



State Profile

Connecticut

Second Quarter 2017

ECONOMIC INDICATORS

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

| | Q2-17 | Q1-17 | Q2-16 | 2016 | 2015 |
|--|-------|-------|-------|-------|-------|
| Total Nonfarm (share of trailing four quarter employment in parentheses) | 0.5% | 0.1% | 0.2% | 0.3% | 0.8% |
| Manufacturing (9%) | 0.3% | -0.4% | -0.7% | -0.4% | -0.2% |
| Other (non-manufacturing) Goods-Producing (4%) | 3.3% | -3.3% | 2.4% | 1.9% | 4.3% |
| Private Service-Providing (73%) | 0.9% | 0.7% | 0.4% | 0.6% | 1.0% |
| Government (14%) | -1.7% | -1.8% | -0.7% | -1.1% | -0.5% |
| Unemployment Rate (% of labor force) | 4.9% | 4.7% | 5.3% | 5.1% | 5.6% |

Other Indicators (change from year ago, unless noted)

| | Q2-17 | Q1-17 | Q2-16 | 2016 | 2015 |
|---|--------|--------|--------|--------|-------|
| Single-Family Home Permits | 5.2% | 7.6% | -7.5% | -0.4% | 0.0% |
| Multifamily Building Permits | -45.3% | -44.9% | -43.8% | -35.0% | 22.8% |
| Home Price Index | 1.7% | 0.7% | 0.4% | 0.9% | 1.8% |
| Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level) | 1.64 | 1.45 | 1.66 | 1.57 | 1.69 |

BANKING TRENDS

General Information

| | Q2-17 | Q1-17 | Q2-16 | 2016 | 2015 |
|--------------------------------|---------|---------|---------|---------|--------|
| Institutions (#) | 42 | 42 | 42 | 42 | 43 |
| Total Assets (in millions) | 108,576 | 105,135 | 102,409 | 104,898 | 99,623 |
| New Institutions (# < 3 years) | 0 | 0 | 0 | 0 | 0 |
| Subchapter S Institutions | 1 | 1 | 1 | 1 | 1 |

Asset Quality

| | Q2-17 | Q1-17 | Q2-16 | 2016 | 2015 |
|--|-------|-------|-------|------|------|
| Past-Due and Nonaccrual Loans / Total Loans (median %) | 1.12 | 1.28 | 1.44 | 1.24 | 1.65 |
| Noncurrent Loans / Total Loans (median %) | 0.79 | 0.80 | 0.92 | 0.84 | 0.86 |
| ALLL/Total Loans (median %) | 0.89 | 0.91 | 0.92 | 0.91 | 0.92 |
| ALLL/Noncurrent Loans (median multiple) | 1.19 | 1.13 | 1.08 | 1.03 | 1.04 |
| Net Loan Losses / Total Loans (median %) | 0.01 | 0.01 | 0.03 | 0.06 | 0.05 |

Capital / Earnings

| | Q2-17 | Q1-17 | Q2-16 | 2016 | 2015 |
|--|-------|-------|-------|-------|------|
| Tier 1 Leverage (median %) | 10.20 | 10.28 | 10.47 | 10.32 | 9.87 |
| Return on Assets (median %) | 0.63 | 0.56 | 0.59 | 0.56 | 0.48 |
| Pretax Return on Assets (median %) | 0.92 | 0.76 | 0.80 | 0.76 | 0.61 |
| Net Interest Margin (median %) | 3.21 | 3.16 | 3.17 | 3.19 | 3.21 |
| Yield on Earning Assets (median %) | 3.77 | 3.65 | 3.64 | 3.66 | 3.71 |
| Cost of Funding Earning Assets (median %) | 0.55 | 0.51 | 0.46 | 0.45 | 0.46 |
| Provisions to Avg. Assets (median %) | 0.07 | 0.07 | 0.09 | 0.09 | 0.08 |
| Noninterest Income to Avg. Assets (median %) | 0.55 | 0.52 | 0.61 | 0.56 | 0.57 |
| Overhead to Avg. Assets (median %) | 2.69 | 2.76 | 2.86 | 2.89 | 2.92 |

Liquidity/Sensitivity

| | Q2-17 | Q1-17 | Q2-16 | 2016 | 2015 |
|--|-------|-------|-------|-------|-------|
| Net Loans to Assets (median %) | 75.33 | 74.89 | 73.35 | 74.93 | 73.25 |
| Noncore Funding to Assets (median %) | 15.77 | 15.03 | 15.63 | 14.93 | 14.42 |
| Long-term Assets to Assets (median %, call filers) | 49.99 | 50.55 | 47.05 | 49.58 | 48.83 |
| Brokered Deposits (number of institutions) | 32 | 32 | 33 | 32 | 34 |
| Brokered Deposits to Assets (median % for those above) | 1.79 | 1.93 | 1.99 | 1.82 | 1.77 |

Loan Concentrations (median % of Qualifying Total Capital)

| | Q2-17 | Q1-17 | Q2-16 | 2016 | 2015 |
|-------------------------------------|--------|--------|--------|--------|--------|
| Commercial and Industrial | 53.01 | 55.94 | 56.44 | 55.07 | 47.65 |
| Commercial Real Estate | 224.71 | 221.95 | 225.24 | 222.90 | 198.34 |
| Construction & Development | 22.26 | 24.92 | 23.25 | 24.17 | 20.55 |
| Multifamily Residential Real Estate | 19.27 | 17.20 | 16.09 | 17.62 | 16.88 |
| Nonresidential Real Estate | 163.06 | 162.44 | 153.14 | 158.85 | 146.42 |
| Residential Real Estate | 332.73 | 333.46 | 324.91 | 333.94 | 336.84 |
| Consumer | 5.71 | 5.65 | 5.72 | 5.72 | 6.19 |
| Agriculture | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

BANKING PROFILE

| Largest Deposit Markets (from 2016 Summary of Deposits) | Institutions in Market | Deposits (\$ millions) | Asset Distribution | Institutions |
|---|------------------------|------------------------|--------------------------------|--------------|
| Bridgeport-Stamford-Norwalk, CT | 29 | 47,808 | < \$100 million | 3 (7.1%) |
| Hartford-West Hartford-East Hartford, CT | 30 | 42,874 | \$100 million to \$250 million | 6 (14.3%) |
| New Haven-Milford, CT | 25 | 27,684 | \$250 million to \$1 billion | 20 (47.6%) |
| Worcester, MA-CT | 42 | 17,464 | \$1 billion to \$10 billion | 11 (26.2%) |
| Norwich-New London, CT | 15 | 4,756 | > \$10 billion | 2 (4.8%) |