



State Profile

Kentucky

Fourth Quarter 2018

ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

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

	Q4-18	Q3-18	Q4-17	2018	2017
Total Nonfarm (share of trailing four quarter employment in parentheses)	0.4%	0.7%	0.8%	0.5%	0.6%
Manufacturing (13%)	1.4%	0.4%	0.4%	0.7%	0.8%
Other (non-manufacturing) Goods-Producing (5%)	1.2%	0.9%	0.9%	0.6%	0.4%
Private Service-Providing (66%)	0.3%	1.1%	0.9%	0.8%	0.8%
Government (16%)	-0.6%	-0.9%	0.5%	-0.7%	-0.1%
Unemployment Rate (% of labor force, seasonally adjusted)	4.3%	4.4%	4.5%	4.3%	4.9%

Other Indicators (% change of 4-qtr moving total, unless noted)

	Q4-18	Q3-18	Q4-17	2018	2017
Single-Family Home Permits	-0.2%	1.5%	8.0%	-0.2%	8.0%
Multifamily Building Permits	57.7%	40.3%	-20.0%	57.7%	-20.0%
Home Price Index (change from year ago)	5.0%	5.0%	5.2%	5.5%	5.2%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	3.22	3.17	N/A	3.51

BANKING TRENDS

General Information

	Q4-18	Q3-18	Q4-17	2018	2017
Institutions (#)	148	153	155	148	155
Total Assets (in millions)	59,010	59,161	59,654	59,010	59,654
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions (#)	54	55	54	54	54

Asset Quality

	Q4-18	Q3-18	Q4-17	2018	2017
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.45	1.63	1.61	1.45	1.61
Noncurrent Loans / Total Loans (median %)	0.73	0.82	0.80	0.73	0.80
ALLL/Total Loans (median %)	1.17	1.20	1.21	1.17	1.21
ALLL/Noncurrent Loans (median multiple)	1.62	1.44	1.48	1.62	1.48
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.07	0.05	0.08	0.07	0.08

Capital / Earnings (year-to-date annualized, unless noted)

	Q4-18	Q3-18	Q4-17	2018	2017
Tier 1 Leverage (median %, end of period)	11.35	11.52	11.10	11.35	11.10
Return on Assets (median %)	1.10	1.06	0.87	1.10	0.87
Pretax Return on Assets (median %)	1.26	1.24	1.17	1.26	1.17
Net Interest Margin (median %)	3.91	3.89	3.81	3.91	3.81
Yield on Earning Assets (median %)	4.51	4.45	4.29	4.51	4.29
Cost of Funding Earning Assets (median %)	0.64	0.61	0.47	0.64	0.47
Provisions to Avg. Assets (median %)	0.08	0.06	0.08	0.08	0.08
Noninterest Income to Avg. Assets (median %)	0.68	0.67	0.66	0.68	0.66
Overhead to Avg. Assets (median %)	3.04	3.01	3.04	3.04	3.04

Liquidity/Sensitivity

	Q4-18	Q3-18	Q4-17	2018	2017
Net Loans to Assets (median %)	69.30	69.57	67.23	69.30	67.23
Noncore Funding to Assets (median %)	10.95	9.72	9.60	10.95	9.60
Long-term Assets to Assets (median %, call filers)	37.57	38.31	39.84	37.57	39.84
Brokered Deposits (number of institutions)	50	49	48	50	48
Brokered Deposits to Assets (median % for those above)	3.71	4.30	4.31	3.71	4.31

Loan Concentrations (median % of Qualifying Total Capital)

	Q4-18	Q3-18	Q4-17	2018	2017
Commercial and Industrial	41	42	42	41	42
Commercial Real Estate	185	187	171	185	171
Construction & Development	32	31	27	32	27
Multifamily Residential Real Estate	15	14	14	15	14
Nonresidential Real Estate	127	127	132	127	132
Residential Real Estate	214	210	210	214	210
Consumer	24	25	23	24	23
Agriculture	40	40	40	40	40

BANKING PROFILE

Largest Deposit Markets (from 2018 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Cincinnati, OH-KY-IN	64	112,269	< \$100 million	30 (20.3%)
Louisville/Jefferson County, KY-IN	40	27,650	\$100 million to \$250 million	62 (41.9%)
Lexington-Fayette, KY	36	10,190	\$250 million to \$1 billion	43 (29.1%)
Evansville, IN-KY	22	5,818	\$1 billion to \$10 billion	13 (8.8%)
Huntington-Ashland, WV-KY-OH	26	5,710	> \$10 billion	0 (0%)