the FFIEC 051 report form, which was introduced in first quarter 2017.

** The amount of financial assets serviced for others, other than closed-end 1-4 family residential mortgages, is reported when these assets are greater than \$10 million.

*** Total credit exposure includes the sum of the three line items titled "Total credit exposure" reported above.

TABLE VIII-A. Trust Services (All FDIC-Insured Institutions)

| | All Insured Institutions | | | | | Asset Size Distribution | | | | |
|--|--------------------------|----------------|----------------|----------------|-----------------------|-------------------------------|------------------------------------|-----------------------------------|-------------------------------------|----------------------------------|
| | Dec 31 2018 | Dec 31 2017 | Dec 31 2016 | Dec 31 2015 | % Change 2017-2018 | Less Than \$100 Million | \$100 Million to \$1 Billion | \$1 Billion to \$10 Billion | \$10 Billion to \$250 Billion | Greater Than \$250 Billion |
| (dollar figures in millions) | | | | | | | | | | |
| Number of institutions reporting | 5,406 | 5,670 | 5,913 | 6,182 | -4.7 | 1,278 | 3,353 | 638 | 128 | 9 |
| Number of institutions with fiduciary powers | 1,685 | 1,745 | 1,808 | 1,857 | -3.4 | 196 | 1,043 | 347 | 90 | 9 |
| Commercial banks | 1,561 | 1,617 | 1,674 | 1,721 | -3.5 | 181 | 985 | 302 | 84 | 9 |
| Savings institutions | 124 | 128 | 134 | 136 | -3.1 | 15 | 58 | 45 | 6 | 0 |
| Number of institutions exercising fiduciary powers | 1,260 | 1,292 | 1,345 | 1,379 | -2.5 | 123 | 766 | 281 | 81 | 9 |
| Commercial banks | 1,162 | 1,189 | 1,235 | 1,271 | -2.3 | 109 | 720 | 249 | 75 | 9 |
| Savings institutions | 98 | 103 | 110 | 108 | -4.9 | 14 | 46 | 32 | 6 | 0 |
| Number of institutions reporting fiduciary activity | 1,196 | 1,224 | 1,268 | 1,298 | -2.3 | 116 | 718 | 274 | 79 | 9 |
| Commercial banks | 1,103 | 1,127 | 1,166 | 1,197 | -2.1 | 102 | 676 | 243 | 73 | 9 |
| Savings institutions | 93 | 97 | 102 | 101 | -4.1 | 14 | 42 | 31 | 6 | 0 |
| Fiduciary and related assets - managed assets | | | | | | | | | | |
| Personal trust and agency accounts | 630,187 | 684,836 | 633,050 | 632,459 | -8.0 | 17,026 | 51,153 | 71,258 | 255,961 | 234,788 |
| Noninterest-bearing deposits | 8,918 | 9,124 | 9,628 | 10,627 | -2.3 | 18 | 787 | 310 | 470 | 7,332 |
| Interest-bearing deposits | 76,273 | 70,383 | 74,420 | 79,039 | 8.4 | 187 | 3,982 | 7,788 | 15,489 | 48,827 |
| U.S. Treasury and U.S. Government agency obligations | 124,665 | 109,513 | 105,921 | 84,517 | 13.8 | 2,054 | 4,836 | 18,052 | 46,863 | 52,858 |
| State, county and municipal obligations | 234,996 | 220,542 | 201,762 | 196,308 | 6.6 | 5,422 | 11,671 | 18,637 | 91,746 | 107,520 |
| Money market mutual funds | 123,035 | 99,955 | 102,669 | 106,900 | 23.1 | 2,802 | 10,022 | 13,474 | 47,165 | 49,572 |
| Other short-term obligations | 135,186 | 151,815 | 149,248 | 162,047 | -11.0 | 61 | 78 | 1,051 | 93,021 | 40,975 |
| Other notes and bonds | 287,074 | 270,784 | 243,491 | 171,842 | 6.0 | 9,429 | 6,907 | 12,985 | 184,634 | 73,118 |
| Common and preferred stocks | 2,969,887 | 3,324,681 | 2,906,250 | 2,669,473 | -10.7 | 45,925 | 168,305 | 164,829 | 1,723,904 | 866,924 |
| Real estate mortgages | 2,087 | 1,884 | 2,069 | 1,994 | 10.8 | 321 | 177 | 432 | 727 | 430 |
| Real estate | 49,713 | 47,896 | 49,073 | 50,935 | 3.8 | 1,019 | 7,011 | 6,791 | 14,792 | 20,099 |
| Miscellaneous assets | 107,446 | 121,726 | 114,175 | 117,442 | -11.7 | 1,575 | 7,374 | 13,198 | 46,733 | 38,565 |
| Employee benefit and retirement-related trust and agency accounts: | | | | | | | | | | |
| Employee benefit - defined contribution | 395,295 | 429,241 | 397,432 | 342,688 | -7.9 | 1,374 | 6,318 | 13,777 | 323,584 | 50,242 |
| Employee benefit - defined benefit | 508,367 | 585,263 | 646,896 | 551,396 | -13.1 | 2,904 | 3,862 | 13,274 | 434,152 | 54,174 |
| Other employee benefit and retirement-related accounts | 339,942 | 373,447 | 312,538 | 290,760 | -9.0 | 4,959 | 52,257 | 24,955 | 135,698 | 122,074 |
| Corporate trust and agency accounts | 16,091 | 19,896 | 19,809 | 19,444 | -19.1 | 0 | 778 | 6,990 | 3,978 | 4,344 |
| Investment management and investment advisory agency accounts | 1,837,545 | 1,935,353 | 1,619,342 | 1,444,009 | -5.1 | 40,152 | 95,534 | 112,078 | 947,375 | 642,406 |
| Other fiduciary accounts | 391,851 | 400,267 | 329,641 | 370,369 | -2.1 | 2,399 | 11,246 | 15,215 | 164,797 | 198,194 |
| Total managed fiduciary accounts: | | | | | | | | | | |
| Assets | 4,119,279 | 4,428,303 | 3,958,707 | 3,651,125 | -7.0 | 68,814 | 221,149 | 257,548 | 2,265,546 | 1,306,222 |
| Number of accounts | 1,853,804 | 1,839,481 | 1,755,682 | 1,690,474 | 0.8 | 132,409 | 390,660 | 310,619 | 523,194 | 496,922 |
| Fiduciary and related assets - nonmanaged assets | | | | | | | | | | |
| Personal trust and agency accounts | 301,478 | 279,563 | 259,844 | 275,280 | 7.8 | 7,053 | 20,930 | 27,208 | 154,274 | 92,013 |
| Employee benefit and retirement-related trust and agency accounts: | | | | | | | | | | |
| Employee benefit - defined contribution | 2,152,841 | 2,331,971 | 2,111,453 | 2,035,579 | -7.7 | 116,895 | 40,927 | 43,355 | 1,382,421 | 569,242 |
| Employee benefit - defined benefit | 4,432,203 | 4,659,295 | 4,187,669 | 4,169,033 | -4.9 | 13,370 | 24,264 | 11,788 | 3,458,037 | 924,744 |
| Other employee benefit and retirement-related accounts | 1,489,431 | 1,627,818 | 1,304,246 | 1,303,116 | -8.5 | 16,411 | 18,936 | 16,726 | 1,205,157 | 232,201 |
| Corporate trust and agency accounts | 3,338,048 | 3,350,526 | 2,593,482 | 2,657,963 | -0.4 | 12 | 6,740 | 301,756 | 280,662 | 2,748,878 |
| Other fiduciary accounts | 3,471,409 | 3,655,900 | 3,249,875 | 3,035,011 | -5.0 | 6,998 | 39,115 | 30,710 | 1,758,919 | 1,635,666 |
| Total nonmanaged fiduciary accounts: | | | | | | | | | | |
| Assets | 15,185,410 | 15,905,073 | 13,706,569 | 13,475,981 | -4.5 | 160,738 | 150,913 | 431,544 | 8,239,470 | 6,202,745 |
| Number of accounts | 3,911,491 | 3,849,691 | 3,930,084 | 3,807,875 | 1.6 | 1,065,384 | 342,806 | 182,371 | 1,664,437 | 656,493 |
| Custody and safekeeping accounts: | | | | | | | | | | |
| Assets | 96,313,038 | 97,546,110 | 85,353,590 | 81,322,476 | -1.3 | 323,129 | 893,906 | 903,115 | 31,687,411 | 62,505,478 |
| Number of accounts | 11,689,806 | 9,270,960 | 8,567,321 | 8,289,877 | 26.1 | 3,165,993 | 4,940,179 | 91,942 | 2,147,843 | 1,343,849 |
| Fiduciary and related services income | | | | | | | | | | |
| Personal trust and agency accounts | 4,749 | 4,661 | 4,513 | 4,706 | 1.9 | 144 | 239 | 511 | 1,910 | 1,945 |
| Retirement-related trust and agency accounts: | | | | | | | | | | |
| Employee benefit - defined contribution | 1,372 | 1,337 | 1,230 | 1,200 | 2.6 | 22 | 52 | 179 | 638 | 481 |
| Employee benefit - defined benefit | 1,503 | 1,508 | 1,415 | 1,390 | -0.3 | 10 | 19 | 30 | 1,009 | 434 |
| Other employee benefit and retirement-related accounts | 2,117 | 1,911 | 1,654 | 1,519 | 10.8 | 57 | 516 | 259 | 739 | 545 |
| Corporate trust and agency accounts | 1,727 | 1,720 | 1,684 | 1,469 | 0.4 | 0 | 14 | 306 | 406 | 1,001 |
| Investment management agency accounts | 9,162 | 8,510 | 7,769 | 7,451 | 7.7 | 224 | 734 | 865 | 3,294 | 4,045 |
| Other fiduciary accounts | 823 | 811 | 764 | 684 | 1.5 | 4 | 3 | 7 | 403 | 405 |
| Custody and safekeeping accounts | 14,919 | 14,403 | 13,372 | 13,358 | 3.6 | 16 | 603 | 268 | 5,595 | 8,436 |
| Other fiduciary and related services income | 983 | 916 | 841 | 978 | 7.3 | 16 | 89 | 121 | 284 | 473 |
| Total gross fiduciary and related services income | 37,525 | 35,871 | 33,405 | 32,889 | 4.6 | 495 | 2,378 | 2,605 | 14,280 | 17,766 |
| Less: Expenses | 35,126 | 33,144 | 30,649 | 30,776 | 6.0 | 341 | 1,813 | 2,005 | 15,104 | 15,863 |
| Less: Net losses from fiduciary and related services | 290 | 283 | 208 | 367 | 2.5 | 0 | 3 | 3 | 92 | 193 |
| Plus: Intracompany income credits for fiduciary and related services | 9,306 | 7,539 | 5,787 | 4,962 | 23.4 | 2 | 6 | 340 | 4,739 | 4,218 |
| Net fiduciary and related services income | 11,179 | 9,825 | 8,170 | 6,573 | 13.8 | 154 | 457 | 850 | 3,789 | 5,929 |
| Collective investment funds and common trust funds (market value) | | | | | | | | | | |
| Domestic equity funds | 615,673 | 718,199 | 636,516 | 558,173 | -14.3 | 5,874 | 219 | 15,871 | 458,276 | 135,432 |
| International/global equity funds | 202,917 | 230,397 | 186,627 | 188,974 | -11.9 | 1,686 | 5,709 | 3,611 | 136,355 | 55,555 |
| Stock/bond blend funds | 148,831 | 141,328 | 142,755 | 137,835 | 5.3 | 2,292 | 248 | 6,053 | 84,971 | 55,266 |
| Taxable bond funds | 125,119 | 148,520 | 149,992 | 146,148 | -15.8 | 763 | 1,632 | 2,375 | 3,387 | 116,962 |
| Municipal bond funds | 2,004 | 3,001 | 3,291 | 3,924 | -33.2 | 0 | 0 | 42 | 939 | 1,023 |
| Short-term investments/money market funds | 143,955 | 154,093 | 161,565 | 145,387 | -6.6 | 3,239 | 0 | 0 | 82,261 | 58,455 |
| Specialty/other funds | 58,833 | 56,774 | 56,067 | 52,694 | 3.6 | 0 | 282 | 5,819 | 2,303 | 50,430 |
| Total collective investment funds | 1,302,766 | 1,452,312 | 1,336,812 | 1,233,135 | -10.3 | 13,911 | 9,139 | 35,150 | 771,443 | 473,123 |

COMMUNITY BANK PERFORMANCE

Community banks are identified based on criteria defined in the FDIC's *Community Banking Study*. When comparing community bank performance across quarters, prior-quarter dollar amounts are based on community banks designated as such in the current quarter, adjusted for mergers. In contrast, prior-quarter performance ratios are based on community banks designated during the previous quarter.

Net Income Climbs \$2.7 Billion From a Year Earlier on Lower Income Taxes and Higher Net Interest Income

Loan and Lease Balances Grow 6.5 Percent Year Over Year

Net Interest Margin Expands to 3.78 Percent From a Year Earlier

Asset Quality Improves as Noncurrent and Net Charge-Off Rates Decline

Community Banks Report \$6.8 Billion in Net Income During Fourth Quarter

Results from 4,979 FDIC-insured community banks reflected an increase in fourth quarter net income of \$2.7 billion (65.1 percent) from a year earlier to \$6.8 billion. Lower income tax expense and higher net interest income contributed most to the improvement in earnings. Normalizing net income from fourth quarter 2017 and fourth quarter 2018 using the average tax rate for community banks before the 2017 tax law change, quarterly net income would have been \$6.1 billion, 11.2 percent higher than the \$5.4 billion reported in fourth quarter 2017.¹ Community banks earned a pretax return on assets (ROA) of 1.40 percent, up 10 basis points from the year-ago quarter and 25 basis points below that of noncommunity banks.

Full-Year Net Income Climbs \$5.9 Billion

Net income totaled \$26.1 billion during 2018, up \$5.9 billion (29.4 percent) compared with 2017. Only 3.41 percent of community banks were unprofitable in 2018, the lowest percentage of unprofitable community banks on record. A reduction in income tax expense of \$2.9 billion (37.1 percent) contributed most to the improvement in earnings. Normalizing net income from 2017 and 2018 using the average tax rate for community banks before the new tax law, net income would have been \$24.1 billion—10.7 percent higher than 2017.² The annual pretax ROA increased to 1.35 percent, up 7 basis points from a year earlier. An increase in net interest income of \$5.8 billion (8.3 percent) offset an increase in noninterest expense of \$3 billion (5.3 percent) year over year. An uptick in salary and benefit expenses of \$1.9 billion (5.9 percent) drove the increase in noninterest expense. However, the ratio of noninterest expenses to average assets of 2.75 percent is at its lowest level since 1989.

¹ This estimate of quarterly net income adjusts fourth quarters 2017 and 2018 by applying the average quarterly tax rate at community banks between fourth quarter 2011 and third quarter 2017 to income before taxes and discontinued operations.

² This estimate of full-year net income adjusts 2017 and 2018 by applying the average annual tax rate between 2011 and 2016 to income before taxes and discontinued operations.

Chart 1

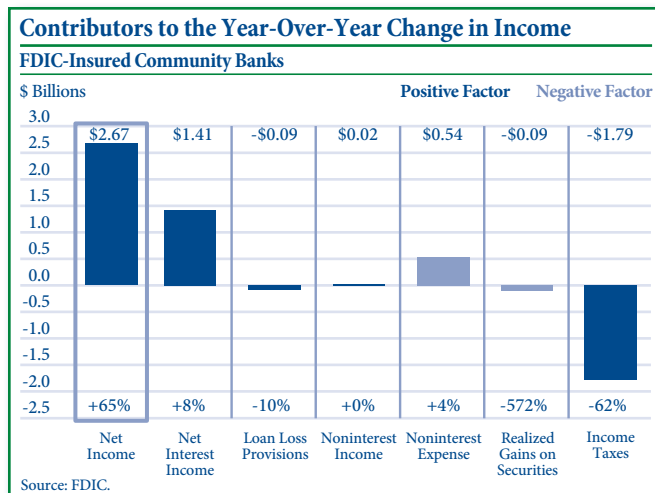
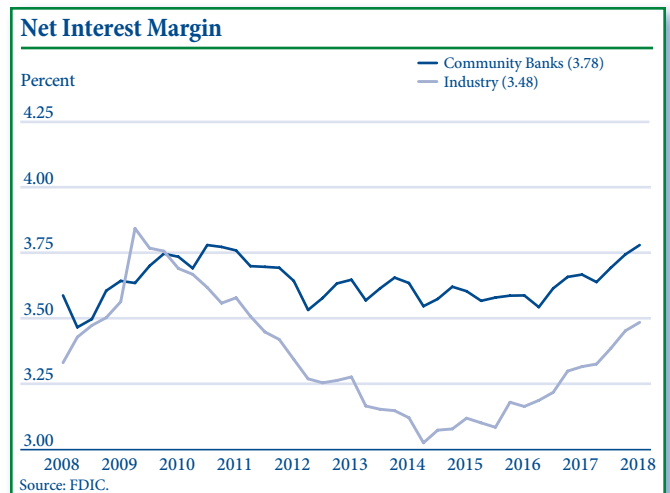


Chart 2



Community Banks Increase Net Operating Revenue by 6.2 Percent

Net operating revenue rose \$1.4 billion (6.2 percent) from a year ago primarily because of an increase in net interest income of \$1.4 billion (7.7 percent). An increase in other real estate loan income (up \$1.3 billion or 14.6 percent) contributed most to the increase in net interest income.³ Noninterest income of \$4.7 billion included an increase in other noninterest income of \$130.1 million (6.7 percent), which helped offset a 17.4 percent decline in income from loan sales. More than half of community banks (54 percent) reported higher noninterest income compared with fourth quarter 2017. An increase in earning asset yields outpaced an increase in average funding costs, supporting a 12 basis point expansion of the average net interest margin (NIM) to 3.78 percent. This ratio was 34 basis points above that of noncommunity banks.

Noninterest Expense Rises as Salary Expense Meets Increase in Average Assets

Noninterest expense of \$15.6 billion was \$540.2 million (3.6 percent) higher than the year-ago quarter. In contrast, noncommunity banks achieved a slight reduction in noninterest expense (0.27 percent) during the same period. Payroll expenses of \$8.9 billion (up 4.7 percent) rose in tandem with the number of full-time employees (up 0.8 percent) and the increase in quarterly average total assets per employee (up 3.9 percent). More than two-thirds of community banks (67.2 percent) reported higher noninterest expense compared with one year ago.

Loans and Leases Increase 1.5 Percent During Fourth Quarter 2018

Community banks raised loan and lease volume \$24.2 billion (up 1.5 percent) during the fourth quarter. Increases in nonfarm nonresidential loans of \$8.6 billion (1.8 percent), commercial and industrial (C&I) loans of \$6.4 billion (3 percent), 1–4 family residential real estate loans of \$4 billion (1 percent), and construction and development (C&D) loans of \$2.6 billion (2.3 percent) accounted for almost 90 percent of quarterly loan growth. Unfunded commitments increased \$2.8 billion (0.9 percent) during the quarter. Quarterly loan growth lifted the percentage of net loans and leases to total assets to 70.7 percent—the highest ratio on record.

Annual loan and lease growth totaled \$98.5 billion (up 6.5 percent) and brought year-end loan and lease volume to \$1.6 trillion. Increases in nonfarm nonresidential loans of \$34.9 billion (7.8 percent), 1–4 family residential real estate loans of \$18.3 billion (4.3 percent), C&I loans of \$16.9 billion (8.3 percent), C&D loans of \$9.4 billion (9 percent), and multifamily loans of \$9.2 billion (8.2 percent) contributed most to annual loan growth. Community banks made commitments to fund an additional \$24.6 billion (up 8.6 percent) in loans during 2018. C&I loan commitments increased \$9.9 billion (10.7 percent), which exceeded growth in commitments for C&D loans of \$7.4 billion (8.7 percent).

³ Other real estate loan income includes income from construction and development, farmland, multifamily, and nonfarm nonresidential loans.

Chart 3

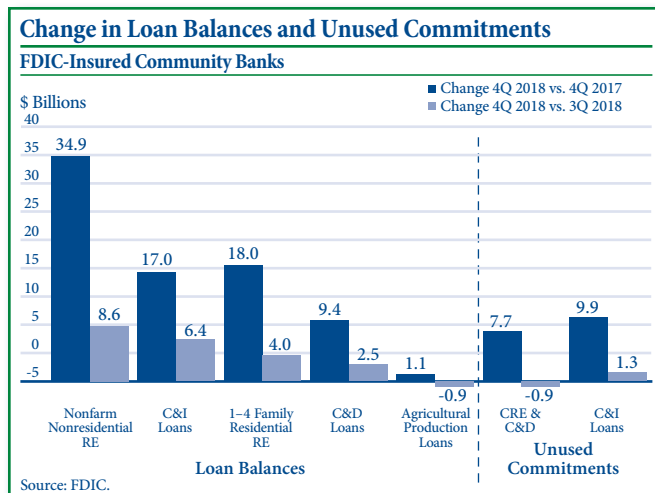
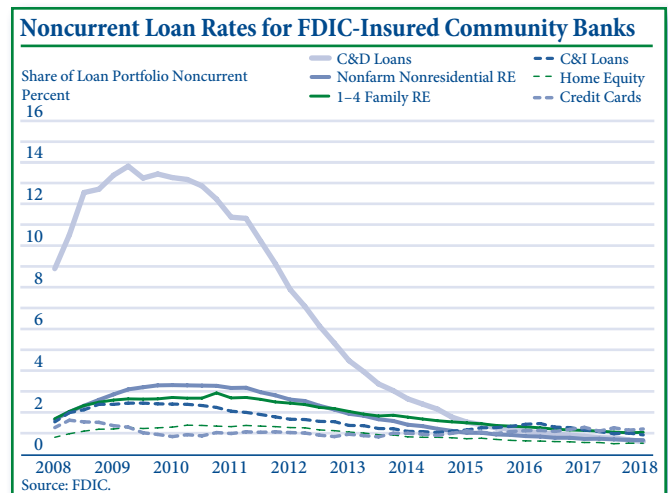


Chart 4



**Small Loans to Businesses
Grow 3.1 Percent Compared
With a Year Ago**

Community banks extended an additional \$9 billion in small loans to businesses during 2018, lifting the total to \$299.3 billion—3.1 percent higher than the year earlier. C&I loan growth of 4.5 percent and nonfarm nonresidential loan growth of 2.8 percent contributed most to the growth in small loans to businesses. Community banks hold 42.1 percent of the industry's small loans to businesses.

**Noncurrent Rate
Remains Low**

The rate of noncurrent loans declined 2 basis points during the quarter and 8 basis points from a year ago to 0.78 percent—the lowest it has been since 2007. The noncurrent rate for all major loan categories except 1–4 family residential loans declined during the quarter. The noncurrent rate for 1–4 family residential loans increased 1 basis point to 1.03 percent. The noncurrent rate for C&D loans (down 9 basis points to 0.59 percent) and for C&I loans (down 8 basis points to 0.91 percent) decreased the most among major loan categories.⁴ The 1.03 percent noncurrent rate for 1–4 family loans is the highest among major loan categories. The noncurrent rate for multifamily loans, which account for 7.5 percent of total loans, is at its lowest level since fourth quarter 1993. The noncurrent rate for farm loans of 1.11 percent increased 23 basis points since the year-ago quarter, continuing a year-over-year climb that began in fourth quarter 2016.

**Net Charge-Off Rate
Declines 8 Basis Points
From a Year Earlier**

The net charge-off rate for total loans declined 8 basis points to 0.14 percent compared with fourth quarter 2017. This rate was 43 basis points below that of noncommunity banks. The net charge-off rate declined for all major loan categories since the year-ago quarter. The net charge-off rate for C&I loans registered the greatest annual improvement (down 29 basis points to 0.36 percent year over year) despite a 9 basis point increase during the fourth quarter. The net charge-off rate for farm loans, which make up 7.9 percent of total loans and leases, increased 2 basis points since the year-ago quarter and 8 basis points during the quarter to 0.15 percent.

**Risk-Based Capital Ratios
Show Slight Decline**

Total equity capital increased \$6.7 billion (2.7 percent) during the fourth quarter. The total equity capital ratio increased by 17 basis points to 11.41 percent, while the leverage capital ratio increased 4 basis points to 11.09 percent. The total risk-based capital ratio declined 3 basis points to 15.76 percent, and the tier 1 risk-based capital ratio declined 3 basis points to 14.72 percent.

**Total Deposits Increase
1.7 Percent During the
Quarter**

Total Deposits increased \$30.2 billion to \$1.9 trillion during the fourth quarter. This growth included an increase in domestic interest-bearing deposits of \$26.1 billion (1.8 percent) and an increase in domestic noninterest-bearing deposits of \$4 billion (1 percent).

**One New Bank Opened in
Fourth Quarter 2018**

The number of FDIC-insured community banks declined by 65 to 4,979 during the quarter, including 64 mergers and consolidations. Five community banks voluntarily liquidated and four became noncommunity banks. Five noncommunity banks transitioned to community banks. One new community bank charter was opened during the quarter. No community banks failed.

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⁴ Major loan categories include C&D, nonfarm nonresidential, C&I, and 1–4 family residential.

TABLE I-B. Selected Indicators, FDIC-Insured Community Banks

| | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--|-------|-------|-------|-------|-------|-------|-------|
| Return on assets (%) | 1.19 | 0.96 | 0.99 | 0.99 | 0.93 | 0.90 | 0.83 |
| Return on equity (%) | 10.60 | 8.65 | 8.81 | 8.85 | 8.45 | 8.27 | 7.68 |
| Core capital (leverage) ratio (%) | 11.09 | 10.80 | 10.69 | 10.67 | 10.57 | 10.43 | 10.18 |
| Noncurrent assets plus other real estate owned to assets (%) | 0.69 | 0.78 | 0.94 | 1.07 | 1.34 | 1.73 | 2.27 |
| Net charge-offs to loans (%) | 0.12 | 0.16 | 0.16 | 0.15 | 0.21 | 0.32 | 0.58 |
| Asset growth rate (%) | 2.30 | 1.17 | 2.97 | 2.71 | 2.21 | 0.39 | 2.25 |
| Net interest margin (%) | 3.72 | 3.62 | 3.57 | 3.57 | 3.61 | 3.59 | 3.67 |
| Net operating income growth (%) | 28.35 | 0.14 | 2.42 | 9.54 | 4.81 | 14.64 | 56.17 |
| Number of institutions reporting | 4,979 | 5,228 | 5,461 | 5,735 | 6,037 | 6,307 | 6,542 |
| Percentage of unprofitable institutions (%) | 3.41 | 5.74 | 4.65 | 5.02 | 6.44 | 8.40 | 11.14 |

TABLE II-B. Aggregate Condition and Income Data, FDIC-Insured Community Banks

| (dollar figures in millions) | 4th Quarter 2018 | 3rd Quarter 2018 | 4th Quarter 2017 | %Change 17Q4-18Q4 | | |
|--|---------------------|---------------------|---------------------|----------------------|---------------------|----------------------|
| Number of institutions reporting | 4,979 | 5,044 | 5,228 | -4.8 | | |
| Total employees (full-time equivalent) | 412,579 | 411,511 | 417,393 | -1.2 | | |
| CONDITION DATA | | | | | | |
| Total assets | \$2,259,279 | \$2,222,307 | \$2,208,517 | 2.3 | | |
| Loans secured by real estate | 1,238,885 | 1,221,888 | 1,198,837 | 3.3 | | |
| 1-4 Family residential mortgages | 399,812 | 396,222 | 396,219 | 0.9 | | |
| Nonfarm nonresidential | 481,742 | 474,099 | 459,353 | 4.9 | | |
| Construction and development | 113,127 | 110,530 | 107,075 | 5.7 | | |
| Home equity lines | 48,270 | 48,665 | 50,038 | -3.5 | | |
| Commercial & industrial loans | 221,437 | 210,573 | 205,711 | 7.6 | | |
| Loans to individuals | 63,627 | 63,184 | 61,988 | 2.6 | | |
| Credit cards | 1,908 | 1,801 | 2,039 | -6.4 | | |
| Farm loans | 52,756 | 53,722 | 51,664 | 2.1 | | |
| Other loans & leases | 40,153 | 39,749 | 38,918 | 3.2 | | |
| Less: Unearned income | 651 | 656 | 706 | -7.8 | | |
| Total loans & leases | 1,616,206 | 1,588,461 | 1,556,411 | 3.8 | | |
| Less: Reserve for losses | 18,431 | 18,271 | 18,123 | 1.7 | | |
| Net loans and leases | 1,597,775 | 1,570,190 | 1,538,289 | 3.9 | | |
| Securities | 396,519 | 396,654 | 409,786 | -3.2 | | |
| Other real estate owned | 3,051 | 3,267 | 3,921 | -22.2 | | |
| Goodwill and other intangibles | 17,497 | 15,600 | 13,700 | 27.7 | | |
| All other assets | 244,438 | 236,596 | 242,821 | 0.7 | | |
| Total liabilities and capital | 2,259,279 | 2,222,307 | 2,208,517 | 2.3 | | |
| Deposits | 1,854,566 | 1,823,189 | 1,809,803 | 2.5 | | |
| Domestic office deposits | 1,853,858 | 1,822,598 | 1,809,313 | 2.5 | | |
| Foreign office deposits | 708 | 591 | 490 | 44.7 | | |
| Brokered deposits | 77,561 | 73,120 | 91,087 | -14.8 | | |
| Estimated insured deposits | 1,344,000 | 1,331,166 | 1,331,270 | 1.0 | | |
| Other borrowed funds | 128,889 | 131,605 | 136,156 | -5.3 | | |
| Subordinated debt | 791 | 624 | 864 | -8.5 | | |
| All other liabilities | 17,060 | 16,997 | 15,951 | 7.0 | | |
| Total equity capital (includes minority interests) | 257,973 | 249,892 | 245,744 | 5.0 | | |
| Bank equity capital | 257,894 | 249,783 | 245,621 | 5.0 | | |
| Loans and leases 30-89 days past due | 8,650 | 7,778 | 8,376 | 3.3 | | |
| Noncurrent loans and leases | 12,589 | 12,747 | 13,321 | -5.5 | | |
| Restructured loans and leases | 6,390 | 6,496 | 7,032 | -9.1 | | |
| Mortgage-backed securities | 174,441 | 174,560 | 174,409 | 0.0 | | |
| Earning assets | 2,104,202 | 2,073,075 | 2,058,450 | 2.2 | | |
| FHLB Advances | 105,149 | 109,266 | 111,892 | -6.0 | | |
| Unused loan commitments | 310,580 | 306,319 | 292,389 | 6.2 | | |
| Trust assets | 303,344 | 296,616 | 347,351 | -12.7 | | |
| Assets securitized and sold | 13,060 | 14,891 | 24,076 | -45.8 | | |
| Notional amount of derivatives | 74,753 | 75,823 | 67,382 | 10.9 | | |
| INCOME DATA | Full Year 2018 | Full Year 2017 | %Change | 4th Quarter 2018 | 4th Quarter 2017 | %Change 17Q4-18Q4 |
| Total interest income | \$90,343 | \$82,472 | 9.5 | \$24,063 | \$21,557 | 11.6 |
| Total interest expense | 14,545 | 10,348 | 40.6 | 4,385 | 2,859 | 53.4 |
| Net interest income | 75,798 | 72,123 | 5.1 | 19,678 | 18,698 | 5.2 |
| Provision for loan and lease losses | 2,901 | 3,157 | -8.1 | 766 | 869 | -11.8 |
| Total noninterest income | 18,367 | 18,796 | -2.3 | 4,655 | 4,812 | -3.3 |
| Total noninterest expense | 60,227 | 59,319 | 1.5 | 15,637 | 15,529 | 0.7 |
| Securities gains (losses) | 40 | 353 | -88.8 | -77 | 25 | N/M |
| Applicable income taxes | 4,960 | 8,199 | -39.5 | 1,083 | 3,063 | -64.6 |
| Extraordinary gains, net* | 3 | 2 | N/M | 0 | -2 | N/M |
| Total net income (includes minority interests) | 26,120 | 20,599 | 26.8 | 6,769 | 4,071 | 66.3 |
| Bank net income | 26,109 | 20,576 | 26.9 | 6,768 | 4,066 | 66.4 |
| Net charge-offs | 1,916 | 2,408 | -20.4 | 570 | 842 | -32.3 |
| Cash dividends | 11,471 | 10,016 | 14.5 | 3,572 | 3,037 | 17.6 |
| Retained earnings | 14,638 | 10,560 | 38.6 | 3,196 | 1,030 | 210.4 |
| Net operating income | 26,091 | 20,328 | 28.3 | 6,839 | 4,050 | 68.9 |

* See Notes to Users for explanation.

N/M - Not Meaningful

TABLE II-B. Aggregate Condition and Income Data, FDIC-Insured Community Banks
Prior Periods Adjusted for Mergers

| (dollar figures in millions) | 4th Quarter 2018 | 3rd Quarter 2018 | 4th Quarter 2017 | %Change 17Q4-18Q4 | | |
|--|---------------------|---------------------|---------------------|----------------------|---------------------|----------------------|
| Number of institutions reporting | 4,979 | 4,978 | 4,973 | 0.1 | | |
| Total employees (full-time equivalent) | 412,579 | 412,264 | 409,187 | 0.8 | | |
| CONDITION DATA | | | | | | |
| Total assets | \$2,259,279 | \$2,223,723 | \$2,154,822 | 4.8 | | |
| Loans secured by real estate | 1,238,885 | 1,220,687 | 1,163,101 | 6.5 | | |
| 1-4 Family residential mortgages | 399,812 | 395,854 | 381,853 | 4.7 | | |
| Nonfarm nonresidential | 481,742 | 473,187 | 446,881 | 7.8 | | |
| Construction and development | 113,127 | 110,603 | 103,751 | 9.0 | | |
| Home equity lines | 48,270 | 48,062 | 47,951 | 0.7 | | |
| Commercial & industrial loans | 221,437 | 215,045 | 204,486 | 8.3 | | |
| Loans to individuals | 63,627 | 63,377 | 60,289 | 5.5 | | |
| Credit cards | 1,908 | 1,858 | 1,917 | -0.5 | | |
| Farm loans | 52,756 | 53,626 | 51,699 | 2.0 | | |
| Other loans & leases | 40,153 | 39,975 | 38,791 | 3.5 | | |
| Less: Unearned income | 651 | 664 | 682 | -4.5 | | |
| Total loans & leases | 1,616,206 | 1,592,045 | 1,517,686 | 6.5 | | |
| Less: Reserve for losses | 18,431 | 18,327 | 17,781 | 3.7 | | |
| Net loans and leases | 1,597,775 | 1,573,718 | 1,499,905 | 6.5 | | |
| Securities | 396,519 | 393,707 | 399,835 | -0.8 | | |
| Other real estate owned | 3,051 | 3,253 | 3,817 | -20.1 | | |
| Goodwill and other intangibles | 17,497 | 16,880 | 14,845 | 17.9 | | |
| All other assets | 244,438 | 236,165 | 236,420 | 3.4 | | |
| Total liabilities and capital | 2,259,279 | 2,223,723 | 2,154,822 | 4.8 | | |
| Deposits | 1,854,566 | 1,824,344 | 1,768,343 | 4.9 | | |
| Domestic office deposits | 1,853,858 | 1,823,751 | 1,767,831 | 4.9 | | |
| Foreign office deposits | 708 | 592 | 512 | 38.2 | | |
| Brokered deposits | 77,561 | 76,114 | 89,996 | -13.8 | | |
| Estimated insured deposits | 1,344,000 | 1,329,936 | 1,300,565 | 3.3 | | |
| Other borrowed funds | 128,889 | 129,950 | 128,149 | 0.6 | | |
| Subordinated debt | 791 | 797 | 771 | 2.6 | | |
| All other liabilities | 17,060 | 17,343 | 15,807 | 7.9 | | |
| Total equity capital (includes minority interests) | 257,973 | 251,290 | 241,752 | 6.7 | | |
| Bank equity capital | 257,894 | 251,179 | 241,644 | 6.7 | | |
| Loans and leases 30-89 days past due | 8,650 | 7,798 | 8,267 | 4.6 | | |
| Noncurrent loans and leases | 12,589 | 12,871 | 13,186 | -4.5 | | |
| Restructured loans and leases | 6,390 | 6,453 | 6,867 | -7.0 | | |
| Mortgage-backed securities | 174,441 | 172,299 | 169,951 | 2.6 | | |
| Earning assets | 2,104,202 | 2,072,485 | 2,006,245 | 4.9 | | |
| FHLB Advances | 105,149 | 107,054 | 103,642 | 1.5 | | |
| Unused loan commitments | 310,580 | 307,824 | 286,014 | 8.6 | | |
| Trust assets | 303,344 | 282,870 | 307,030 | -1.2 | | |
| Assets securitized and sold | 13,060 | 14,891 | 18,999 | -31.3 | | |
| Notional amount of derivatives | 74,753 | 76,418 | 65,559 | 14.0 | | |
| | Full Year 2018 | Full Year 2017 | %Change | 4th Quarter 2018 | 4th Quarter 2017 | %Change 17Q4-18Q4 |
| INCOME DATA | | | | | | |
| Total interest income | \$90,343 | \$79,875 | 13.1 | \$24,063 | \$21,016 | 14.5 |
| Total interest expense | 14,545 | 9,871 | 47.3 | 4,385 | 2,747 | 59.6 |
| Net interest income | 75,798 | 70,004 | 8.3 | 19,678 | 18,269 | 7.7 |
| Provision for loan and lease losses | 2,901 | 3,085 | -6.0 | 766 | 855 | -10.4 |
| Total noninterest income | 18,367 | 18,031 | 1.9 | 4,655 | 4,638 | 0.4 |
| Total noninterest expense | 60,227 | 57,217 | 5.3 | 15,637 | 15,096 | 3.6 |
| Securities gains (losses) | 40 | 340 | -88.4 | -77 | 16 | N/M |
| Applicable income taxes | 4,960 | 7,883 | -37.1 | 1,083 | 2,868 | -62.2 |
| Extraordinary gains, net* | 3 | 2 | N/M | 0 | -2 | N/M |
| Total net income (includes minority interests) | 26,120 | 20,192 | 29.4 | 6,769 | 4,102 | 65.0 |
| Bank net income | 26,109 | 20,178 | 29.4 | 6,768 | 4,098 | 65.1 |
| Net charge-offs | 1,916 | 2,330 | -17.8 | 570 | 822 | -30.7 |
| Cash dividends | 11,471 | 9,702 | 18.2 | 3,572 | 2,874 | 24.3 |
| Retained earnings | 14,638 | 10,475 | 39.7 | 3,196 | 1,224 | 161.0 |
| Net operating income | 26,091 | 19,932 | 30.9 | 6,839 | 4,087 | 67.3 |

* See Notes to Users for explanation.

N/M - Not Meaningful

TABLE III-B. Aggregate Condition and Income Data by Geographic Region, FDIC-Insured Community Banks

| Fourth Quarter 2018 (dollar figures in millions) | All Community Banks | Geographic Regions* | | | | | |
|---|---------------------|---------------------|-----------|-----------|-------------|-----------|---------------|
| | | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| Number of institutions reporting | 4,979 | 571 | 575 | 1,094 | 1,325 | 1,103 | 311 |
| Total employees (full-time equivalent) | 412,579 | 85,663 | 46,852 | 86,721 | 71,552 | 88,892 | 32,899 |
| CONDITION DATA | | | | | | | |
| Total assets | \$2,259,279 | \$626,187 | \$232,592 | \$410,281 | \$369,497 | \$415,988 | \$204,734 |
| Loans secured by real estate | 1,238,885 | 392,296 | 128,254 | 213,810 | 181,774 | 209,124 | 113,628 |
| 1-4 Family residential mortgages | 399,812 | 142,274 | 40,051 | 70,717 | 54,008 | 64,860 | 27,902 |
| Nonfarm nonresidential | 481,742 | 141,730 | 56,388 | 80,811 | 61,568 | 87,402 | 53,842 |
| Construction and development | 113,127 | 25,883 | 14,363 | 16,604 | 16,224 | 29,828 | 10,225 |
| Home equity lines | 48,270 | 16,009 | 6,523 | 10,280 | 5,430 | 5,009 | 5,019 |
| Commercial & industrial loans | 221,437 | 54,852 | 20,046 | 47,003 | 38,027 | 42,511 | 18,997 |
| Loans to individuals | 63,627 | 16,196 | 6,450 | 12,518 | 10,922 | 12,582 | 4,959 |
| Credit cards | 1,908 | 422 | 154 | 290 | 587 | 236 | 220 |
| Farm loans | 52,756 | 640 | 1,339 | 8,859 | 29,683 | 9,406 | 2,829 |
| Other loans & leases | 40,153 | 11,673 | 3,493 | 7,787 | 6,813 | 6,572 | 3,816 |
| Less: Unearned income | 651 | 178 | 98 | 48 | 103 | 125 | 99 |
| Total loans & leases | 1,616,206 | 475,478 | 159,483 | 289,929 | 267,116 | 280,070 | 144,130 |
| Less: Reserve for losses | 18,431 | 4,645 | 1,788 | 3,319 | 3,473 | 3,408 | 1,798 |
| Net loans and leases | 1,597,775 | 470,833 | 157,695 | 286,610 | 263,643 | 276,662 | 142,332 |
| Securities | 396,519 | 95,974 | 43,114 | 74,552 | 64,853 | 83,617 | 34,407 |
| Other real estate owned | 3,051 | 551 | 617 | 565 | 511 | 647 | 159 |
| Goodwill and other intangibles | 17,497 | 5,130 | 1,380 | 4,216 | 2,342 | 2,993 | 1,437 |
| All other assets | 244,438 | 53,699 | 29,786 | 44,338 | 38,148 | 52,068 | 26,399 |
| Total liabilities and capital | 2,259,279 | 626,187 | 232,592 | 410,281 | 369,497 | 415,988 | 204,734 |
| Deposits | 1,854,566 | 494,597 | 194,751 | 336,960 | 305,977 | 351,756 | 170,524 |
| Domestic office deposits | 1,853,858 | 494,041 | 194,750 | 336,863 | 305,977 | 351,756 | 170,470 |
| Foreign office deposits | 708 | 556 | 1 | 97 | 0 | 0 | 54 |
| Brokered deposits | 77,561 | 25,531 | 5,103 | 14,159 | 14,077 | 9,966 | 8,724 |
| Estimated insured deposits | 1,344,000 | 345,482 | 141,764 | 260,045 | 235,487 | 248,468 | 112,753 |
| Other borrowed funds | 128,889 | 53,385 | 9,989 | 22,469 | 20,206 | 14,219 | 8,622 |
| Subordinated debt | 791 | 499 | 15 | 209 | 10 | 42 | 15 |
| All other liabilities | 17,060 | 5,880 | 1,592 | 3,231 | 2,215 | 2,434 | 1,709 |
| Total equity capital (includes minority interests) | 257,973 | 71,826 | 26,245 | 47,412 | 41,089 | 47,536 | 23,864 |
| Bank equity capital | 257,894 | 71,792 | 26,241 | 47,393 | 41,088 | 47,516 | 23,864 |
| Loans and leases 30-89 days past due | 8,650 | 2,114 | 1,106 | 1,612 | 1,397 | 1,994 | 427 |
| Noncurrent loans and leases | 12,589 | 3,932 | 1,239 | 2,405 | 1,905 | 2,422 | 686 |
| Restructured loans and leases | 6,390 | 2,112 | 660 | 1,444 | 930 | 837 | 406 |
| Mortgage-backed securities | 174,441 | 54,035 | 19,348 | 29,513 | 22,411 | 32,131 | 17,004 |
| Earning assets | 2,104,202 | 587,620 | 215,518 | 379,733 | 344,060 | 385,236 | 192,035 |
| FHLB Advances | 105,149 | 47,513 | 8,305 | 16,572 | 15,331 | 11,174 | 6,255 |
| Unused loan commitments | 310,580 | 84,011 | 28,223 | 58,623 | 55,130 | 53,624 | 30,969 |
| Trust assets | 303,344 | 73,534 | 11,992 | 69,688 | 93,121 | 44,970 | 10,039 |
| Assets securitized and sold | 13,060 | 7,499 | 72 | 1,523 | 2,650 | 903 | 413 |
| Notional amount of derivatives | 74,753 | 35,022 | 6,066 | 16,527 | 9,581 | 5,225 | 2,331 |
| INCOME DATA | | | | | | | |
| Total interest income | \$24,063 | \$6,383 | \$2,523 | \$4,261 | \$3,960 | \$4,638 | \$2,299 |
| Total interest expense | 4,385 | 1,436 | 415 | 737 | 736 | 737 | 325 |
| Net interest income | 19,678 | 4,947 | 2,108 | 3,524 | 3,224 | 3,901 | 1,974 |
| Provision for loan and lease losses | 766 | 181 | 78 | 120 | 149 | 176 | 61 |
| Total noninterest income | 4,655 | 1,003 | 434 | 1,254 | 754 | 872 | 337 |
| Total noninterest expense | 15,637 | 3,806 | 1,753 | 3,035 | 2,545 | 3,108 | 1,389 |
| Securities gains (losses) | -77 | -14 | -17 | -11 | -8 | -17 | -9 |
| Applicable income taxes | 1,083 | 327 | 66 | 254 | 152 | 124 | 160 |
| Extraordinary gains, net** | 0 | -1 | 0 | 0 | 0 | 0 | 0 |
| Total net income (includes minority interests) | 6,769 | 1,620 | 628 | 1,357 | 1,123 | 1,348 | 693 |
| Bank net income | 6,768 | 1,619 | 628 | 1,357 | 1,123 | 1,349 | 693 |
| Net charge-offs | 570 | 112 | 63 | 109 | 115 | 138 | 33 |
| Cash dividends | 3,572 | 444 | 305 | 894 | 726 | 872 | 331 |
| Retained earnings | 3,196 | 1,174 | 323 | 463 | 398 | 477 | 361 |
| Net operating income | 6,839 | 1,633 | 642 | 1,368 | 1,131 | 1,364 | 701 |

* See Table V-A for explanation.

** See Notes to Users for explanation.

Table IV-B. Fourth Quarter 2018, FDIC-Insured Community Banks

| Performance ratios (annualized, %) | All Community Banks | | Fourth Quarter 2018, Geographic Regions* | | | | | |
|--|---------------------|------------------|--|---------|---------|-------------|--------|---------------|
| | 4th Quarter 2018 | 3rd Quarter 2018 | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| Yield on earning assets | 4.62 | 4.49 | 4.39 | 4.73 | 4.53 | 4.65 | 4.86 | 4.84 |
| Cost of funding earning assets | 0.84 | 0.75 | 0.99 | 0.78 | 0.78 | 0.86 | 0.77 | 0.68 |
| Net interest margin | 3.78 | 3.74 | 3.40 | 3.95 | 3.75 | 3.79 | 4.09 | 4.15 |
| Noninterest income to assets | 0.83 | 0.84 | 0.65 | 0.75 | 1.23 | 0.83 | 0.85 | 0.67 |
| Noninterest expense to assets | 2.80 | 2.73 | 2.45 | 3.04 | 2.99 | 2.79 | 3.02 | 2.74 |
| Loan and lease loss provision to assets | 0.14 | 0.11 | 0.12 | 0.14 | 0.12 | 0.16 | 0.17 | 0.12 |
| Net operating income to assets | 1.22 | 1.24 | 1.05 | 1.11 | 1.35 | 1.24 | 1.32 | 1.38 |
| Pretax return on assets | 1.40 | 1.48 | 1.25 | 1.20 | 1.59 | 1.40 | 1.43 | 1.68 |
| Return on assets | 1.21 | 1.24 | 1.04 | 1.09 | 1.34 | 1.23 | 1.31 | 1.37 |
| Return on equity | 10.66 | 11.05 | 9.15 | 9.73 | 11.62 | 11.07 | 11.57 | 11.79 |
| Net charge-offs to loans and leases | 0.14 | 0.10 | 0.10 | 0.16 | 0.15 | 0.17 | 0.20 | 0.09 |
| Loan and lease loss provision to net charge-offs | 134.49 | 152.03 | 161.39 | 123.83 | 110.64 | 130.05 | 127.65 | 186.69 |
| Efficiency ratio | 63.89 | 62.71 | 63.64 | 68.39 | 63.12 | 63.56 | 64.81 | 59.80 |
| Net interest income to operating revenue | 80.87 | 80.53 | 83.15 | 82.92 | 73.75 | 81.05 | 81.73 | 85.40 |
| % of unprofitable institutions | 6.91 | 3.79 | 5.43 | 8.35 | 6.49 | 7.40 | 7.07 | 5.79 |
| % of institutions with earnings gains | 73.11 | 71.57 | 84.76 | 77.74 | 71.21 | 66.72 | 71.80 | 81.67 |

Table V-B. Full Year 2018, FDIC-Insured Community Banks

| Performance ratios (%) | All Community Banks | | Full Year 2018, Geographic Regions* | | | | | |
|--|---------------------|----------------|-------------------------------------|---------|---------|-------------|--------|---------------|
| | Full Year 2018 | Full Year 2017 | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| Yield on earning assets | 4.43 | 4.14 | 4.23 | 4.53 | 4.34 | 4.46 | 4.65 | 4.63 |
| Cost of funding earning assets | 0.71 | 0.52 | 0.85 | 0.65 | 0.66 | 0.73 | 0.64 | 0.58 |
| Net interest margin | 3.72 | 3.62 | 3.38 | 3.87 | 3.68 | 3.73 | 4.00 | 4.05 |
| Noninterest income to assets | 0.84 | 0.88 | 0.64 | 0.78 | 1.21 | 0.83 | 0.88 | 0.69 |
| Noninterest expense to assets | 2.75 | 2.77 | 2.45 | 2.99 | 2.96 | 2.70 | 2.95 | 2.71 |
| Loan and lease loss provision to assets | 0.13 | 0.15 | 0.14 | 0.12 | 0.11 | 0.15 | 0.15 | 0.12 |
| Net operating income to assets | 1.19 | 0.95 | 0.98 | 1.07 | 1.29 | 1.28 | 1.34 | 1.32 |
| Pretax return on assets | 1.42 | 1.35 | 1.25 | 1.27 | 1.55 | 1.46 | 1.49 | 1.65 |
| Return on assets | 1.19 | 0.96 | 0.99 | 1.07 | 1.29 | 1.28 | 1.33 | 1.32 |
| Return on equity | 10.60 | 8.65 | 8.76 | 9.66 | 11.27 | 11.57 | 11.90 | 11.51 |
| Net charge-offs to loans and leases | 0.12 | 0.16 | 0.13 | 0.11 | 0.10 | 0.12 | 0.16 | 0.09 |
| Loan and lease loss provision to net charge-offs | 151.41 | 131.12 | 138.74 | 151.29 | 150.74 | 164.99 | 144.41 | 204.98 |
| Efficiency ratio | 63.61 | 64.86 | 63.78 | 67.87 | 63.63 | 62.31 | 63.87 | 60.13 |
| Net interest income to operating revenue | 80.50 | 79.33 | 83.15 | 82.05 | 73.88 | 80.72 | 80.79 | 84.61 |
| % of unprofitable institutions | 3.41 | 5.74 | 4.03 | 5.57 | 3.47 | 2.34 | 2.72 | 5.14 |
| % of institutions with earnings gains | 78.93 | 55.16 | 86.34 | 83.83 | 75.69 | 75.17 | 78.88 | 83.92 |

* See Table V-A for explanation.

Table VI-B. Loan Performance, FDIC-Insured Community Banks

| December 31, 2018 | | Geographic Regions* | | | | | |
|--|-----------|---------------------|----------|---------|---------|-------------|---------|
| | | All Community Banks | New York | Atlanta | Chicago | Kansas City | Dallas |
| Percent of Loans 30-89 Days Past Due | | | | | | | |
| All loans secured by real estate | 0.50 | 0.42 | 0.64 | 0.58 | 0.49 | 0.65 | 0.21 |
| Construction and development | 0.39 | 0.43 | 0.34 | 0.43 | 0.40 | 0.43 | 0.18 |
| Nonfarm nonresidential | 0.30 | 0.28 | 0.33 | 0.35 | 0.29 | 0.39 | 0.14 |
| Multifamily residential real estate | 0.14 | 0.11 | 0.25 | 0.21 | 0.21 | 0.13 | 0.02 |
| Home equity loans | 0.48 | 0.53 | 0.60 | 0.44 | 0.29 | 0.58 | 0.36 |
| Other 1-4 family residential | 0.86 | 0.68 | 1.26 | 1.01 | 0.73 | 1.16 | 0.39 |
| Commercial and industrial loans | 0.48 | 0.29 | 0.76 | 0.41 | 0.53 | 0.61 | 0.50 |
| Loans to individuals | 1.49 | 1.64 | 1.73 | 0.94 | 1.07 | 2.27 | 1.02 |
| Credit card loans | 2.43 | 2.50 | 1.40 | 0.95 | 3.76 | 1.54 | 2.39 |
| Other loans to individuals | 1.46 | 1.61 | 1.73 | 0.94 | 0.92 | 2.29 | 0.96 |
| All other loans and leases (including farm) | 0.46 | 0.24 | 0.33 | 0.33 | 0.53 | 0.57 | 0.60 |
| Total loans and leases | 0.54 | 0.44 | 0.69 | 0.56 | 0.52 | 0.71 | 0.30 |
| Percent of Loans Noncurrent** | | | | | | | |
| All loans secured by real estate | 0.77 | 0.83 | 0.78 | 0.89 | 0.67 | 0.79 | 0.40 |
| Construction and development | 0.59 | 0.63 | 0.72 | 0.66 | 0.65 | 0.44 | 0.53 |
| Nonfarm nonresidential | 0.66 | 0.73 | 0.63 | 0.72 | 0.63 | 0.76 | 0.28 |
| Multifamily residential real estate | 0.19 | 0.18 | 0.22 | 0.29 | 0.14 | 0.30 | 0.06 |
| Home equity loans | 0.51 | 0.59 | 0.52 | 0.51 | 0.28 | 0.48 | 0.50 |
| Other 1-4 family residential | 1.03 | 1.23 | 1.01 | 1.20 | 0.61 | 0.99 | 0.61 |
| Commercial and industrial loans | 0.91 | 1.07 | 0.75 | 0.71 | 0.94 | 1.05 | 0.80 |
| Loans to individuals | 0.68 | 0.46 | 0.72 | 0.35 | 0.43 | 1.56 | 0.44 |
| Credit card loans | 1.19 | 1.23 | 0.84 | 0.53 | 1.79 | 0.57 | 1.31 |
| Other loans to individuals | 0.66 | 0.44 | 0.71 | 0.34 | 0.36 | 1.58 | 0.40 |
| All other loans and leases (including farm) | 0.70 | 0.29 | 0.87 | 0.74 | 0.76 | 0.76 | 0.82 |
| Total loans and leases | 0.78 | 0.83 | 0.78 | 0.83 | 0.71 | 0.86 | 0.48 |
| Percent of Loans Charged-Off (net, YTD) | | | | | | | |
| All loans secured by real estate | 0.03 | 0.04 | 0.04 | 0.04 | 0.03 | 0.03 | -0.02 |
| Construction and development | 0.00 | 0.03 | 0.08 | -0.03 | -0.02 | 0.03 | -0.16 |
| Nonfarm nonresidential | 0.04 | 0.04 | 0.03 | 0.06 | 0.06 | 0.03 | 0.00 |
| Multifamily residential real estate | -0.01 | 0.00 | -0.09 | -0.03 | 0.00 | 0.03 | 0.00 |
| Home equity loans | 0.02 | 0.04 | 0.04 | 0.03 | -0.02 | 0.05 | -0.04 |
| Other 1-4 family residential | 0.04 | 0.05 | 0.04 | 0.04 | 0.03 | 0.03 | -0.02 |
| Commercial and industrial loans | 0.38 | 0.58 | 0.29 | 0.27 | 0.24 | 0.46 | 0.25 |
| Loans to individuals | 0.95 | 0.89 | 0.97 | 0.46 | 1.08 | 1.09 | 1.67 |
| Credit card loans | 6.50 | 4.17 | 2.10 | 1.55 | 14.89 | 1.71 | 3.42 |
| Other loans to individuals | 0.77 | 0.79 | 0.95 | 0.43 | 0.29 | 1.07 | 1.59 |
| All other loans and leases (including farm) | 0.21 | 0.13 | 0.21 | 0.23 | 0.18 | 0.25 | 0.31 |
| Total loans and leases | 0.12 | 0.13 | 0.11 | 0.10 | 0.12 | 0.16 | 0.09 |
| Loans Outstanding (in billions) | | | | | | | |
| All loans secured by real estate | \$1,238.9 | \$392.3 | \$128.3 | \$213.8 | \$181.8 | \$209.1 | \$113.6 |
| Construction and development | 113.1 | 25.9 | 14.4 | 16.6 | 16.2 | 29.8 | 10.2 |
| Nonfarm nonresidential | 481.7 | 141.7 | 56.4 | 80.8 | 61.6 | 87.4 | 53.8 |
| Multifamily residential real estate | 120.5 | 63.9 | 6.5 | 17.9 | 11.0 | 8.1 | 13.0 |
| Home equity loans | 48.3 | 16.0 | 6.5 | 10.3 | 5.4 | 5.0 | 5.0 |
| Other 1-4 family residential | 399.8 | 142.3 | 40.1 | 70.7 | 54.0 | 64.9 | 27.9 |
| Commercial and industrial loans | 221.4 | 54.9 | 20.0 | 47.0 | 38.0 | 42.5 | 19.0 |
| Loans to individuals | 63.6 | 16.2 | 6.4 | 12.5 | 10.9 | 12.6 | 5.0 |
| Credit card loans | 1.9 | 0.4 | 0.2 | 0.3 | 0.6 | 0.2 | 0.2 |
| Other loans to individuals | 61.7 | 15.8 | 6.3 | 12.2 | 10.3 | 12.3 | 4.7 |
| All other loans and leases (including farm) | 92.9 | 12.3 | 4.8 | 16.6 | 36.5 | 16.0 | 6.6 |
| Total loans and leases | 1,616.9 | 475.7 | 159.6 | 290.0 | 267.2 | 280.2 | 144.2 |
| Memo: Unfunded Commitments (in millions) | | | | | | | |
| Total Unfunded Commitments | 310,580 | 84,011 | 28,223 | 58,623 | 55,130 | 53,624 | 30,969 |
| Construction and development: 1-4 family residential | 25,913 | 5,456 | 3,506 | 3,151 | 3,325 | 7,464 | 3,012 |
| Construction and development: CRE and other | 65,595 | 20,125 | 6,871 | 10,996 | 8,907 | 13,154 | 5,542 |
| Commercial and industrial | 102,378 | 27,343 | 7,458 | 22,825 | 17,183 | 17,504 | 10,065 |

* See Table V-A for explanation.

** Noncurrent loan rates represent the percentage of loans in each category that are past due 90 days or more or that are in nonaccrual status.