

Third Quarter 2024
ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

Employment Growth Rates (% change from year ago, unless noted)	Q3-24	Q2-24	Q3-23	2023	2022
Total Nonfarm (share of trailing four quarter employment in parentheses)	2.1%	2.1%	2.6%	3.3%	5.8%
Manufacturing (7%)	2.4%	2.0%	2.4%	3.1%	5.8%
Other (non-manufacturing) Goods-Producing (8%)	3.4%	2.2%	4.3%	5.5%	7.1%
Private Service-Providing (71%)	1.8%	1.9%	2.4%	3.2%	6.6%
Government (14%)	2.3%	3.1%	3.0%	2.8%	1.4%
Unemployment Rate (% of labor force, seasonally adjusted)	4.1%	4.0%	3.9%	3.9%	3.9%

Other Indicators (% change of 4-qtr moving total, unless noted)	Q3-24	Q2-24	Q3-23	2023	2022
Single-Family Home Permits	16.3%	18.0%	-19.6%	-7.8%	-11.1%
Multifamily Building Permits	-28.2%	-32.5%	-10.8%	-26.7%	35.2%
Home Price Index (change from year ago)	2.1%	3.6%	2.0%	3.9%	19.6%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	0.91	0.79	0.75	0.61

BANKING TRENDS

General Information	Q3-24	Q2-24	Q3-23	2023	2022
Institutions (#)	379	379	383	382	387
Total Assets (in millions)	\$911,218	\$899,707	\$1,039,461	\$1,048,263	\$1,092,234
New Institutions (# < 3 years)	2	2	2	2	2
Subchapter S Institutions (#)	177	177	183	183	185

Asset Quality	Q3-24	Q2-24	Q3-23	2023	2022
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.85	0.87	0.69	0.76	0.60
Noncurrent Loans / Total Loans (median %)	0.24	0.26	0.16	0.20	0.15
Loan and Lease Allowance / Total Loans (median %)	1.24	1.25	1.26	1.25	1.25
Loan and Lease Allowance / Noncurrent Loans (median multiple)	3.42	3.03	4.38	3.73	5.10
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.02	0.02	0.02	0.03	0.01

Capital / Earnings (year-to-date annualized, unless noted)	Q3-24	Q2-24	Q3-23	2023	2022
Tier 1 Leverage (median %, end of period)	11.10	10.94	10.67	10.74	10.26
Return on Assets (median %)	1.17	1.14	1.24	1.21	1.19
Pretax Return on Assets (median %)	1.35	1.30	1.39	1.34	1.32
Net Interest Margin (median %)	3.70	3.68	3.69	3.73	3.46
Yield on Earning Assets (median %)	5.64	5.58	4.99	5.12	3.86
Cost of Funding Earning Assets (median %)	1.93	1.88	1.25	1.38	0.33
Provisions to Avg. Assets (median %)	0.05	0.05	0.05	0.06	0.05
Noninterest Income to Avg. Assets (median %)	0.50	0.48	0.50	0.50	0.49
Overhead to Avg. Assets (median %)	2.60	2.57	2.52	2.55	2.40

Liquidity / Sensitivity	Q3-24	Q2-24	Q3-23	2023	2022
Net Loans to Assets (median %)	61.96	62.05	60.66	60.75	56.33
Noncore Funding to Assets (median %)	12.37	12.37	11.01	11.55	7.02
Long-term Assets to Assets (median %, call filers)	27.25	28.17	29.52	29.16	34.39
Brokered Deposits (number of institutions)	125	122	105	117	88
Brokered Deposits to Assets (median % for those above)	4.38	4.24	4.44	3.47	3.85

Loan Concentrations

(median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)	Q3-24	Q2-24	Q3-23	2023	2022
Commercial and Industrial	55	56	55	55	55
Commercial Real Estate	203	207	206	209	206
Construction & Development	53	55	57	58	56
Multifamily Residential Real Estate	5	6	6	6	6
Nonresidential Real Estate	126	123	121	125	123
Residential Real Estate	99	100	99	99	90
Consumer	10	10	11	10	11
Agriculture	23	24	25	25	25

BANKING PROFILE

Largest Deposit Markets (from 2024 Summary of Deposits)	Institutions in Market		Asset Distribution		Institutions	
Dallas-Fort Worth-Arlington, TX	171	\$653,166	< \$100 million	52	(13.7%)	
Houston-Pasadena-The Woodlands, TX	108	\$314,397	\$100 million to \$250 million	86	(22.7%)	
San Antonio-New Braunfels, TX	66	\$179,025	\$250 million to \$1 billion	149	(39.3%)	
Austin-Round Rock-San Marcos, TX	75	\$66,862	\$1 billion to \$10 billion	80	(21.1%)	
McAllen-Edinburg-Mission, TX	20	\$14,770	\$10 billion	12	(3.2%)	