

FDIC State Profile

Montana

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)	1.6%	0.8%	0.9%	0.9%	1.2%
Manufacturing (4%)	3.2%	1.3%	1.9%	2.0%	2.1%
Other (non-manufacturing) Goods-Producing (7%)	5.9%	1.4%	1.5%	1.6%	-2.0%
Private Service-Providing (69%)	1.2%	0.6%	0.8%	1.0%	1.7%
Government (19%)	1.3%	1.4%	0.9%	0.2%	0.6%
Unemployment Rate (% of labor force, seasonally adjusted)	3.7%	3.9%	4.1%	4.0%	4.1%
Other Indicators (change from year ago, unless noted)	Q3-18	Q2-18	Q3-17	2017	2016
Single-Family Home Permits	13.6%	15.6%	2.7%	3.7%	9.0%
Multifamily Building Permits	-17.2%	-62.4%	-40.7%	30.2%	-5.9%
Home Price Index	5.7%	6.8%	5.7%	5.3%	4.4%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.08	1.48	1.16	1.20	1.23

BANKING TRENDS

General Information	Q3-18	Q2-18	Q3-17	2017	2016
Institutions (#)	48	48	51	50	52
Total Assets (in millions)	36,089	35,776	34,231	34,409	30,364
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions	16	16	18	18	20

Asset Quality	Q3-18	Q2-18	Q3-17	2017	2016
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.30	1.59	1.51	1.45	1.60
Noncurrent Loans / Total Loans (median %)	0.85	1.00	0.77	0.77	0.89
ALLL/Total Loans (median %)	1.47	1.48	1.43	1.45	1.52
ALLL/Noncurrent Loans (median multiple)	1.26	1.13	1.26	1.98	1.45
Net Loan Losses / Total Loans (median %)	0.00	0.00	0.00	0.04	0.05

Capital / Earnings	Q3-18	Q2-18	Q3-17	2017	2016
Tier 1 Leverage (median %)	10.75	10.66	10.57	10.56	10.49
Return on Assets (median %)	1.23	1.23	1.20	1.02	1.02
Pretax Return on Assets (median %)	1.62	1.50	1.58	1.38	1.40
Net Interest Margin (median %)	4.38	4.17	4.28	4.10	3.98
Yield on Earning Assets (median %)	4.88	4.72	4.58	4.44	4.19
Cost of Funding Earning Assets (median %)	0.43	0.36	0.29	0.29	0.23
Provisions to Avg. Assets (median %)	0.06	0.06	0.05	0.09	0.08
Noninterest Income to Avg. Assets (median %)	0.51	0.49	0.48	0.50	0.53
Overhead to Avg. Assets (median %)	2.89	2.79	2.86	2.90	2.90

Liquidity/Sensitivity	Q3-18	Q2-18	Q3-17	2017	2016
Net Loans to Assets (median %)	67.18	64.88	64.58	62.55	60.57
Noncore Funding to Assets (median %)	7.55	6.99	6.12	5.85	5.43
Long-term Assets to Assets (median %, call filers)	21.35	23.47	22.65	24.02	26.07
Brokered Deposits (number of institutions)	22	18	22	21	21
Brokered Deposits to Assets (median % for those above)	1.90	1.98	1.95	0.80	1.28

Loan Concentrations (median % of Qualifying Total Capital)	Q3-18	Q2-18	Q3-17	2017	2016
Commercial and Industrial	74	79	72	75	68
Commercial Real Estate	180	185	191	193	160
Construction & Development	32	34	30	36	31
Multifamily Residential Real Estate	8	9	8	7	7
Nonresidential Real Estate	145	143	150	145	123
Residential Real Estate	110	109	111	114	110
Consumer	22	23	22	22	23
Agriculture	100	102	118	106	106

BANKING PROFILE

Largest Deposit Markets (from 2018 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Billings, MT	11	4,907	< \$100 million	23 (47.9%)
Missoula, MT	12	2,387	\$100 million to \$250 million	12 (25%)
Great Falls, MT	10	1,362	\$250 million to \$1 billion	10 (20.8%)
			\$1 billion to \$10 billion	1 (2.1%)
			> \$10 billion	2 (4.2%)