



State Profile

Kentucky

Second Quarter 2017

ECONOMIC INDICATORS

Employment Growth Rates (change from year ago, unless noted)

	Q2-17	Q1-17	Q2-16	2016	2015
Total Nonfarm (share of trailing four quarter employment in parentheses)	1.7%	1.7%	1.6%	1.5%	1.5%
Manufacturing (13%)	1.5%	2.9%	3.4%	3.1%	2.7%
Other (non-manufacturing) Goods-Producing (5%)	2.6%	2.2%	-2.3%	-2.6%	0.4%
Private Service-Providing (66%)	2.1%	2.0%	2.0%	1.9%	2.1%
Government (16%)	-0.3%	-0.4%	-0.4%	-0.1%	-1.2%
Unemployment Rate (% of labor force)	5.1%	5.0%	5.0%	5.0%	5.2%

Other Indicators (change from year ago, unless noted)

	Q2-17	Q1-17	Q2-16	2016	2015
Single-Family Home Permits	6.0%	8.3%	14.0%	10.1%	16.7%
Multifamily Building Permits	-6.5%	-25.2%	57.5%	37.5%	11.7%
Home Price Index	5.3%	4.8%	4.0%	4.2%	3.7%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	3.48	3.88	3.50	3.38	3.43

BANKING TRENDS

General Information

	Q2-17	Q1-17	Q2-16	2016	2015
Institutions (#)	155	158	165	164	169
Total Assets (in millions)	58,766	58,773	57,071	58,195	56,038
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions	55	55	56	55	58

Asset Quality

	Q2-17	Q1-17	Q2-16	2016	2015
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.67	1.62	1.85	1.86	1.91
Noncurrent Loans / Total Loans (median %)	0.86	0.86	1.00	0.92	0.98
ALLL/Total Loans (median %)	1.24	1.25	1.26	1.23	1.30
ALLL/Noncurrent Loans (median multiple)	1.33	1.37	1.19	1.37	1.20
Net Loan Losses / Total Loans (median %)	0.04	0.06	0.06	0.09	0.13

Capital / Earnings

	Q2-17	Q1-17	Q2-16	2016	2015
Tier 1 Leverage (median %)	11.20	11.21	11.09	11.21	11.05
Return on Assets (median %)	0.90	0.86	0.93	0.89	0.88
Pretax Return on Assets (median %)	1.15	1.06	1.12	1.08	1.11
Net Interest Margin (median %)	3.77	3.70	3.73	3.76	3.79
Yield on Earning Assets (median %)	4.24	4.17	4.21	4.20	4.20
Cost of Funding Earning Assets (median %)	0.46	0.44	0.46	0.46	0.45
Provisions to Avg. Assets (median %)	0.08	0.07	0.04	0.07	0.05
Noninterest Income to Avg. Assets (median %)	0.68	0.65	0.67	0.68	0.66
Overhead to Avg. Assets (median %)	3.03	3.02	3.02	3.05	3.03

Liquidity/Sensitivity

	Q2-17	Q1-17	Q2-16	2016	2015
Net Loans to Assets (median %)	65.27	64.52	64.31	65.93	62.59
Noncore Funding to Assets (median %)	9.56	9.17	9.08	8.54	8.87
Long-term Assets to Assets (median %, call filers)	40.41	41.11	40.87	41.28	40.32
Brokered Deposits (number of institutions)	49	50	50	50	46
Brokered Deposits to Assets (median % for those above)	3.55	3.66	2.32	3.38	2.73

Loan Concentrations (median % of Qualifying Total Capital)

	Q2-17	Q1-17	Q2-16	2016	2015
Commercial and Industrial	41.10	40.40	39.23	39.53	39.00
Commercial Real Estate	163.38	166.62	161.68	164.99	156.53
Construction & Development	24.99	25.94	25.42	26.14	26.05
Multifamily Residential Real Estate	13.51	13.13	11.73	12.66	11.14
Nonresidential Real Estate	119.77	122.18	123.83	125.27	114.27
Residential Real Estate	213.44	210.08	215.87	215.47	211.57
Consumer	23.42	24.14	23.29	23.76	22.33
Agriculture	40.15	37.48	35.98	33.70	35.50

BANKING PROFILE

Largest Deposit Markets (from 2016 Summary of Deposits)

	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Cincinnati, OH-KY-IN	67	106,807	< \$100 million	33 (21.3%)
Louisville-Jefferson County, KY-IN	40	25,223	\$100 million to \$250 million	66 (42.6%)
Lexington-Fayette, KY	37	9,396	\$250 million to \$1 billion	44 (28.4%)
Evansville, IN-KY	23	5,568	\$1 billion to \$10 billion	12 (7.7%)
Huntington-Ashland, WV-KY-OH	29	5,528	> \$10 billion	0 (0%)