



State Profile

Texas

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)	2.4%	2.1%	1.5%	1.8%	1.2%
Manufacturing (7%)	2.3%	1.9%	-1.5%	0.5%	-3.7%
Other (non-manufacturing) Goods-Producing (8%)	6.6%	5.7%	-0.9%	2.5%	-4.4%
Private Service-Providing (70%)	2.5%	2.2%	2.1%	2.0%	2.3%
Government (16%)	0.2%	0.5%	1.6%	1.0%	1.9%
Unemployment Rate (% of labor force)	4.0%	3.9%	4.7%	4.3%	4.6%

Other Indicators (change from year ago, unless noted)

	Q1-18	Q4-17	Q1-17	2017	2016
Single-Family Home Permits	1.2%	8.5%	17.8%	10.1%	2.4%
Multifamily Building Permits	-17.0%	8.5%	12.3%	1.2%	-19.7%
Home Price Index	7.7%	8.0%	7.8%	8.2%	7.7%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.03	1.05	1.18	1.15	1.13

BANKING TRENDS

General Information

	Q1-18	Q4-17	Q1-17	2017	2016
Institutions (#)	451	454	463	454	464
Total Assets (in millions)	499,217	499,087	482,523	499,087	476,379
New Institutions (# < 3 years)	1	1	0	1	0
Subchapter S Institutions	226	233	235	233	237

Asset Quality

	Q1-18	Q4-17	Q1-17	2017	2016
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.16	1.17	1.18	1.17	1.23
Noncurrent Loans / Total Loans (median %)	0.41	0.39	0.45	0.39	0.43
ALLL/Total Loans (median %)	1.24	1.22	1.26	1.22	1.25
ALLL/Noncurrent Loans (median multiple)	1.95	2.12	2.15	2.12	2.26
Net Loan Losses / Total Loans (median %)	0.01	0.04	0.02	0.06	0.07

Capital / Earnings

	Q1-18	Q4-17	Q1-17	2017	2016
Tier 1 Leverage (median %)	10.49	10.37	10.27	10.37	10.25
Return on Assets (median %)	1.15	0.94	1.00	1.04	1.01
Pretax Return on Assets (median %)	1.26	1.22	1.18	1.22	1.16
Net Interest Margin (median %)	3.77	3.84	3.69	3.78	3.72
Yield on Earning Assets (median %)	4.22	4.23	4.05	4.14	4.06
Cost of Funding Earning Assets (median %)	0.41	0.39	0.33	0.35	0.31
Provisions to Avg. Assets (median %)	0.05	0.07	0.06	0.09	0.10
Noninterest Income to Avg. Assets (median %)	0.57	0.57	0.57	0.57	0.59
Overhead to Avg. Assets (median %)	2.82	2.85	2.84	2.85	2.85

Liquidity/Sensitivity

	Q1-18	Q4-17	Q1-17	2017	2016
Net Loans to Assets (median %)	59.46	59.60	58.83	59.60	58.89
Noncore Funding to Assets (median %)	7.26	7.34	7.39	7.34	7.16
Long-term Assets to Assets (median %, call filers)	29.31	29.56	30.69	29.56	31.21
Brokered Deposits (number of institutions)	131	129	123	129	121
Brokered Deposits to Assets (median % for those above)	2.78	3.06	2.82	3.06	3.03

Loan Concentrations (median % of Qualifying Total Capital)

	Q1-18	Q4-17	Q1-17	2017	2016
Commercial and Industrial	64.98	65.04	68.05	65.04	68.57
Commercial Real Estate	185.20	190.52	184.80	190.52	185.61
Construction & Development	40.56	40.12	41.66	40.12	41.84
Multifamily Residential Real Estate	5.34	5.42	4.98	5.42	5.08
Nonresidential Real Estate	121.42	121.43	116.54	121.43	116.96
Residential Real Estate	108.83	108.36	109.15	108.36	108.32
Consumer	17.39	18.06	19.06	18.06	19.93
Agriculture	30.16	32.42	32.97	32.42	32.52

BANKING PROFILE

Largest Deposit Markets (from 2017 Summary of Deposits)

	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Dallas-Fort Worth-Arlington, TX	161	264,761	< \$100 million	97 (21.5%)
Houston-The Woodlands-Sugar Land, TX	97	240,933	\$100 million to \$250 million	139 (30.8%)
San Antonio-New Braunfels, TX	60	109,257	\$250 million to \$1 billion	155 (34.4%)
Austin-Round Rock, TX	67	41,953	\$1 billion to \$10 billion	55 (12.2%)
McAllen-Edinburg-Mission, TX	21	9,288	> \$10 billion	5 (1.1%)