



State Profile

Minnesota

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)	0.5%	0.9%	1.1%	0.7%	1.3%
Manufacturing (11%)	0.7%	1.4%	0.5%	1.0%	0.2%
Other (non-manufacturing) Goods-Producing (4%)	4.9%	2.9%	3.0%	2.2%	3.2%
Private Service-Providing (70%)	0.4%	0.8%	1.0%	0.7%	1.5%
Government (14%)	-0.2%	0.3%	1.6%	0.5%	1.0%
Unemployment Rate (% of labor force, seasonally adjusted)	2.9%	2.8%	3.1%	2.9%	3.4%

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

	Q4-18	Q3-18	Q4-17	2018	2017
Single-Family Home Permits	-3.2%	1.6%	7.9%	-3.2%	7.9%
Multifamily Building Permits	27.3%	11.7%	-3.9%	27.3%	-3.9%
Home Price Index (change from year ago)	5.6%	6.8%	6.5%	6.5%	6.6%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	1.61	1.58	N/A	1.70

BANKING TRENDS

General Information

	Q4-18	Q3-18	Q4-17	2018	2017
Institutions (#)	293	297	306	293	306
Total Assets (in millions)	73,331	73,707	73,488	73,331	73,488
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions (#)	203	207	224	203	224

Asset Quality

	Q4-18	Q3-18	Q4-17	2018	2017
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.09	1.20	1.12	1.09	1.12
Noncurrent Loans / Total Loans (median %)	0.50	0.55	0.57	0.50	0.57
ALLL/Total Loans (median %)	1.27	1.26	1.24	1.27	1.24
ALLL/Noncurrent Loans (median multiple)	1.95	1.77	1.80	1.95	1.80
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.01	0.00	0.04	0.01	0.04

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

	Q4-18	Q3-18	Q4-17	2018	2017
Tier 1 Leverage (median %, end of period)	10.48	10.45	10.24	10.48	10.24
Return on Assets (median %)	1.19	1.20	1.07	1.19	1.07
Pretax Return on Assets (median %)	1.31	1.30	1.17	1.31	1.17
Net Interest Margin (median %)	3.93	3.94	3.85	3.93	3.85
Yield on Earning Assets (median %)	4.50	4.43	4.24	4.50	4.24
Cost of Funding Earning Assets (median %)	0.51	0.49	0.39	0.51	0.39
Provisions to Avg. Assets (median %)	0.06	0.06	0.06	0.06	0.06
Noninterest Income to Avg. Assets (median %)	0.41	0.41	0.41	0.41	0.41
Overhead to Avg. Assets (median %)	2.77	2.72	2.77	2.77	2.77

Liquidity/Sensitivity

	Q4-18	Q3-18	Q4-17	2018	2017
Net Loans to Assets (median %)	69.26	69.60	67.42	69.26	67.42
Noncore Funding to Assets (median %)	6.56	7.01	6.03	6.56	6.03
Long-term Assets to Assets (median %, call filers)	16.83	17.54	18.74	16.83	18.74
Brokered Deposits (number of institutions)	118	115	119	118	119
Brokered Deposits to Assets (median % for those above)	3.75	3.81	4.05	3.75	4.05

Loan Concentrations (median % of Qualifying Total Capital)

	Q4-18	Q3-18	Q4-17	2018	2017
Commercial and Industrial	77	79	77	77	77
Commercial Real Estate	157	155	161	157	161
Construction & Development	22	23	20	22	20
Multifamily Residential Real Estate	8	7	7	8	7
Nonresidential Real Estate	109	111	115	109	115
Residential Real Estate	122	122	123	122	123
Consumer	19	21	21	19	21
Agriculture	89	94	85	89	85

BANKING PROFILE

Largest Deposit Markets (from 2018 Summary of Deposits)

	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Minneapolis-St. Paul-Bloomington, MN-WI	149	184,819	< \$100 million	126 (43%)
Fargo, ND-MN	29	7,736	\$100 million to \$250 million	98 (33.4%)
Rochester, MN	36	5,542	\$250 million to \$1 billion	61 (20.8%)
St. Cloud, MN	30	5,219	\$1 billion to \$10 billion	7 (2.4%)
Duluth, MN-WI	29	4,443	> \$10 billion	1 (0.3%)