

FDIC State Profile

Washington

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)	2.6%	2.5%	2.3%	2.6%	2.4%
Manufacturing (8%)	3.7%	1.8%	-1.6%	1.3%	-2.1%
Other (non-manufacturing) Goods-Producing (6%)	6.9%	6.4%	6.3%	6.8%	6.8%
Private Service-Providing (68%)	3.0%	2.8%	2.6%	3.0%	2.8%
Government (17%)	-0.9%	-0.1%	1.3%	0.1%	1.8%
Unemployment Rate (% of labor force, seasonally adjusted)	4.5%	4.4%	4.6%	4.5%	4.7%

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

	Q4-18	Q3-18	Q4-17	2018	2017
Single-Family Home Permits	1.9%	6.4%	6.1%	1.9%	6.1%
Multifamily Building Permits	-3.2%	-2.1%	1.9%	-3.2%	1.9%
Home Price Index (change from year ago)	8.3%	10.1%	11.7%	10.7%	11.3%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	1.63	1.73	N/A	1.94

BANKING TRENDS

General Information

	Q4-18	Q3-18	Q4-17	2018	2017
Institutions (#)	42	46	47	42	47
Total Assets (in millions)	80,989	80,525	77,087	80,989	77,087
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions (#)	7	7	7	7	7

Asset Quality

	Q4-18	Q3-18	Q4-17	2018	2017
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.47	0.53	0.61	0.47	0.61
Noncurrent Loans / Total Loans (median %)	0.26	0.31	0.31	0.26	0.31
ALLL/Total Loans (median %)	1.16	1.19	1.22	1.16	1.22
ALLL/Noncurrent Loans (median multiple)	4.84	3.61	3.78	4.84	3.78
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.00	0.00	0.00	0.00	0.00

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

	Q4-18	Q3-18	Q4-17	2018	2017
Tier 1 Leverage (median %, end of period)	10.57	10.47	10.34	10.57	10.34
Return on Assets (median %)	1.25	1.21	0.84	1.25	0.84
Pretax Return on Assets (median %)	1.50	1.43	1.33	1.50	1.33
Net Interest Margin (median %)	4.03	3.97	3.97	4.03	3.97
Yield on Earning Assets (median %)	4.63	4.52	4.31	4.63	4.31
Cost of Funding Earning Assets (median %)	0.45	0.38	0.32	0.45	0.32
Provisions to Avg. Assets (median %)	0.04	0.04	0.03	0.04	0.03
Noninterest Income to Avg. Assets (median %)	0.63	0.64	0.57	0.63	0.57
Overhead to Avg. Assets (median %)	3.06	3.00	2.99	3.06	2.99

Liquidity/Sensitivity

	Q4-18	Q3-18	Q4-17	2018	2017
Net Loans to Assets (median %)	74.12	73.99	71.44	74.12	71.44
Noncore Funding to Assets (median %)	6.19	6.18	6.95	6.19	6.95
Long-term Assets to Assets (median %, call filers)	29.56	31.13	35.05	29.56	35.05
Brokered Deposits (number of institutions)	18	20	24	18	24
Brokered Deposits to Assets (median % for those above)	3.21	3.01	2.32	3.21	2.32

Loan Concentrations (median % of Qualifying Total Capital)

	Q4-18	Q3-18	Q4-17	2018	2017
Commercial and Industrial	54	59	61	54	61
Commercial Real Estate	367	368	374	367	374
Construction & Development	57	56	51	57	51
Multifamily Residential Real Estate	36	35	32	36	32
Nonresidential Real Estate	237	247	269	237	269
Residential Real Estate	120	111	112	120	112
Consumer	6	7	5	6	5
Agriculture	9	10	6	9	6

BANKING PROFILE

Largest Deposit Markets (from 2018 Summary of Deposits)

	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Seattle-Tacoma-Bellevue, WA	50	109,627	< \$100 million	7 (16.7%)
Portland-Vancouver-Hillsboro, OR-WA	35	51,617	\$100 million to \$250 million	6 (14.3%)
Spokane-Spokane Valley, WA	18	8,981	\$250 million to \$1 billion	14 (33.3%)
Olympia-Tumwater, WA	18	3,929	\$1 billion to \$10 billion	12 (28.6%)
Bellingham, WA	15	3,880	> \$10 billion	3 (7.1%)