



State Profile

Arkansas

First Quarter 2018

ECONOMIC INDICATORS

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

	Q1-18	Q4-17	Q1-17	2017	2016
Total Nonfarm (share of trailing four quarter employment in parentheses)	0.4%	0.7%	1.1%	0.9%	1.5%
Manufacturing (13%)	1.3%	1.5%	1.2%	1.4%	-0.2%
Other (non-manufacturing) Goods-Producing (5%)	-1.0%	2.5%	0.0%	1.1%	-1.1%
Private Service-Providing (66%)	0.3%	0.5%	1.8%	1.2%	2.5%
Government (17%)	0.3%	0.5%	-1.3%	-0.3%	-0.3%
Unemployment Rate (% of labor force)	3.8%	3.7%	3.6%	3.7%	4.0%

Other Indicators (change from year ago, unless noted)

	Q1-18	Q4-17	Q1-17	2017	2016
Single-Family Home Permits	7.7%	0.1%	14.8%	8.7%	18.9%
Multifamily Building Permits	118.1%	137.6%	-10.3%	43.4%	-5.9%
Home Price Index	3.2%	4.1%	4.5%	4.2%	3.1%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	3.60	3.19	3.69	3.43	3.41

BANKING TRENDS

General Information

	Q1-18	Q4-17	Q1-17	2017	2016
Institutions (#)	96	97	100	97	101
Total Assets (in millions)	102,360	97,719	90,689	97,719	88,140
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions	37	39	40	39	38

Asset Quality

	Q1-18	Q4-17	Q1-17	2017	2016
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.63	1.56	1.79	1.56	1.85
Noncurrent Loans / Total Loans (median %)	0.92	0.84	0.94	0.84	0.98
ALLL/Total Loans (median %)	1.27	1.33	1.41	1.33	1.40
ALLL/Noncurrent Loans (median multiple)	1.51	1.50	1.43	1.50	1.30
Net Loan Losses / Total Loans (median %)	0.03	0.07	0.03	0.10	0.13

Capital / Earnings

	Q1-18	Q4-17	Q1-17	2017	2016
Tier 1 Leverage (median %)	11.06	10.76	10.94	10.76	10.69
Return on Assets (median %)	1.08	0.95	0.94	1.00	0.98
Pretax Return on Assets (median %)	1.19	1.21	1.14	1.35	1.23
Net Interest Margin (median %)	3.86	3.99	3.83	3.97	3.92
Yield on Earning Assets (median %)	4.46	4.52	4.26	4.42	4.36
Cost of Funding Earning Assets (median %)	0.55	0.53	0.44	0.51	0.44
Provisions to Avg. Assets (median %)	0.09	0.14	0.09	0.13	0.11
Noninterest Income to Avg. Assets (median %)	0.60	0.64	0.67	0.69	0.65
Overhead to Avg. Assets (median %)	2.76	2.91	2.82	2.85	2.82

Liquidity/Sensitivity

	Q1-18	Q4-17	Q1-17	2017	2016
Net Loans to Assets (median %)	66.78	66.32	65.51	66.32	66.05
Noncore Funding to Assets (median %)	12.49	11.51	12.47	11.51	11.64
Long-term Assets to Assets (median %, call filers)	22.04	22.20	22.67	22.20	22.29
Brokered Deposits (number of institutions)	58	55	56	55	57
Brokered Deposits to Assets (median % for those above)	3.47	3.59	3.89	3.59	3.60

Loan Concentrations (median % of Qualifying Total Capital)

	Q1-18	Q4-17	Q1-17	2017	2016
Commercial and Industrial	69.53	73.03	63.77	73.03	63.36
Commercial Real Estate	171.98	164.37	167.66	164.37	173.95
Construction & Development	35.41	37.49	33.15	37.49	34.99
Multifamily Residential Real Estate	10.09	10.21	8.83	10.21	8.07
Nonresidential Real Estate	126.55	122.24	119.55	122.24	120.80
Residential Real Estate	140.78	135.54	130.32	135.54	130.69
Consumer	23.72	24.59	22.69	24.59	24.22
Agriculture	58.45	60.08	57.82	60.08	60.58

BANKING PROFILE

Largest Deposit Markets (from 2017 Summary of Deposits)

	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Memphis, TN-MS-AR	56	29,954	< \$100 million	21 (21.9%)
Little Rock-North Little Rock-Conway, AR	35	19,925	\$100 million to \$250 million	33 (34.4%)
Fayetteville-Springdale-Rogers, AR-MO	40	10,781	\$250 million to \$1 billion	30 (31.3%)
Fort Smith, AR-OK	21	4,636	\$1 billion to \$10 billion	8 (8.3%)
Jonesboro, AR	19	2,973	> \$10 billion	4 (4.2%)