

# FDIC State Profile

Arkansas

## Second Quarter 2021

### ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

<b>Employment Growth Rates (% change from year ago, unless noted)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Total Nonfarm (share of trailing four quarter employment in parentheses)	6.2%	-2.7%	-6.6%	-3.0%	1.1%
Manufacturing (13%)	6.7%	-0.7%	-7.0%	-4.4%	1.0%
Other (non-manufacturing) Goods-Producing (5%)	2.3%	1.2%	-1.0%	0.4%	2.9%
Private Service-Providing (66%)	8.1%	-3.0%	-7.8%	-3.3%	1.4%
Government (16%)	-0.3%	-4.0%	-3.0%	-1.7%	-0.2%
Unemployment Rate (% of labor force, seasonally adjusted)	4.4%	4.5%	8.8%	6.1%	3.5%
<b>Other Indicators (% change of 4-qtr moving total, unless noted)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Single-Family Home Permits	31.1%	20.5%	14.7%	13.2%	4.1%
Multifamily Building Permits	-24.8%	-2.0%	107.2%	-12.3%	52.2%
Home Price Index (change from year ago)	10.5%	6.5%	3.6%	4.3%	3.8%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.85	1.79	2.34	2.43	3.47

### BANKING TRENDS

<b>General Information</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Institutions (#)	84	86	86	86	87
Total Assets (in millions)	140,288	139,335	130,241	134,148	112,857
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions (#)	35	36	36	36	35

<b>Asset Quality</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.88	0.95	1.15	1.05	1.55
Noncurrent Loans / Total Loans (median %)	0.49	0.55	0.68	0.60	0.81
Loan and Lease Allowance / Total Loans (median %)	1.39	1.44	1.34	1.40	1.30
Loan and Lease Allowance / Noncurrent Loans (median multiple)	2.71	2.27	1.67	2.12	1.60
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.01	0.01	0.06	0.10	0.11

<b>Capital / Earnings (year-to-date annualized, unless noted)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Tier 1 Leverage (median %, end of period)	9.98	10.17	10.08	10.07	10.82
Return on Assets (median %)	1.39	1.28	1.11	1.16	1.08
Pretax Return on Assets (median %)	1.67	1.55	1.32	1.32	1.27
Net Interest Margin (median %)	3.60	3.52	3.82	3.78	3.97
Yield on Earning Assets (median %)	4.13	4.13	4.77	4.57	5.01
Cost of Funding Earning Assets (median %)	0.49	0.51	0.87	0.76	1.01
Provisions to Avg. Assets (median %)	0.08	0.07	0.19	0.21	0.13
Noninterest Income to Avg. Assets (median %)	0.63	0.62	0.58	0.63	0.64
Overhead to Avg. Assets (median %)	2.54	2.57	2.71	2.67	2.89

<b>Liquidity/Sensitivity</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Net Loans to Assets (median %)	66.59	65.12	68.59	66.74	70.68
Noncore Funding to Assets (median %)	9.35	10.19	11.51	10.00	11.41
Long-term Assets to Assets (median %, call filers)	23.19	22.25	18.56	20.91	18.27
Brokered Deposits (number of institutions)	48	48	48	49	49
Brokered Deposits to Assets (median % for those above)	2.66	3.34	3.27	3.13	3.69

<b>Loan Concentrations (median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Commercial and Industrial	83	84	98	81	78
Commercial Real Estate	203	206	202	206	194
Construction & Development	45	43	43	44	38
Multifamily Residential Real Estate	12	12	11	12	9
Nonresidential Real Estate	133	132	136	132	130
Residential Real Estate	144	148	154	153	149
Consumer	17	17	21	19	22
Agriculture	52	54	59	56	61

### BANKING PROFILE

<b>Largest Deposit Markets (from 2021 Summary of Deposits)</b>	<b>Institutions in Market</b>	<b>Deposits (\$ millions)</b>	<b>Asset Distribution</b>	<b>Institutions</b>
Memphis, TN-MS-AR	51	40,835	< \$100 million	12 (14.3%)
Little Rock-North Little Rock-Conway, AR	39	30,663	\$100 million to \$250 million	22 (26.2%)
Fayetteville-Springdale-Rogers, AR	36	15,798	\$250 million to \$1 billion	34 (40.5%)
Fort Smith, AR-OK	20	5,644	\$1 billion to \$10 billion	12 (14.3%)
Jonesboro, AR	23	4,068	> \$10 billion	4 (4.8%)