

# FDIC State Profile

Puerto Rico - Virgin Islands

Third Quarter 2018

## ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

Employment Growth Rates (change from year ago, unless noted)	Q3-18	Q2-18	Q3-17	2017	2016
Total Nonfarm (share of trailing four quarter employment in parentheses)	-2.1%	-3.4%	-2.2%	-2.7%	-0.8%
Manufacturing (8%)	-2.0%	-2.7%	-2.6%	-2.9%	-1.0%
Other (non-manufacturing) Goods-Producing (2%)	-2.2%	-2.2%	-9.2%	-9.5%	-8.5%
Private Service-Providing (65%)	-1.7%	-3.2%	-0.6%	-1.6%	-0.1%
Government (25%)	-3.0%	-4.5%	-5.4%	-4.6%	-1.6%
Unemployment Rate (% of labor force, seasonally adjusted)	8.8%	9.6%	10.4%	10.9%	11.8%

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

	Q3-18	Q2-18	Q3-17	2017	2016
Single-Family Home Permits					
Multifamily Building Permits					
Home Price Index					
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)					

## BANKING TRENDS

### General Information

	Q3-18	Q2-18	Q3-17	2017	2016
Institutions (#)	6	6	6	6	7
Total Assets (in millions)	66,576	66,158	60,759	62,549	57,977
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions	0	0	0	0	1

### Asset Quality

	Q3-18	Q2-18	Q3-17	2017	2016
Past-Due and Nonaccrual Loans / Total Loans (median %)	9.03	10.17	10.56	10.78	9.46
Noncurrent Loans / Total Loans (median %)	7.09	8.35	6.82	8.60	6.54
ALLL/Total Loans (median %)	3.27	3.44	3.47	3.47	2.53
ALLL/Noncurrent Loans (median multiple)	0.48	0.42	0.52	0.47	0.43
Net Loan Losses / Total Loans (median %)	1.20	1.06	1.37	1.24	0.90

### Capital / Earnings

	Q3-18	Q2-18	Q3-17	2017	2016
Tier 1 Leverage (median %)	14.78	14.54	14.50	14.51	12.66
Return on Assets (median %)	1.29	1.20	0.28	0.61	0.64
Pretax Return on Assets (median %)	1.93	1.72	0.25	0.78	0.72
Net Interest Margin (median %)	4.74	4.40	4.49	4.47	4.35
Yield on Earning Assets (median %)	5.35	4.85	5.09	5.04	5.12
Cost of Funding Earning Assets (median %)	0.48	0.45	0.51	0.48	0.48
Provisions to Avg. Assets (median %)	0.47	0.57	1.98	1.50	0.70
Noninterest Income to Avg. Assets (median %)	0.78	0.70	0.68	0.76	0.61
Overhead to Avg. Assets (median %)	2.84	2.87	2.99	3.01	3.12

### Liquidity/Sensitivity

	Q3-18	Q2-18	Q3-17	2017	2016
Net Loans to Assets (median %)	57.27	59.33	63.18	62.53	64.23
Noncore Funding to Assets (median %)	8.66	8.91	8.31	9.12	10.22
Long-term Assets to Assets (median %, call filers)	40.84	40.76	36.71	38.42	38.96
Brokered Deposits (number of institutions)	4	4	4	4	5
Brokered Deposits to Assets (median % for those above)	3.72	3.91	5.03	4.96	1.77

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

	Q3-18	Q2-18	Q3-17	2017	2016
Commercial and Industrial	46	43	41	42	43
Commercial Real Estate	114	118	125	122	117
Construction & Development	3	4	4	4	4
Multifamily Residential Real Estate	4	4	4	3	2
Nonresidential Real Estate	106	109	116	113	112
Residential Real Estate	164	171	171	176	179
Consumer	56	56	61	59	48
Agriculture	0	1	1	1	1

## BANKING PROFILE

Largest Deposit Markets (from 2018 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
San Juan-Carolina-Caguas, PR	7	66,442	< \$100 million	0 (0%)
Ponce, PR	5	2,235	\$100 million to \$250 million	1 (16.7%)
Aguadilla-Isabela, PR	5	1,558	\$250 million to \$1 billion	0 (0%)
Mayagüez, PR	5	1,310	\$1 billion to \$10 billion	3 (50%)
Arecibo, PR	4	917	> \$10 billion	2 (33.3%)