

# FDIC State Profile

Arkansas

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)	1.0%	0.7%	0.9%	0.9%	1.5%
Manufacturing (13%)	1.6%	2.2%	1.5%	1.4%	-0.2%
Other (non-manufacturing) Goods-Producing (5%)	2.5%	-1.2%	0.7%	1.1%	-1.1%
Private Service-Providing (66%)	1.0%	0.6%	0.9%	1.2%	2.5%
Government (17%)	-0.1%	0.1%	0.2%	-0.3%	-0.3%
Unemployment Rate (% of labor force, seasonally adjusted)	3.6%	3.8%	3.7%	3.7%	4.0%
<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	-17.8%	19.1%	15.5%	8.7%	18.9%
Multifamily Building Permits	-47.5%	-40.1%	105.7%	43.4%	-5.9%
Home Price Index	4.0%	3.8%	3.9%	4.1%	3.0%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.62	3.58	3.29	3.43	3.41

## BANKING TRENDS

### General Information

	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Institutions (#)	94	95	98	97	101
Total Assets (in millions)	106,472	106,531	97,429	97,719	88,140
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions	36	37	40	39	38

### Asset Quality

	<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 %)	1.42	1.47	1.62	1.56	1.85
Noncurrent Loans / Total Loans (median %)	0.67	0.79	0.96	0.84	0.98
ALLL/Total Loans (median %)	1.20	1.21	1.27	1.33	1.40
ALLL/Noncurrent Loans (median multiple)	1.73	1.60	1.31	1.50	1.30
Net Loan Losses / Total Loans (median %)	0.04	0.03	0.07	0.10	0.13

### Capital / Earnings

	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Tier 1 Leverage (median %)	11.13	11.21	11.04	10.76	10.69
Return on Assets (median %)	1.24	1.21	1.12	1.00	0.98
Pretax Return on Assets (median %)	1.41	1.33	1.40	1.35	1.23
Net Interest Margin (median %)	4.05	3.95	4.05	3.97	3.92
Yield on Earning Assets (median %)	4.86	4.65	4.52	4.42	4.36
Cost of Funding Earning Assets (median %)	0.75	0.61	0.52	0.51	0.44
Provisions to Avg. Assets (median %)	0.09	0.09	0.09	0.13	0.11
Noninterest Income to Avg. Assets (median %)	0.64	0.65	0.65	0.69	0.65
Overhead to Avg. Assets (median %)	2.78	2.78	2.81	2.85	2.82

### Liquidity/Sensitivity

	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Net Loans to Assets (median %)	69.69	69.49	67.52	66.32	66.05
Noncore Funding to Assets (median %)	13.92	12.73	13.25	11.51	11.64
Long-term Assets to Assets (median %, call filers)	19.90	20.58	21.47	22.20	22.29
Brokered Deposits (number of institutions)	51	50	55	55	57
Brokered Deposits to Assets (median % for those above)	4.10	4.12	4.24	3.59	3.60

### Loan Concentrations (median % of Qualifying Total Capital)

	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Commercial and Industrial	71	71	67	73	63
Commercial Real Estate	178	175	169	164	174
Construction & Development	35	33	37	37	35
Multifamily Residential Real Estate	11	11	8	10	8
Nonresidential Real Estate	125	128	123	122	121
Residential Real Estate	137	138	131	136	131
Consumer	24	25	23	25	24
Agriculture	67	62	66	60	61

## 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>
Memphis, TN-MS-AR	54	31,852	< \$100 million	20 (21.3%)
Little Rock-North Little Rock-Conway, AR	33	20,454	\$100 million to \$250 million	33 (35.1%)
Fayetteville-Springdale-Rogers, AR-MO	39	10,793	\$250 million to \$1 billion	29 (30.9%)
Fort Smith, AR-OK	21	4,663	\$1 billion to \$10 billion	8 (8.5%)
Pine Bluff, AR	8	3,437	> \$10 billion	4 (4.3%)