

# FDIC State Profile

California

## Second Quarter 2009

### ECONOMIC INDICATORS (Change from year ago, unless noted)

<b>Employment Growth Rates</b>	<b>Q2-09</b>	<b>Q1-09</b>	<b>Q2-08</b>	<b>2008</b>	<b>2007</b>
Total Nonfarm (share of trailing four quarter employment in parentheses)	-4.8%	-3.8%	-0.4%	-1.2%	0.8%
Manufacturing (9%)	-8.4%	-6.3%	-2.0%	-2.7%	-1.7%
Other (non-manufacturing) Goods-Producing (5%)	-18.3%	-16.8%	-10.6%	-11.4%	-4.1%
Private Service-Producing (68%)	-4.4%	-3.2%	0.3%	-0.6%	1.3%
Government (17%)	-0.5%	-0.2%	1.3%	1.0%	1.7%
Unemployment Rate (% of labor force)	11.4%	10.6%	6.8%	7.2%	5.4%
<b>Other Indicators</b>	<b>Q2-09</b>	<b>Q1-09</b>	<b>Q2-08</b>	<b>2008</b>	<b>2007</b>
Single-Family Home Permits	-30.8%	-48.1%	-48.0%	-51.9%	-35.2%
Multifamily Building Permits	-82.3%	-58.7%	-2.0%	-28.3%	-22.5%
Home Price Index	-12.6%	-15.9%	-17.3%	-17.1%	-4.6%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	5.53	4.43	3.36	3.45	1.90

### BANKING TRENDS

<b>General Information</b>	<b>Q2-09</b>	<b>Q1-09</b>	<b>Q2-08</b>	<b>2008</b>	<b>2007</b>
Institutions (#)	307	310	313	311	312
Total Assets (in millions)	463,292	463,507	456,185	458,462	452,353
New Institutions (# < 3 years)	52	55	62	56	71
Subchapter S Institutions	23	23	23	23	26
<b>Asset Quality</b>	<b>Q2-09</b>	<b>Q1-09</b>	<b>Q2-08</b>	<b>2008</b>	<b>2007</b>
Past-Due and Nonaccrual Loans / Total Loans (median %)	3.74	3.55	1.59	2.96	0.97
Noncurrent Loans / Total Loans (median %)	2.60	2.26	0.79	1.80	0.24
ALLL/Total Loans (median %)	1.81	1.70	1.30	1.57	1.25
ALLL/Noncurrent Loans (median multiple)	0.63	0.67	0.91	0.74	1.45
Net Loan Losses / Total Loans (median %)	0.69	0.38	0.12	0.46	0.01
<b>Capital / Earnings</b>	<b>Q2-09</b>	<b>Q1-09</b>	<b>Q2-08</b>	<b>2008</b>	<b>2007</b>
Tier 1 Leverage (median %)	10.40	10.78	10.77	10.64	11.08
Return on Assets (median %)	-0.19	0.03	0.31	-0.07	0.71
Pretax Return on Assets (median %)	-0.33	-0.02	0.45	-0.15	1.08
Net Interest Margin (median %)	3.84	3.71	4.05	4.00	4.56
Yield on Earning Assets (median %)	5.46	5.51	6.28	6.26	7.42
Cost of Funding Earning Assets (median %)	1.49	1.63	2.07	2.11	2.93
Provisions to Avg. Assets (median %)	1.00	0.75	0.54	0.96	0.27
Noninterest Income to Avg. Assets (median %)	0.32	0.30	0.39	0.33	0.37
Overhead to Avg. Assets (median %)	3.59	3.37	3.46	3.47	3.49
<b>Liquidity / Sensitivity</b>	<b>Q2-09</b>	<b>Q1-09</b>	<b>Q2-08</b>	<b>2008</b>	<b>2007</b>
Net Loans to Assets (median %)	74.1	74.2	75.9	75.7	74.1
Noncore Funding to Assets (median %)	31.5	32.5	29.7	32.9	26.8
Long-term Assets to Assets (median %, call filers)	20.7	19.4	17.6	19.2	15.7
Brokered Deposits (number of institutions)	208	214	179	212	156
Brokered Deposits to Assets (median % for those above)	6.2	8.5	7.0	8.8	5.7
<b>Loan Concentrations (median % of Total Risk-Based Capital)</b>	<b>Q2-09</b>	<b>Q1-09</b>	<b>Q2-08</b>	<b>2008</b>	<b>2007</b>
Commercial and Industrial	98.3	102.4	90.9	101.3	90.7
Commercial Real Estate	391.4	386.8	399.0	394.3	375.2
Construction & Development	53.3	61.6	68.6	66.3	68.0
Multifamily Residential Real Estate	16.9	16.3	13.0	16.4	12.0
Nonresidential Real Estate	258.4	244.5	224.8	242.5	216.1
Residential Real Estate	53.0	48.9	39.2	44.8	32.4
Consumer	4.1	4.2	4.3	4.4	4.0
Agriculture	0.0	0.0	0.0	0.0	0.0

### BANKING PROFILE

<b>Largest Deposit Markets (from 2008 Summary of Deposits)</b>	<b>Institutions in Market</b>	<b>Deposits (\$ millions)</b>	<b>Asset Distribution</b>	<b>Institutions</b>
Los Angeles-Long Beach-Santa Ana, CA	180	308,159	< \$100 million	60 (19.5%)
San Francisco-Oakland-Fremont, CA	89	181,316	\$100 million to \$250 million	99 (32.2%)
San Jose-Sunnyvale-Santa Clara, CA	56	51,876	\$250 million to \$1 billion	88 (28.7%)
San Diego-Carlsbad-San Marcos, CA	65	47,797	\$1 billion to \$10 billion	49 (16%)
Riverside-San Bernardino-Ontario, CA	70	37,360	> \$10 billion	11 (3.6%)