

FDIC State Profile

Minnesota

Second Quarter 2008

ECONOMIC INDICATORS (Change from year ago, unless noted)

Employment Growth Rates	Q2-08	Q1-08	Q2-07	2007	2006
Total Nonfarm (share of trailing four quarter employment in parentheses)	0.4%	0.5%	0.4%	0.5%	1.3%
Manufacturing (12%)	-1.3%	-0.7%	-1.3%	-1.3%	-0.5%
Other (non-manufacturing) Goods-Producing (4%)	-5.4%	-5.7%	-5.7%	-5.3%	-1.4%
Private Service-Producing (68%)	0.8%	1.0%	1.3%	1.4%	2.0%
Government (15%)	1.4%	1.3%	-0.1%	-0.3%	0.3%
Unemployment Rate (% of labor force)	5.2%	4.6%	4.6%	4.6%	4.1%
Other Indicators	Q2-08	Q1-08	Q2-07	2007	2006
Single-Family Home Permits	-39.0%	-48.9%	-32.1%	-36.1%	-26.8%
Multifamily Building Permits	-5.7%	-49.9%	-49.1%	-32.0%	-13.9%
Home Price Index	-2.2%	-1.0%	1.5%	0.7%	3.7%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	3.10	2.62	2.22	2.19	1.48

BANKING TRENDS

General Information	Q2-08	Q1-08	Q2-07	2007	2006
Institutions (#)	438	439	446	444	448
Total Assets (in millions)	78,465	105,092	96,968	106,728	80,039
New Institutions (# < 3 years)	12	12	10	12	13
Subchapter S Institutions	302	302	303	302	296
Asset Quality	Q2-08	Q1-08	Q2-07	2007	2006
Past-Due and Nonaccrual Loans / Total Loans (median %)	2.91	2.92	2.28	2.39	1.97
ALLL/Total Loans (median %)	1.27	1.26	1.28	1.25	1.27
ALLL/Noncurrent Loans (median multiple)	0.80	0.85	1.20	1.11	1.51
Net Loan Losses / Total Loans (median %)	0.05	0.02	0.01	0.14	0.06
Capital / Earnings	Q2-08	Q1-08	Q2-07	2007	2006
Tier 1 Leverage (median %)	9.38	9.39	9.59	9.58	9.65
Return on Assets (median %)	0.93	1.03	1.17	1.04	1.22
Pretax Return on Assets (median %)	1.13	1.17	1.33	1.21	1.43
Net Interest Margin (median %)	4.03	4.01	4.21	4.14	4.34
Yield on Earning Assets (median %)	6.51	6.87	7.33	7.26	7.04
Cost of Funding Earning Assets (median %)	2.48	2.81	3.13	3.07	2.73
Provisions to Avg. Assets (median %)	0.14	0.10	0.10	0.15	0.12
Noninterest Income to Avg. Assets (median %)	0.52	0.52	0.56	0.55	0.55
Overhead to Avg. Assets (median %)	3.05	3.05	3.05	3.04	3.02
Liquidity / Sensitivity	Q2-08	Q1-08	Q2-07	2007	2006
Loans to Assets (median %)	72.7	71.7	73.5	71.6	72.2
Noncore Funding to Assets (median %)	18.8	17.5	16.9	16.9	17.1
Long-term Assets to Assets (median %, call filers)	12.2	11.8	9.2	9.7	9.0
Brokered Deposits (number of institutions)	195	196	210	202	226
Brokered Deposits to Assets (median % for those above)	4.4	4.7	5.3	5.0	5.4
Loan Concentrations (median % of Tier 1 Capital)	Q2-08	Q1-08	Q2-07	2007	2006
Commercial and Industrial	120.9	120.1	116.6	115.5	115.3
Commercial Real Estate	205.9	205.1	214.2	206.2	216.6
Construction & Development	40.5	40.0	38.7	40.3	37.1
Multifamily Residential Real Estate	3.4	2.9	3.3	2.6	2.8
Nonresidential Real Estate	144.2	142.5	146.0	138.5	144.9
Residential Real Estate	149.8	147.4	145.7	147.0	147.4
Consumer	34.2	34.4	38.1	35.1	37.6
Agriculture	80.9	75.3	82.1	77.5	79.4

BANKING PROFILE

Largest Deposit Markets (from 2007 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Minneapolis-St. Paul-Bloomington, MN-WI	185	63,571	< \$250 million	376 (85.8%)
Fargo, ND-MN	27	4,050	\$250 million to \$1 billion	55 (12.6%)
St. Cloud, MN	34	3,440	\$1 billion to \$10 billion	6 (1.4%)
Duluth, MN-WI	33	3,376	> \$10 billion	1 (0.2%)
Rochester, MN	26	2,719		