



# State Profile

North Carolina

Third Quarter 2018

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

<b>Employment Growth Rates (change from year ago, unless noted)</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Total Nonfarm (share of trailing four quarter employment in parentheses)	2.2%	2.1%	1.6%	1.7%	2.4%
Manufacturing (11%)	1.5%	1.3%	0.7%	0.6%	0.7%
Other (non-manufacturing) Goods-Producing (5%)	4.4%	4.4%	3.6%	4.0%	5.8%
Private Service-Providing (68%)	2.6%	2.4%	1.7%	2.0%	2.7%
Government (16%)	0.6%	0.8%	1.0%	0.7%	1.1%
Unemployment Rate (% of labor force, seasonally adjusted)	3.9%	4.3%	4.4%	4.6%	5.1%
<b>Other Indicators (change from year ago, unless noted)</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Single-Family Home Permits	1.3%	7.1%	11.0%	13.2%	12.7%
Multifamily Building Permits	-8.8%	156.2%	8.1%	22.6%	-1.4%
Home Price Index	7.4%	7.1%	6.0%	6.1%	5.4%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.27	1.38	1.34	1.36	1.42

## BANKING TRENDS

<b>General Information</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Institutions (#)	48	50	58	52	62
Total Assets (in millions)	2,079,900	2,042,171	2,020,365	2,033,475	1,982,440
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions	1	1	1	1	1
<b>Asset Quality</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.08	1.11	1.10	1.25	1.37
Noncurrent Loans / Total Loans (median %)	0.63	0.65	0.68	0.70	0.79
ALLL/Total Loans (median %)	0.98	1.01	1.11	1.04	1.14
ALLL/Noncurrent Loans (median multiple)	1.45	1.31	1.42	1.16	1.33
Net Loan Losses / Total Loans (median %)	0.00	0.00	0.00	0.04	0.06
<b>Capital / Earnings</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Tier 1 Leverage (median %)	10.75	10.53	10.35	10.60	10.52
Return on Assets (median %)	1.04	0.91	0.79	0.61	0.67
Pretax Return on Assets (median %)	1.24	1.11	1.13	0.88	0.92
Net Interest Margin (median %)	3.77	3.73	3.81	3.69	3.65
Yield on Earning Assets (median %)	4.52	4.38	4.25	4.16	4.09
Cost of Funding Earning Assets (median %)	0.68	0.65	0.53	0.52	0.48
Provisions to Avg. Assets (median %)	0.00	0.03	0.01	0.02	0.01
Noninterest Income to Avg. Assets (median %)	0.47	0.47	0.46	0.40	0.55
Overhead to Avg. Assets (median %)	2.93	2.91	3.02	3.05	3.12
<b>Liquidity/Sensitivity</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Net Loans to Assets (median %)	69.03	69.83	71.18	69.81	70.50
Noncore Funding to Assets (median %)	9.15	8.63	10.85	9.66	11.65
Long-term Assets to Assets (median %, call filers)	28.43	27.01	31.45	31.54	31.02
Brokered Deposits (number of institutions)	24	25	35	29	40
Brokered Deposits to Assets (median % for those above)	4.25	4.08	4.15	3.17	4.40
<b>Loan Concentrations (median % of Qualifying Total Capital)</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Commercial and Industrial	40	42	46	43	52
Commercial Real Estate	268	278	313	306	305
Construction & Development	54	58	63	64	60
Multifamily Residential Real Estate	14	13	16	13	16
Nonresidential Real Estate	190	202	224	207	225
Residential Real Estate	201	202	211	214	209
Consumer	4	5	6	5	6
Agriculture	3	3	4	4	4

## BANKING PROFILE

<b>Largest Deposit Markets (from 2018 Summary of Deposits)</b>	<b>Institutions in Market</b>	<b>Deposits (\$ millions)</b>	<b>Asset Distribution</b>	<b>Institutions</b>
Charlotte-Concord-Gastonia, NC-SC	40	215,143	< \$100 million	12 (25%)
Winston-Salem, NC	19	33,545	\$100 million to \$250 million	9 (18.8%)
Raleigh, NC	35	27,490	\$250 million to \$1 billion	16 (33.3%)
Virginia Beach-Norfolk-Newport News, VA-NC	24	25,321	\$1 billion to \$10 billion	8 (16.7%)
Durham-Chapel Hill, NC	18	15,376	> \$10 billion	3 (6.3%)