

# FDIC State Profile

Oregon

## Third Quarter 2008

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

<b>Employment Growth Rates</b>	<b>Q3-08</b>	<b>Q2-08</b>	<b>Q3-07</b>	<b>2007</b>	<b>2006</b>
Total Nonfarm (share of trailing four quarter employment in parentheses)	-0.2%	0.4%	1.5%	1.6%	3.0%
Manufacturing (11%)	-4.7%	-2.8%	-2.5%	-1.5%	1.7%
Other (non-manufacturing) Goods-Producing (6%)	-10.1%	-7.9%	2.5%	2.6%	9.8%
Private Service-Producing (65%)	0.8%	1.3%	2.1%	2.2%	3.3%
Government (17%)	3.4%	2.1%	1.7%	1.4%	0.4%
Unemployment Rate (% of labor force)	6.3%	5.5%	5.3%	5.2%	5.3%
<b>Other Indicators</b>	<b>Q3-08</b>	<b>Q2-08</b>	<b>Q3-07</b>	<b>2007</b>	<b>2006</b>
Single-Family Home Permits	-49.3%	-46.5%	-20.1%	-22.7%	-15.6%
Multifamily Building Permits	3.1%	-9.2%	16.9%	-8.9%	-8.4%
Home Price Index	-2.7%	-0.4%	5.1%	6.8%	17.1%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	3.58	3.23	2.50	2.43	2.04

### BANKING TRENDS

<b>General Information</b>	<b>Q3-08</b>	<b>Q2-08</b>	<b>Q3-07</b>	<b>2007</b>	<b>2006</b>
Institutions (#)	40	40	41	40	40
Total Assets (in millions)	35,472	36,302	38,501	37,676	35,443
New Institutions (# < 3 years)	5	6	7	5	7
Subchapter S Institutions	3	3	3	3	3

<b>Asset Quality</b>	<b>Q3-08</b>	<b>Q2-08</b>	<b>Q3-07</b>	<b>2007</b>	<b>2006</b>
Past-Due and Nonaccrual Loans / Total Loans (median %)	3.11	2.50	0.94	1.00	0.53
ALLL/Total Loans (median %)	1.29	1.20	1.18	1.14	1.16
ALLL/Noncurrent Loans (median multiple)	0.45	0.70	1.81	1.75	5.41
Net Loan Losses / Total Loans (median %)	0.02	0.00	0.00	0.02	0.01

<b>Capital / Earnings</b>	<b>Q3-08</b>	<b>Q2-08</b>	<b>Q3-07</b>	<b>2007</b>	<b>2006</b>
Tier 1 Leverage (median %)	10.84	10.68	10.83	10.61	10.65
Return on Assets (median %)	0.41	0.35	1.03	0.92	1.39
Pretax Return on Assets (median %)	0.59	0.43	1.48	1.38	1.75
Net Interest Margin (median %)	4.35	4.62	5.17	5.11	5.35
Yield on Earning Assets (median %)	6.74	6.81	8.27	8.14	7.96
Cost of Funding Earning Assets (median %)	2.23	2.39	3.07	3.02	2.71
Provisions to Avg. Assets (median %)	0.37	0.46	0.16	0.19	0.19
Noninterest Income to Avg. Assets (median %)	0.41	0.54	0.43	0.53	0.64
Overhead to Avg. Assets (median %)	3.46	3.63	3.52	3.68	3.45

<b>Liquidity / Sensitivity</b>	<b>Q3-08</b>	<b>Q2-08</b>	<b>Q3-07</b>	<b>2007</b>	<b>2006</b>
Loans to Assets (median %)	82.2	82.3	81.8	82.0	81.3
Noncore Funding to Assets (median %)	23.9	24.6	19.0	21.5	20.0
Long-term Assets to Assets (median %, call filers)	16.2	17.4	12.1	12.0	13.2
Brokered Deposits (number of institutions)	28	25	22	24	21
Brokered Deposits to Assets (median % for those above)	14.4	13.3	11.7	13.4	8.8

<b>Loan Concentrations (median % of Tier 1 Capital)</b>	<b>Q3-08</b>	<b>Q2-08</b>	<b>Q3-07</b>	<b>2007</b>	<b>2006</b>
Commercial and Industrial	127.0	130.1	101.9	113.5	101.0
Commercial Real Estate	449.3	440.2	434.0	438.4	460.3
Construction & Development	143.1	140.2	133.9	140.9	139.2
Multifamily Residential Real Estate	20.2	18.3	18.6	18.6	20.4
Nonresidential Real Estate	244.9	240.1	248.4	245.0	256.3
Residential Real Estate	76.0	69.1	52.9	60.9	60.9
Consumer	11.0	11.0	11.7	11.7	11.6
Agriculture	9.3	10.7	9.2	11.2	7.4

### BANKING PROFILE

<b>Largest Deposit Markets (from 2007 Summary of Deposits)</b>	<b>Institutions in Market</b>	<b>Deposits (\$ millions)</b>	<b>Asset Distribution</b>	
			<b>Distribution</b>	<b>Institutions</b>
Portland-Vancouver-Beaverton, OR-WA	43	29,583	< \$250 million	23 (57.5%)
Eugene-Springfield, OR	16	3,930	\$250 million to \$1 billion	10 (25%)
Salem, OR	17	3,930	\$1 billion to \$10 billion	6 (15%)
Medford, OR	14	2,733	> \$10 billion	1 (2.5%)
Bend, OR	15	2,191		