

# FDIC State Profile

Texas

## Fourth Quarter 2017

### ECONOMIC INDICATORS

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

	Q4-17	Q3-17	Q4-16	2017	2016
Total Nonfarm (share of trailing four quarter employment in parentheses)	2.1%	1.6%	1.2%	1.8%	1.2%
Manufacturing (7%)	1.9%	1.4%	-2.7%	0.5%	-3.7%
Other (non-manufacturing) Goods-Producing (8%)	5.7%	3.2%	-3.4%	2.5%	-4.4%
Private Service-Providing (70%)	2.2%	1.7%	2.0%	2.0%	2.3%
Government (16%)	0.5%	0.5%	1.7%	1.0%	1.9%
Unemployment Rate (% of labor force)	3.9%	4.0%	4.8%	4.3%	4.6%

#### Other Indicators (change from year ago, unless noted)

	Q4-17	Q3-17	Q4-16	2017	2016
Single-Family Home Permits	8.5%	5.1%	4.1%	10.1%	2.4%
Multifamily Building Permits	8.5%	-20.8%	-36.6%	1.2%	-19.7%
Home Price Index	7.8%	8.2%	7.9%	8.2%	7.7%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.05	1.12	1.13	1.15	1.13

### BANKING TRENDS

#### General Information

	Q4-17	Q3-17	Q4-16	2017	2016
Institutions (#)	454	456	464	454	464
Total Assets (in millions)	499,094	491,915	476,379	499,094	476,379
New Institutions (# < 3 years)	1	1	0	1	0
Subchapter S Institutions	233	233	237	233	237

#### Asset Quality

	Q4-17	Q3-17	Q4-16	2017	2016
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.17	1.14	1.23	1.17	1.23
Noncurrent Loans / Total Loans (median %)	0.39	0.42	0.43	0.39	0.43
ALLL/Total Loans (median %)	1.22	1.24	1.25	1.22	1.25
ALLL/Noncurrent Loans (median multiple)	2.12	2.13	2.26	2.12	2.26
Net Loan Losses / Total Loans (median %)	0.04	0.02	0.04	0.06	0.07

#### Capital / Earnings

	Q4-17	Q3-17	Q4-16	2017	2016
Tier 1 Leverage (median %)	10.37	10.54	10.25	10.37	10.25
Return on Assets (median %)	0.94	1.15	0.93	1.04	1.01
Pretax Return on Assets (median %)	1.23	1.35	1.06	1.22	1.16
Net Interest Margin (median %)	3.83	3.85	3.76	3.78	3.72
Yield on Earning Assets (median %)	4.23	4.21	4.08	4.14	4.06
Cost of Funding Earning Assets (median %)	0.39	0.36	0.31	0.35	0.31
Provisions to Avg. Assets (median %)	0.06	0.07	0.08	0.09	0.10
Noninterest Income to Avg. Assets (median %)	0.56	0.58	0.58	0.57	0.59
Overhead to Avg. Assets (median %)	2.84	2.82	2.88	2.85	2.85

#### Liquidity/Sensitivity

	Q4-17	Q3-17	Q4-16	2017	2016
Net Loans to Assets (median %)	59.60	60.00	58.89	59.60	58.89
Noncore Funding to Assets (median %)	7.34	7.50	7.16	7.34	7.16
Long-term Assets to Assets (median %, call filers)	29.56	29.09	31.21	29.56	31.21
Brokered Deposits (number of institutions)	129	134	121	129	121
Brokered Deposits to Assets (median % for those above)	3.06	2.70	3.03	3.06	3.03

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

	Q4-17	Q3-17	Q4-16	2017	2016
Commercial and Industrial	65.04	66.01	68.57	65.04	68.57
Commercial Real Estate	190.01	185.38	185.61	190.01	185.61
Construction & Development	40.12	42.11	41.84	40.12	41.84
Multifamily Residential Real Estate	5.43	5.59	5.08	5.43	5.08
Nonresidential Real Estate	121.40	121.37	116.96	121.40	116.96
Residential Real Estate	108.36	107.58	108.32	108.36	108.32
Consumer	18.06	18.52	19.93	18.06	19.93
Agriculture	32.41	32.50	32.52	32.41	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	99 (21.8%)
Houston-The Woodlands-Sugar Land, TX	97	240,933	\$100 million to \$250 million	140 (30.8%)
San Antonio-New Braunfels, TX	60	109,257	\$250 million to \$1 billion	154 (33.9%)
Austin-Round Rock, TX	67	41,953	\$1 billion to \$10 billion	56 (12.3%)
McAllen-Edinburg-Mission, TX	21	9,288	> \$10 billion	5 (1.1%)