

FDIC State Profile

Michigan

Second Quarter 2021

ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

Employment Growth Rates (% change from year ago, unless noted)	Q2-21	Q1-21	Q2-20	2020	2019
Total Nonfarm (share of trailing four quarter employment in parentheses)	14.8%	-7.8%	-19.1%	-9.2%	0.4%
Manufacturing (14%)	20.9%	-7.5%	-25.4%	-11.0%	-0.4%
Other (non-manufacturing) Goods-Producing (4%)	26.0%	-1.1%	-19.3%	-5.3%	2.5%
Private Service-Providing (68%)	16.0%	-8.2%	-20.0%	-9.9%	0.3%
Government (14%)	1.8%	-7.7%	-8.0%	-5.3%	1.0%
Unemployment Rate (% of labor force, seasonally adjusted)	5.0%	5.3%	19.5%	10.0%	4.1%
Other Indicators (% change of 4-qtr moving total, unless noted)	Q2-21	Q1-21	Q2-20	2020	2019
Single-Family Home Permits	27.8%	4.6%	-8.2%	-0.7%	-5.7%
Multifamily Building Permits	55.4%	19.1%	-36.7%	-22.5%	40.5%
Home Price Index (change from year ago)	12.1%	7.4%	3.9%	5.0%	5.3%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.82	1.96	1.82	2.14	3.02

BANKING TRENDS

General Information	Q2-21	Q1-21	Q2-20	2020	2019
Institutions (#)	84	85	87	86	91
Total Assets (in millions)	87,952	89,922	82,529	88,451	70,288
New Institutions (# < 3 years)	1	1	1	1	1
Subchapter S Institutions (#)	7	7	8	7	8
Asset Quality	Q2-21	Q1-21	Q2-20	2020	2019
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.88	0.91	1.06	1.03	1.24
Noncurrent Loans / Total Loans (median %)	0.44	0.54	0.63	0.60	0.63
Loan and Lease Allowance / Total Loans (median %)	1.35	1.31	1.10	1.29	1.08
Loan and Lease Allowance / Noncurrent Loans (median multiple)	2.88	2.02	1.55	1.88	1.39
Net Loan Losses / Total Loans (median %, year-to-date annualized)	-0.01	0.00	0.00	0.02	0.02
Capital / Earnings (year-to-date annualized, unless noted)	Q2-21	Q1-21	Q2-20	2020	2019
Tier 1 Leverage (median %, end of period)	9.22	9.12	9.37	9.16	10.25
Return on Assets (median %)	1.03	1.08	0.93	0.96	1.03
Pretax Return on Assets (median %)	1.27	1.30	1.11	1.17	1.26
Net Interest Margin (median %)	3.26	3.29	3.60	3.53	3.91
Yield on Earning Assets (median %)	3.49	3.55	4.19	3.97	4.57
Cost of Funding Earning Assets (median %)	0.26	0.27	0.48	0.42	0.60
Provisions to Avg. Assets (median %)	0.03	0.04	0.17	0.23	0.06
Noninterest Income to Avg. Assets (median %)	0.77	0.81	0.76	0.89	0.67
Overhead to Avg. Assets (median %)	2.51	2.52	2.95	2.84	3.09
Liquidity/Sensitivity	Q2-21	Q1-21	Q2-20	2020	2019
Net Loans to Assets (median %)	56.80	58.57	67.27	62.02	69.28
Noncore Funding to Assets (median %)	4.18	4.82	6.44	5.44	6.74
Long-term Assets to Assets (median %, call filers)	24.45	20.41	18.62	20.17	19.73
Brokered Deposits (number of institutions)	25	26	27	27	35
Brokered Deposits to Assets (median % for those above)	1.53	1.48	3.26	2.99	2.77
Loan Concentrations (median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)	Q2-21	Q1-21	Q2-20	2020	2019
Commercial and Industrial	98	111	134	101	69
Commercial Real Estate	226	232	247	238	265
Construction & Development	28	26	30	29	32
Multifamily Residential Real Estate	11	10	10	11	11
Nonresidential Real Estate	175	176	184	176	198
Residential Real Estate	135	139	163	155	161
Consumer	13	13	14	13	16
Agriculture	2	2	2	2	2

BANKING PROFILE

Largest Deposit Markets (from 2021 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Detroit-Warren-Dearborn, MI	43	202,251	< \$100 million	9 (10.7%)
Grand Rapids-Kentwood, MI	27	30,205	\$100 million to \$250 million	19 (22.6%)
Ann Arbor, MI	18	12,527	\$250 million to \$1 billion	40 (47.6%)
Lansing-East Lansing, MI	22	10,078	\$1 billion to \$10 billion	15 (17.9%)
South Bend-Mishawaka, IN-MI	16	5,614	> \$10 billion	1 (1.2%)