

# FDIC State Profile

California

Third Quarter 2018

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

<b>Employment Growth Rates (change from year ago, unless noted)</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Total Nonfarm (share of trailing four quarter employment in parentheses)	1.9%	2.0%	2.0%	2.0%	2.7%
Manufacturing (8%)	0.2%	0.6%	-0.1%	0.1%	0.5%
Other (non-manufacturing) Goods-Producing (5%)	4.4%	6.5%	4.7%	4.2%	5.2%
Private Service-Providing (72%)	2.0%	1.9%	2.1%	2.2%	2.8%
Government (15%)	1.5%	1.3%	1.2%	1.5%	2.1%
Unemployment Rate (% of labor force, seasonally adjusted)	4.2%	4.2%	4.6%	4.8%	5.5%
<b>Other Indicators (change from year ago, unless noted)</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Single-Family Home Permits	13.5%	6.7%	18.3%	17.4%	12.0%
Multifamily Building Permits	-21.4%	3.6%	6.0%	5.0%	-4.3%
Home Price Index	8.6%	8.9%	8.0%	7.9%	7.2%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.68	1.76	1.74	1.73	1.83

## BANKING TRENDS

<b>General Information</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Institutions (#)	155	162	174	166	178
Total Assets (in millions)	783,445	775,720	747,707	756,728	716,863
New Institutions (# < 3 years)	2	3	1	1	0
Subchapter S Institutions	13	14	17	16	16
<b>Asset Quality</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.46	0.45	0.37	0.47	0.44
Noncurrent Loans / Total Loans (median %)	0.21	0.20	0.21	0.23	0.27
ALLL/Total Loans (median %)	1.30	1.30	1.32	1.32	1.38
ALLL/Noncurrent Loans (median multiple)	3.58	3.89	3.27	3.64	3.32
Net Loan Losses / Total Loans (median %)	0.00	0.00	0.00	0.00	0.00
<b>Capital / Earnings</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Tier 1 Leverage (median %)	11.15	11.32	10.74	10.70	10.64
Return on Assets (median %)	1.22	1.18	1.06	0.86	0.93
Pretax Return on Assets (median %)	1.65	1.59	1.64	1.48	1.46
Net Interest Margin (median %)	4.11	4.07	3.95	3.86	3.78
Yield on Earning Assets (median %)	4.74	4.54	4.31	4.27	4.07
Cost of Funding Earning Assets (median %)	0.62	0.55	0.39	0.39	0.32
Provisions to Avg. Assets (median %)	0.01	0.01	0.02	0.03	0.04
Noninterest Income to Avg. Assets (median %)	0.40	0.38	0.38	0.43	0.41
Overhead to Avg. Assets (median %)	2.58	2.64	2.56	2.62	2.65
<b>Liquidity/Sensitivity</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Net Loans to Assets (median %)	73.23	73.32	70.98	72.04	71.28
Noncore Funding to Assets (median %)	12.17	11.51	11.34	12.58	11.18
Long-term Assets to Assets (median %, call filers)	30.46	30.50	30.72	30.85	29.42
Brokered Deposits (number of institutions)	76	86	112	107	117
Brokered Deposits to Assets (median % for those above)	4.23	4.20	3.85	3.67	4.08
<b>Loan Concentrations (median % of Qualifying Total Capital)</b>	<b>Q3-18</b>	<b>Q2-18</b>	<b>Q3-17</b>	<b>2017</b>	<b>2016</b>
Commercial and Industrial	71	73	66	69	70
Commercial Real Estate	375	378	387	390	378
Construction & Development	22	21	22	21	20
Multifamily Residential Real Estate	40	39	39	40	37
Nonresidential Real Estate	252	259	277	278	281
Residential Real Estate	63	60	66	64	71
Consumer	1	1	1	1	2
Agriculture	0	0	0	0	0

## BANKING PROFILE

<b>Largest Deposit Markets (from 2018 Summary of Deposits)</b>	<b>Institutions in Market</b>	<b>Deposits (\$ millions)</b>	<b>Asset Distribution</b>	<b>Institutions</b>
Los Angeles-Long Beach-Anaheim, CA	121	536,186	< \$100 million	10 (6.5%)
San Francisco-Oakland-Hayward, CA	69	370,842	\$100 million to \$250 million	24 (15.5%)
San Jose-Sunnyvale-Santa Clara, CA	46	142,435	\$250 million to \$1 billion	61 (39.4%)
San Diego-Carlsbad, CA	53	89,492	\$1 billion to \$10 billion	45 (29%)
Sacramento--Roseville--Arden-Arcade, CA	38	53,111	> \$10 billion	15 (9.7%)