

Fourth Quarter 2024

ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

Employment Growth Rates (% change from year ago, unless noted)	Q4-24	Q3-24	Q4-23	2024	2023
Total Nonfarm (share of trailing four quarter employment in parentheses)	1.4%	1.3%	2.2%	1.5%	3.3%
Manufacturing (7%)	1.0%	1.4%	2.3%	1.7%	3.3%
Other (non-manufacturing) Goods-Producing (8%)	3.0%	3.3%	4.2%	3.4%	5.5%
Private Service-Providing (71%)	1.1%	0.9%	1.7%	1.0%	3.1%
Government (15%)	2.0%	2.7%	3.7%	3.0%	3.0%
Unemployment Rate (% of labor force, seasonally adjusted)	4.2%	4.2%	4.0%	4.1%	4.0%
Other Indicators (% change of 4-qtr moving total, unless noted)	Q4-24	Q3-24	Q4-23	2024	2023
Single-Family Home Permits	11.6%	16.3%	-7.8%	11.6%	-7.8%
Multifamily Building Permits	-15.0%	-28.2%	-26.7%	-15.0%	-26.7%
Home Price Index (change from year ago)	3.5%	2.3%	2.6%	3.2%	3.7%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	0.96	0.80	N/A	0.75

BANKING TRENDS

General Information	Q4-24	Q3-24	Q4-23	2024	2023
Institutions (#)	378	379	382	378	382
Total Assets (in millions)	\$915,035	\$911,217	\$1,048,263	\$915,035	\$1,048,263
New Institutions (# < 3 years)	3	2	2	3	2
Subchapter S Institutions (#)	177	177	183	177	183
Asset Quality	Q4-24	Q3-24	Q4-23	2024	2023
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.80	0.85	0.76	0.80	0.76
Noncurrent Loans / Total Loans (median %)	0.23	0.24	0.20	0.23	0.20
Loan and Lease Allowance / Total Loans (median %)	1.24	1.25	1.25	1.24	1.25
Loan and Lease Allowance / Noncurrent Loans (median multiple)	3.23	3.35	3.73	3.23	3.73
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.03	0.02	0.03	0.03	0.03
Capital / Earnings (year-to-date annualized, unless noted)	Q4-24	Q3-24	Q4-23	2024	2023
Tier 1 Leverage (median %, end of period)	11.08	11.10	10.74	11.08	10.74
Return on Assets (median %)	1.19	1.17	1.21	1.19	1.21
Pretax Return on Assets (median %)	1.36	1.35	1.34	1.36	1.34
Net Interest Margin (median %)	3.77	3.70	3.73	3.77	3.73
Yield on Earning Assets (median %)	5.68	5.64	5.12	5.68	5.12
Cost of Funding Earning Assets (median %)	1.92	1.93	1.38	1.92	1.38
Provisions to Avg. Assets (median %)	0.06	0.05	0.06	0.06	0.06
Noninterest Income to Avg. Assets (median %)	0.50	0.50	0.50	0.50	0.50
Overhead to Avg. Assets (median %)	2.61	2.60	2.55	2.61	2.55
Liquidity / Sensitivity	Q4-24	Q3-24	Q4-23	2024	2023
Net Loans to Assets (median %)	62.20	61.96	60.75	62.20	60.75
Noncore Funding to Assets (median %)	11.65	12.37	11.55	11.65	11.55
Long-term Assets to Assets (median %, call filers)	26.19	27.25	29.16	26.19	29.16
Brokered Deposits (number of institutions)	123	126	117	123	117
Brokered Deposits to Assets (median % for those above)	4.97	4.47	3.47	4.97	3.47

Loan Concentrations

(median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)	Q4-24	Q3-24	Q4-23	2024	2023
Commercial and Industrial	56	55	55	56	55
Commercial Real Estate	204	203	209	204	209
Construction & Development	52	53	58	52	58
Multifamily Residential Real Estate	5	5	6	5	6
Nonresidential Real Estate	125	126	125	125	125
Residential Real Estate	99	99	99	99	99
Consumer	10	10	10	10	10
Agriculture	23	23	25	23	25

BANKING PROFILE

Largest Deposit Markets (from 2024 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Dallas-Fort Worth-Arlington, TX	171	\$653,166	< \$100 million	49 (13.0%)
Houston-Pasadena-The Woodlands, TX	108	\$314,397	\$100 million to \$250 million	89 (23.5%)
San Antonio-New Braunfels, TX	66	\$179,025	\$250 million to \$1 billion	148 (39.2%)
Austin-Round Rock-San Marcos, TX	75	\$66,862	\$1 billion to \$10 billion	79 (20.9%)
McAllen-Edinburg-Mission, TX	20	\$14,770	\$10 billion	13 (3.4%)