



BANKING BRIEF

Pennsylvania • New Jersey • Delaware

Fourth Quarter 2016

FEDERAL RESERVE BANK OF PHILADELPHIA
WWW.PHILADELPHIAFED.ORG

Summary Table of Bank Structure and Conditions — Fourth Quarter 2016

	Small Banks						Large Banks					
	U.S.			Tristate			U.S.					
	\$Billions	% Change From		\$Billions	% Change From		\$Billions	% Change From				
	2016Q4	2016Q3	2015Q4	2016Q4	2016Q3	2015Q4		2016Q4	2016Q3	2015Q4		
Total Assets	2,225.8	6.33	6.91	120.4	12.92	9.14	Total Assets	12,611.8	-2.29	4.72		
Total Loans	1,519.0	7.40	9.26	87.6	12.48	10.92	Total Loans	6,496.9	0.45	4.31		
C&I	237.0	9.84	7.34	11.4	8.51	9.01	C&I	1,558.8	-4.33	4.76		
Real Estate	1,117.5	8.56	10.11	68.7	13.29	11.20	Real Estate	2,950.6	1.30	3.72		
Consumer	63.6	6.50	7.77	3.6	23.20	14.43	Consumer	941.7	5.00	5.22		
Total Deposits	1,840.1	8.28	7.08	98.3	14.39	11.01	Total Deposits	9,662.4	0.63	5.60		
Ratios (in %)	2016Q4	2016Q3	2015Q4	2016Q4	2016Q3	2015Q4	Ratios (in %)	2016Q4	2016Q3	2015Q4		
Net Income/Avg. Assets (ROA)	1.02	1.05	1.01	0.95	0.91	0.90	Net Income/Avg. Assets (ROA)	0.98	0.97	0.98		
Net Interest Inc./Avg. Assets (NIM)	3.31	3.30	3.31	3.14	3.13	3.16	Net Interest Inc./Avg. Assets (NIM)	2.43	2.42	2.39		
Noninterest Inc./Avg. Assets	0.97	0.97	0.96	1.16	1.16	1.18	Noninterest Inc./Avg. Assets	1.54	1.56	1.62		
Noninterest Exp./Avg. Assets	2.84	2.83	2.89	2.94	2.99	3.08	Noninterest Exp./Avg. Assets	2.36	2.37	2.45		
Loans/Deposits	82.55	82.72	80.90	89.09	89.47	89.17	Loans/Deposits	67.24	67.27	68.07		
Equity/Assets	10.87	11.14	10.94	10.63	10.84	10.53	Equity/Assets	10.97	11.04	11.11		
Nonperforming Loans/Total Loans	0.87	0.90	0.95	0.92	0.90	0.96	Nonperforming Loans/Total Loans	1.50	1.54	1.67		

Source: Unless otherwise noted, all data are from Federal Financial Institutions Examination Council (FFIEC) Call Reports.

Notes: The data are adjusted for mergers. Quarterly percentage changes are compound annualized rates except where noted. Ratios are aggregates; that is, the numerators and denominators are summed across all banks in the group, then divided.

Large U.S. banks are defined as banking organizations such as bank holding companies that are ranked in the top 100 in banking assets as of December 31, 2015, including assets of only their commercial bank subsidiaries. Large banks typically operate in multiple regions. The number of large banks may exceed 100 if during the calendar year some banking organizations' assets grow larger than those of the 100th largest bank at the beginning of the year.

A *banking organization* is an independent bank or all the banks within a highest-level bank holding company; however, banks less than five years old and special-purpose banks, such as credit card banks, are excluded.

Small tristate banks are defined as those based in the tristate area that were not in the top 100 in assets as of December 31, 2015.

The *tristate area* consists of Pennsylvania, New Jersey, and Delaware.

Small U.S. banks are defined as those based outside the tristate area that were not in the top 100 in assets as of December 31, 2015, including assets of only their commercial bank subsidiaries.

U.S. excludes tristate banks.

The sample includes 140 small tristate banks, 4,532 small U.S. banks, and 100 large U.S. banks.

Part I: Earnings Ratios

CHART 1

Return on Average Assets

Percent

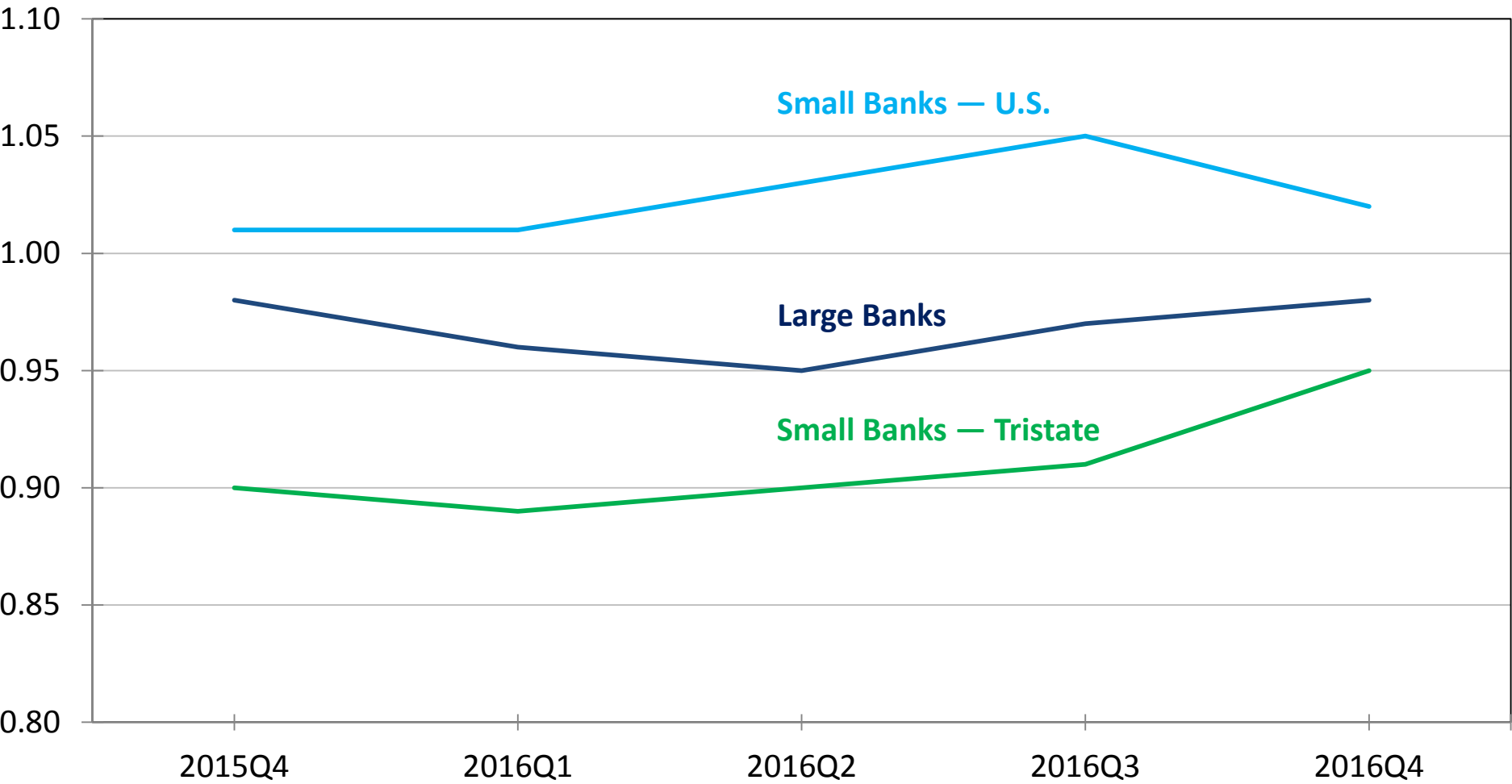
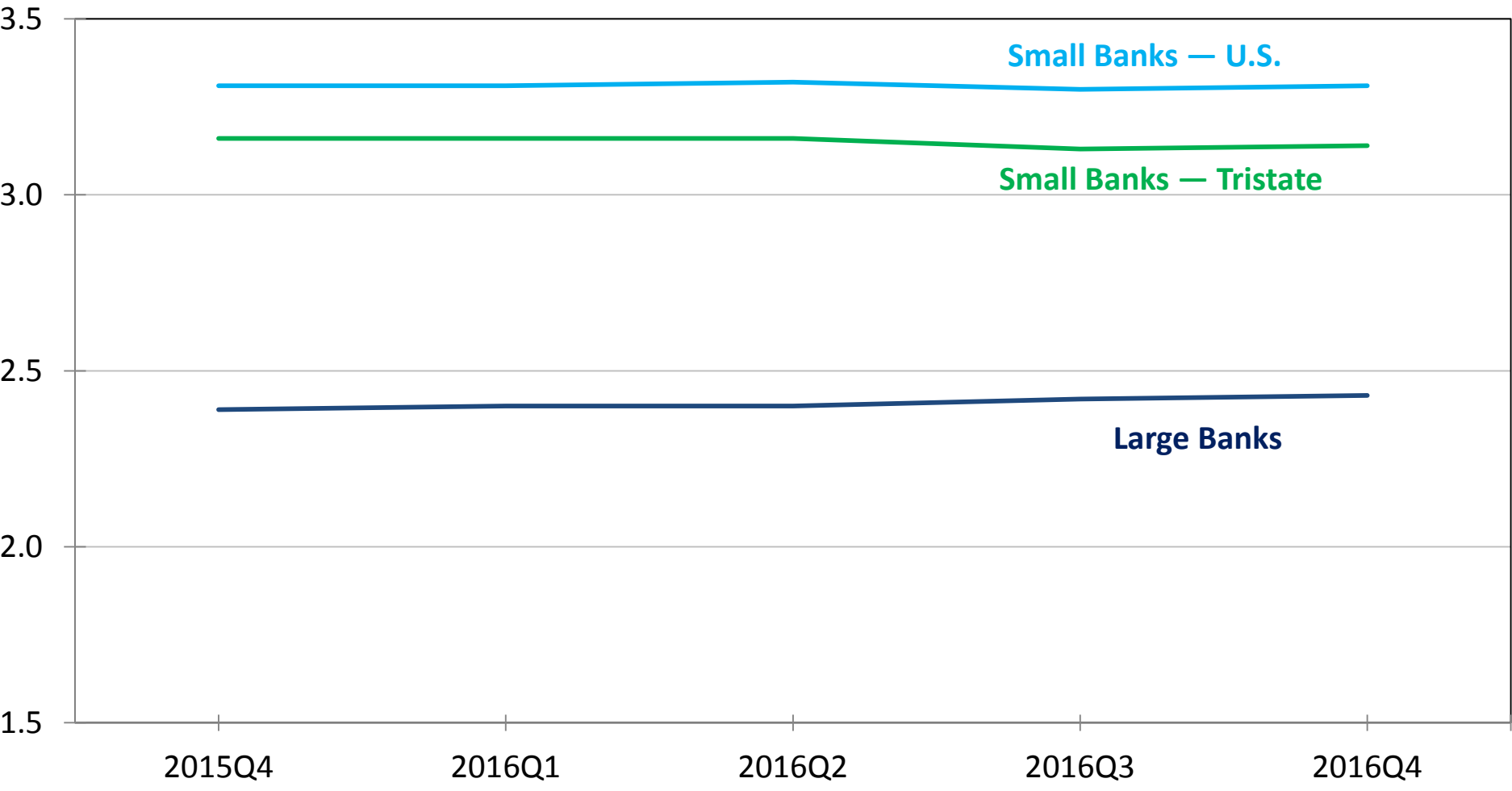


CHART 2 Net Interest Margin

Percent



Part II: Annual Growth Rates

CHART 3 Annual Growth of Quarterly Net Income

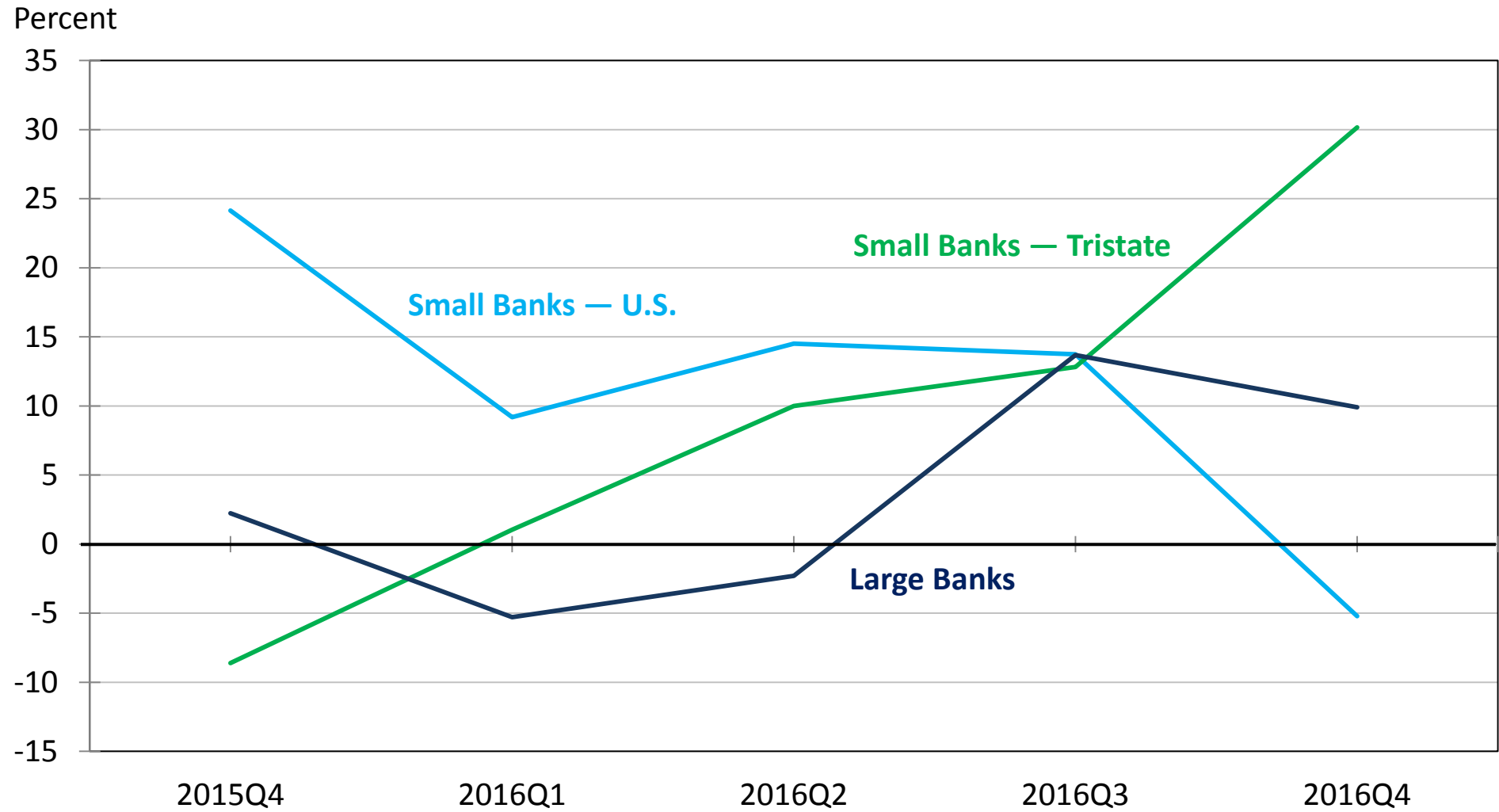


CHART 4 Annual Growth of Total Assets

Percent

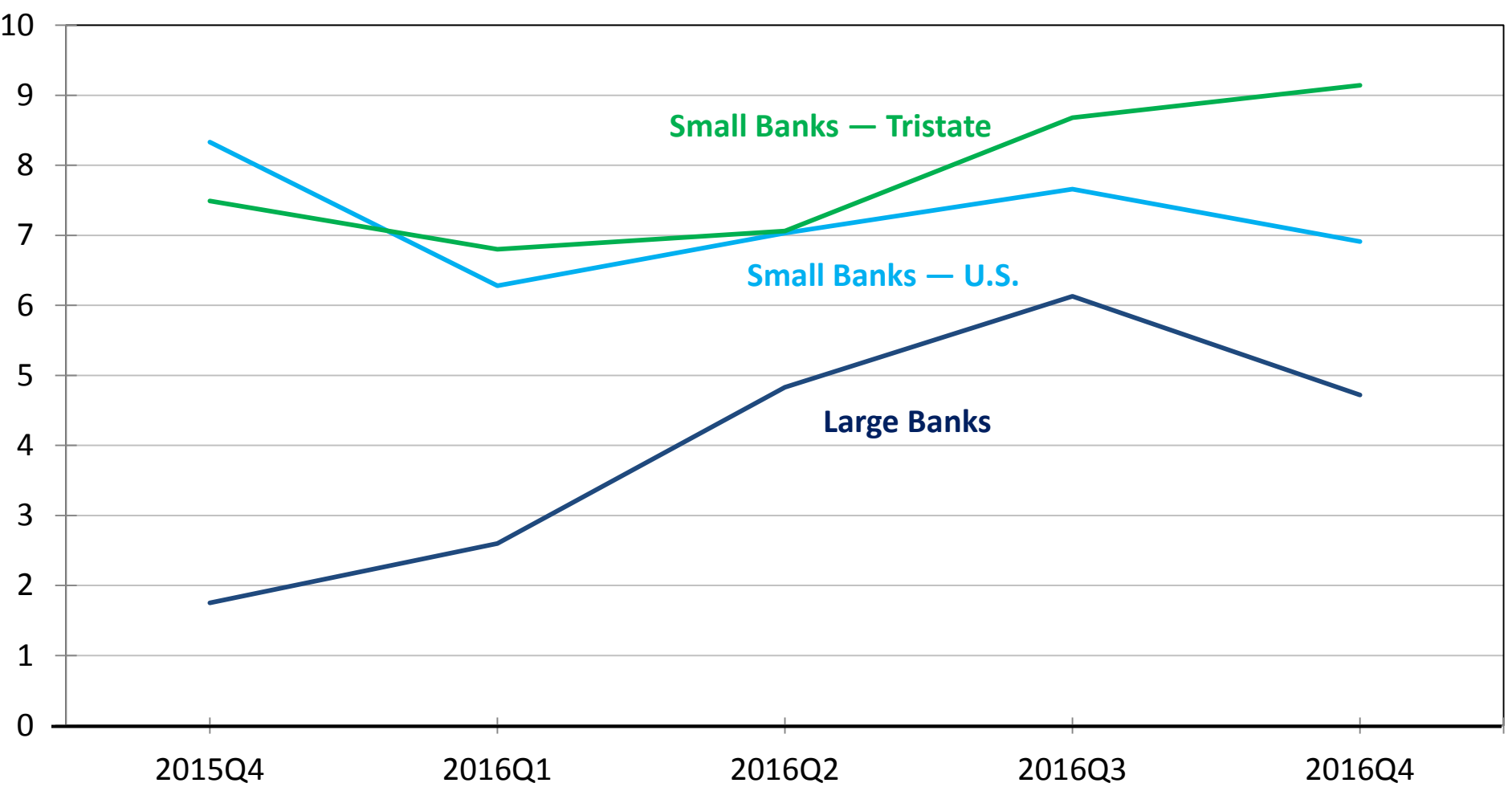


CHART 5 Annual Growth of Total Loans

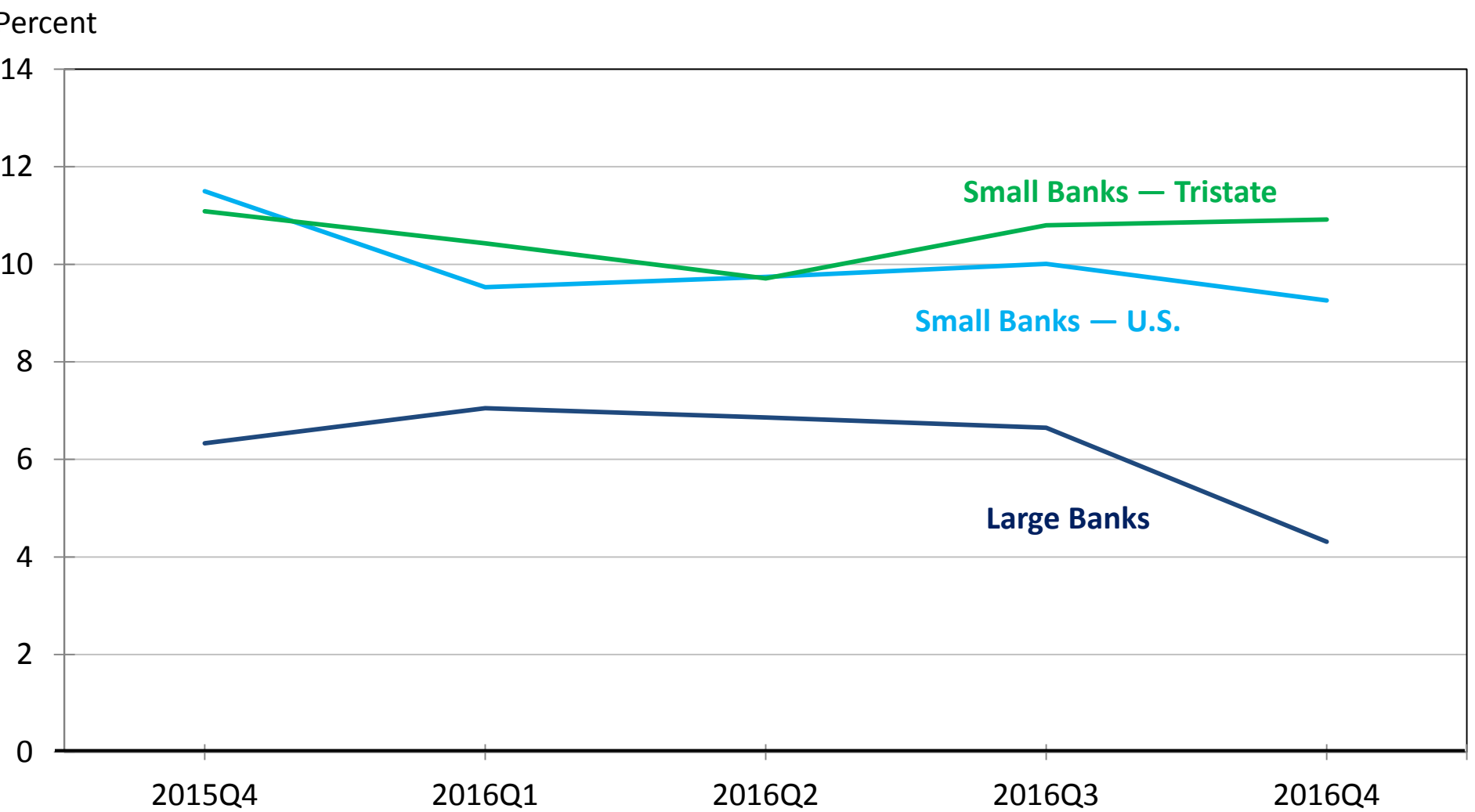
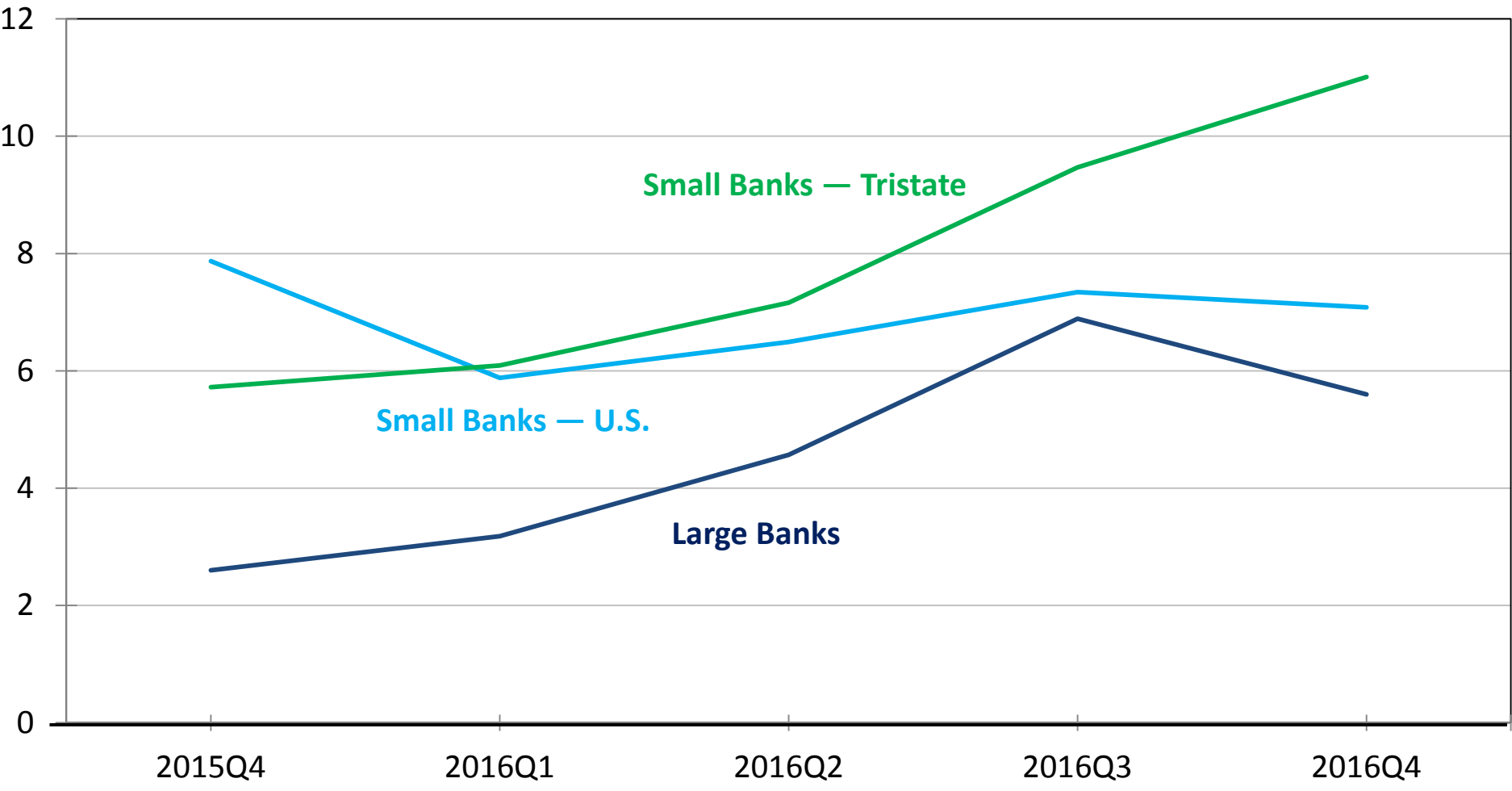


CHART 6 Annual Growth of Total Deposits

Percent



Part III: Asset Quality Ratios

CHART 7 Nonperforming Assets as a Share of Total Assets

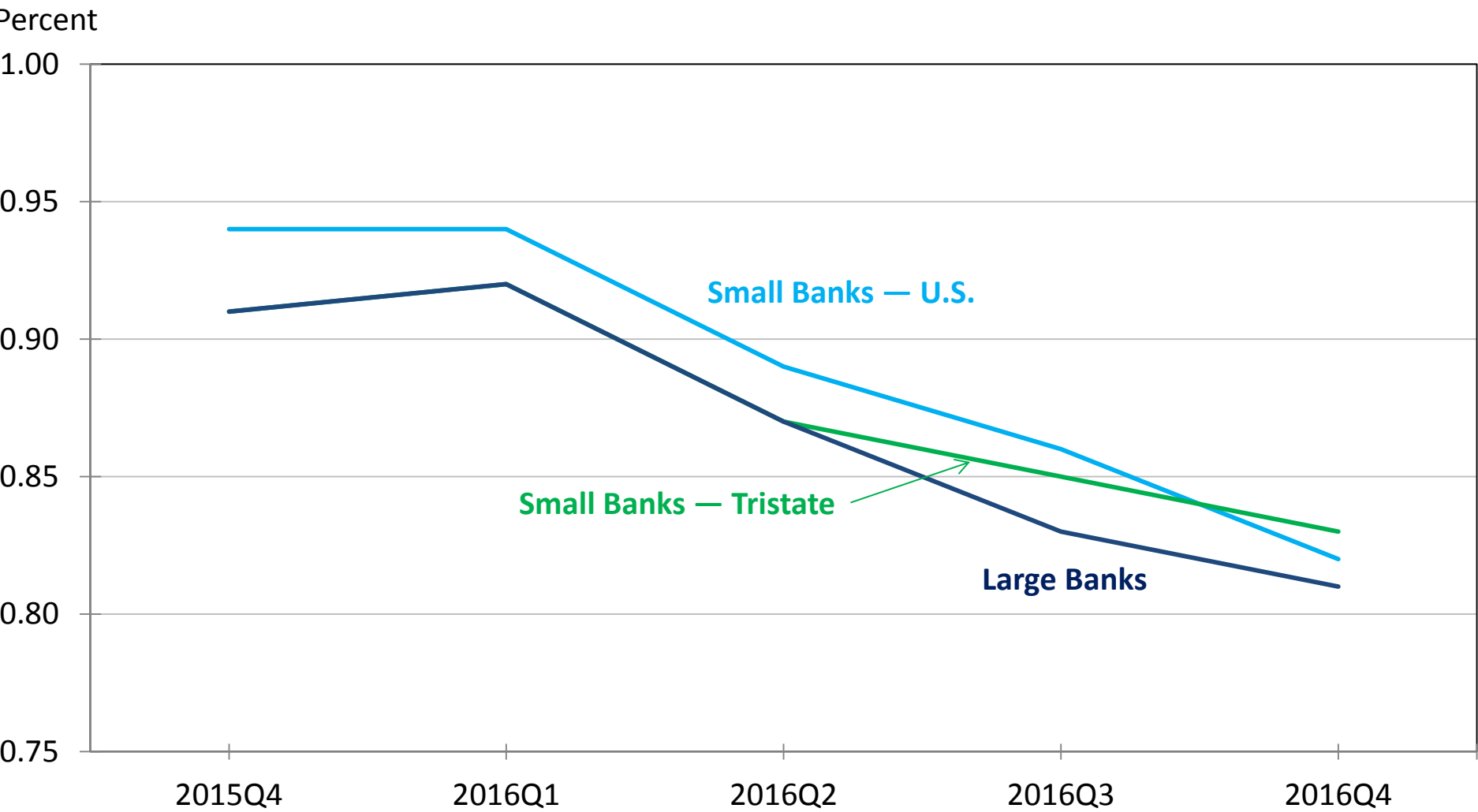


CHART 8 Nonperforming Loans as a Share of Total Loans

Percent

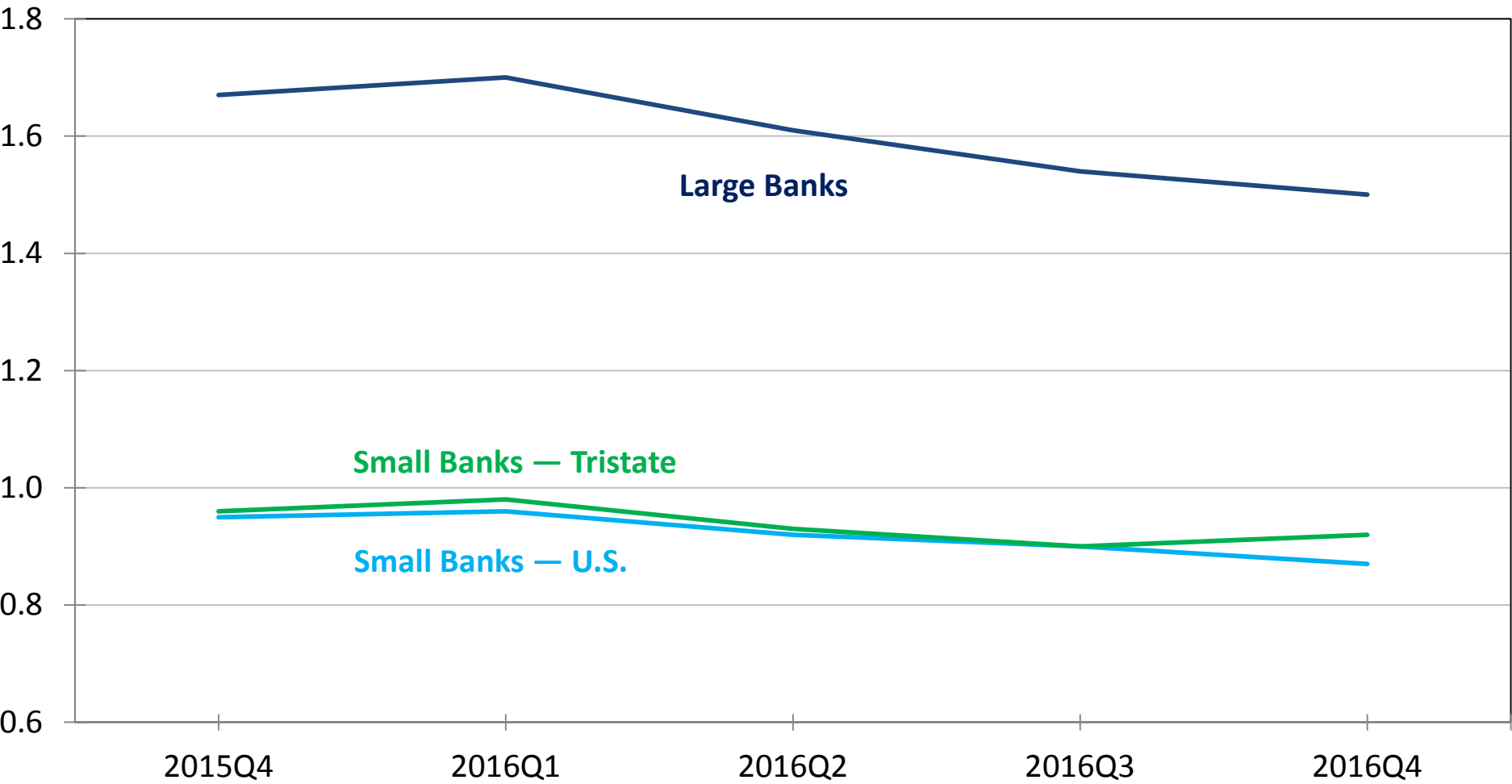


CHART 9 Residential Real Estate Nonperforming Loan Ratio

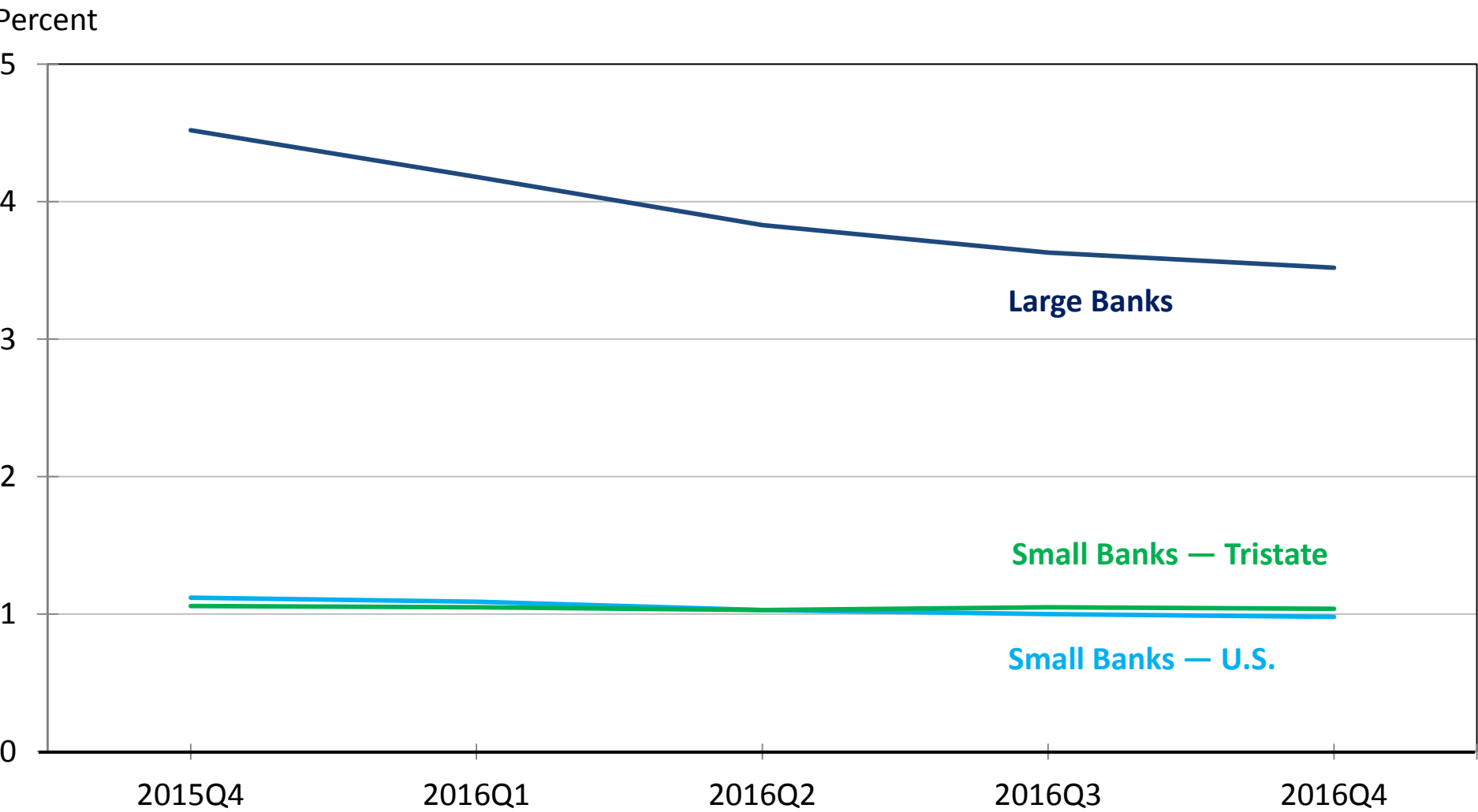


CHART 10

Commercial Real Estate Nonperforming Loan Ratio

Percent

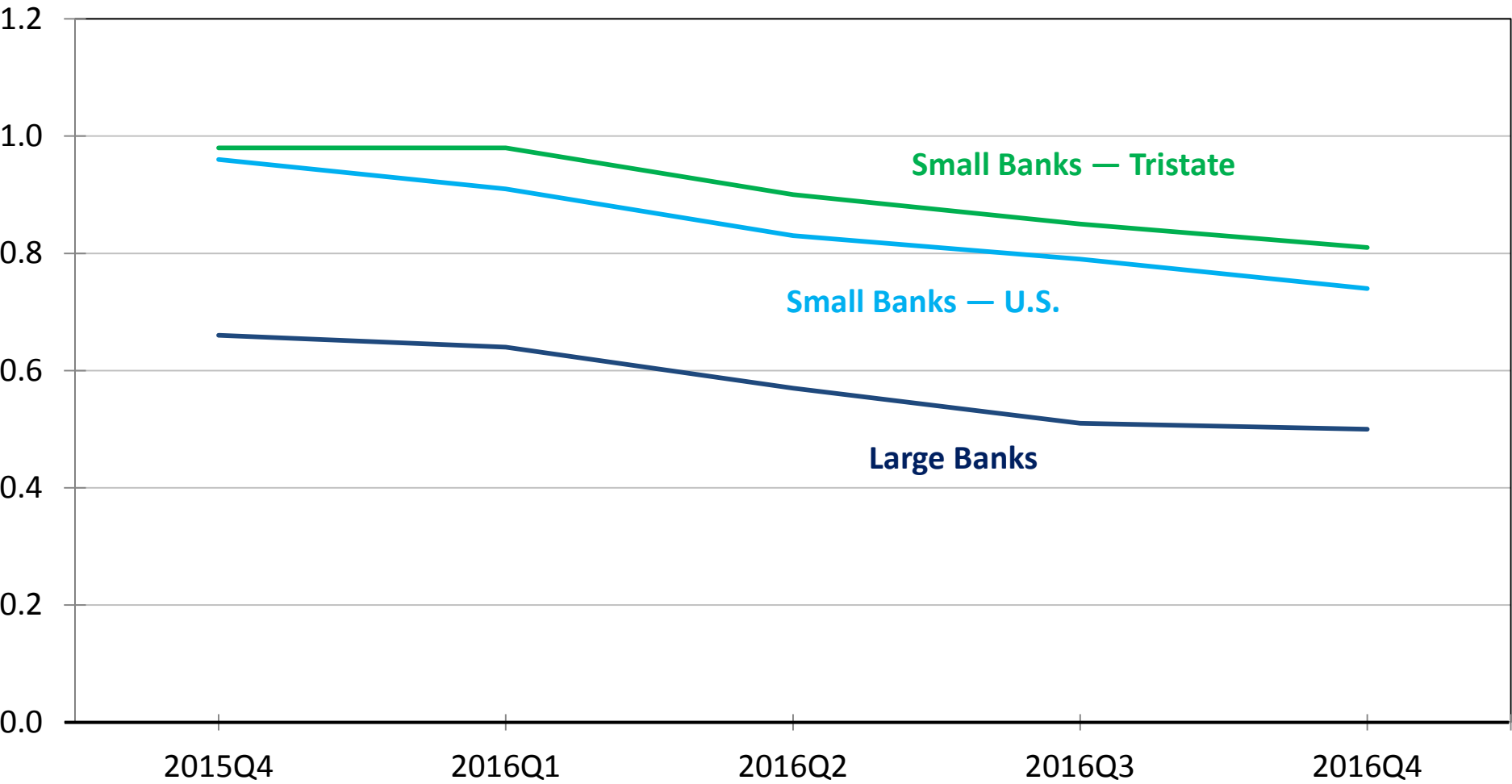


CHART 11 Commercial and Industrial Nonperforming Loan Ratio

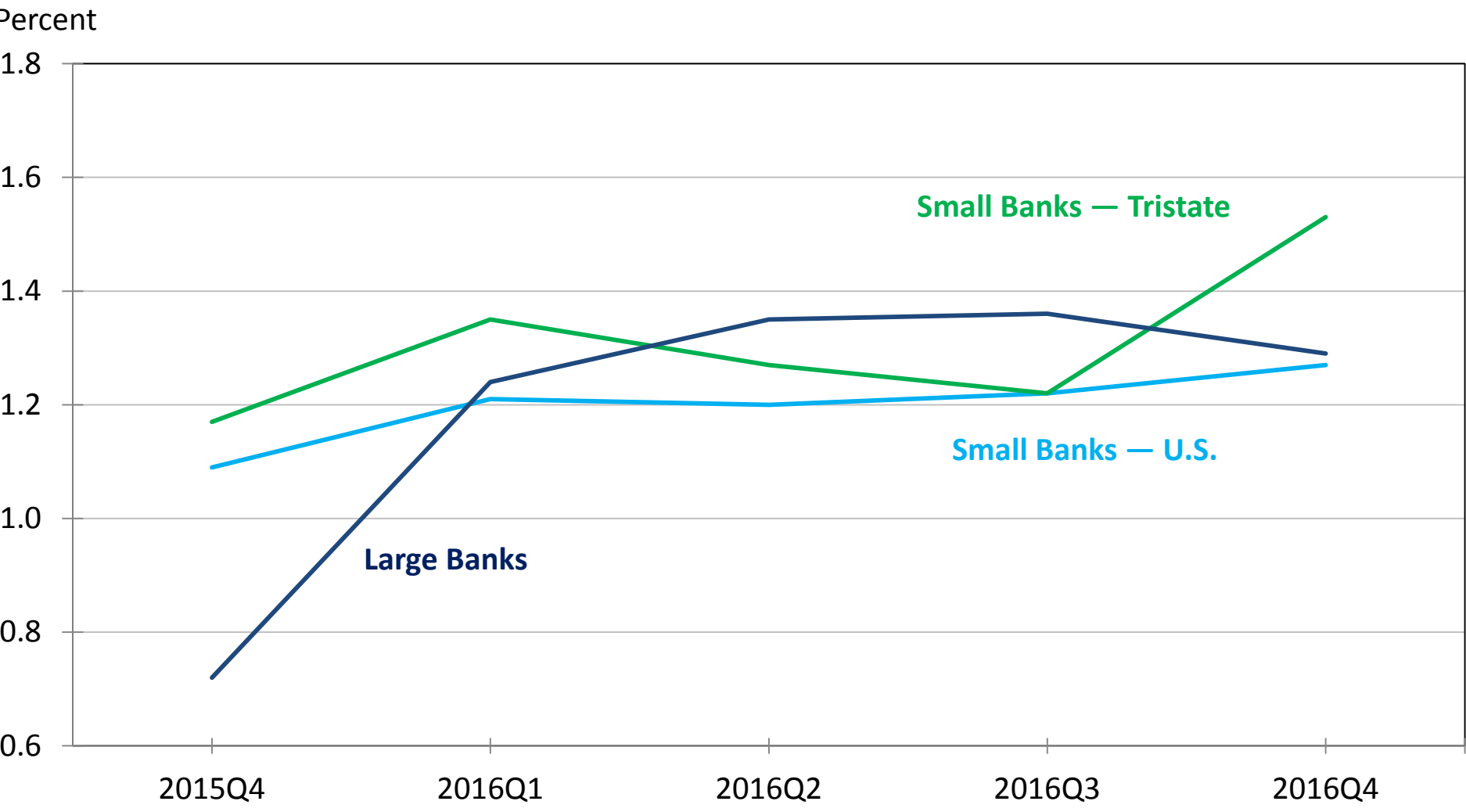
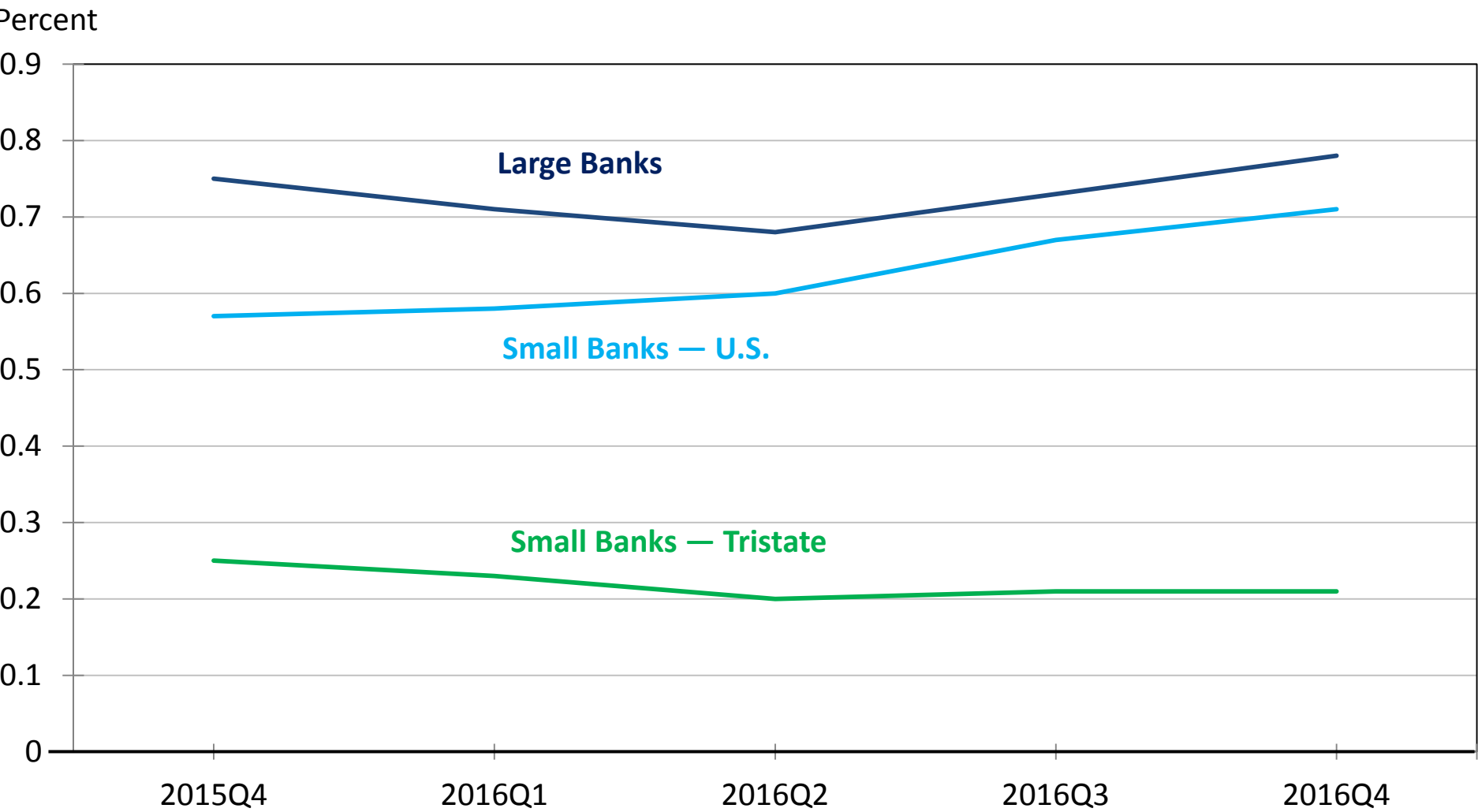


CHART 12 Consumer Nonperforming Loan Ratio



Part IV: Loan Loss Provisioning and Reserves

CHART 13

Loan Loss Reserves as a Share of Total Assets

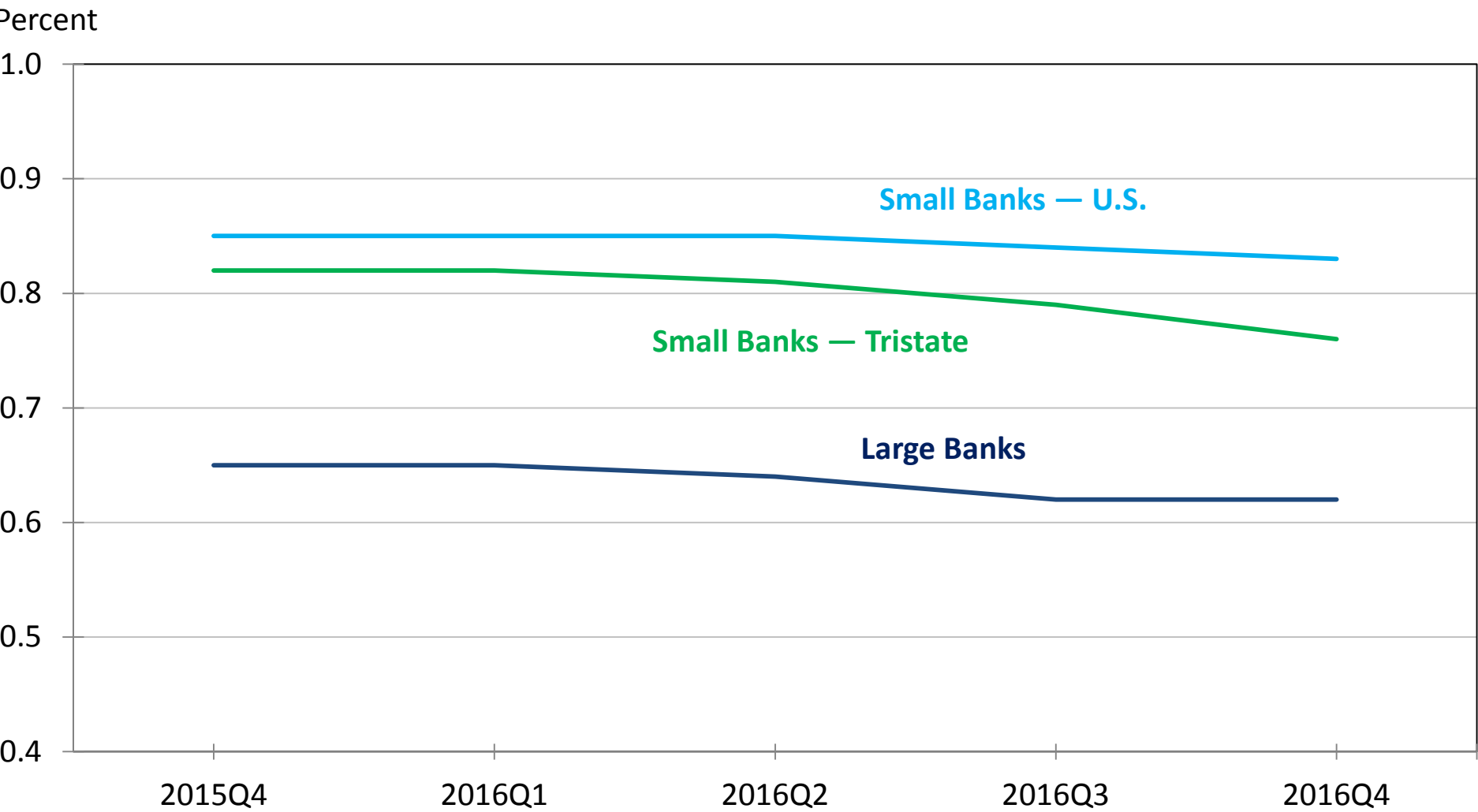


CHART 14

Net Charge-Offs as a Share of Loan Loss Provisions

Percent

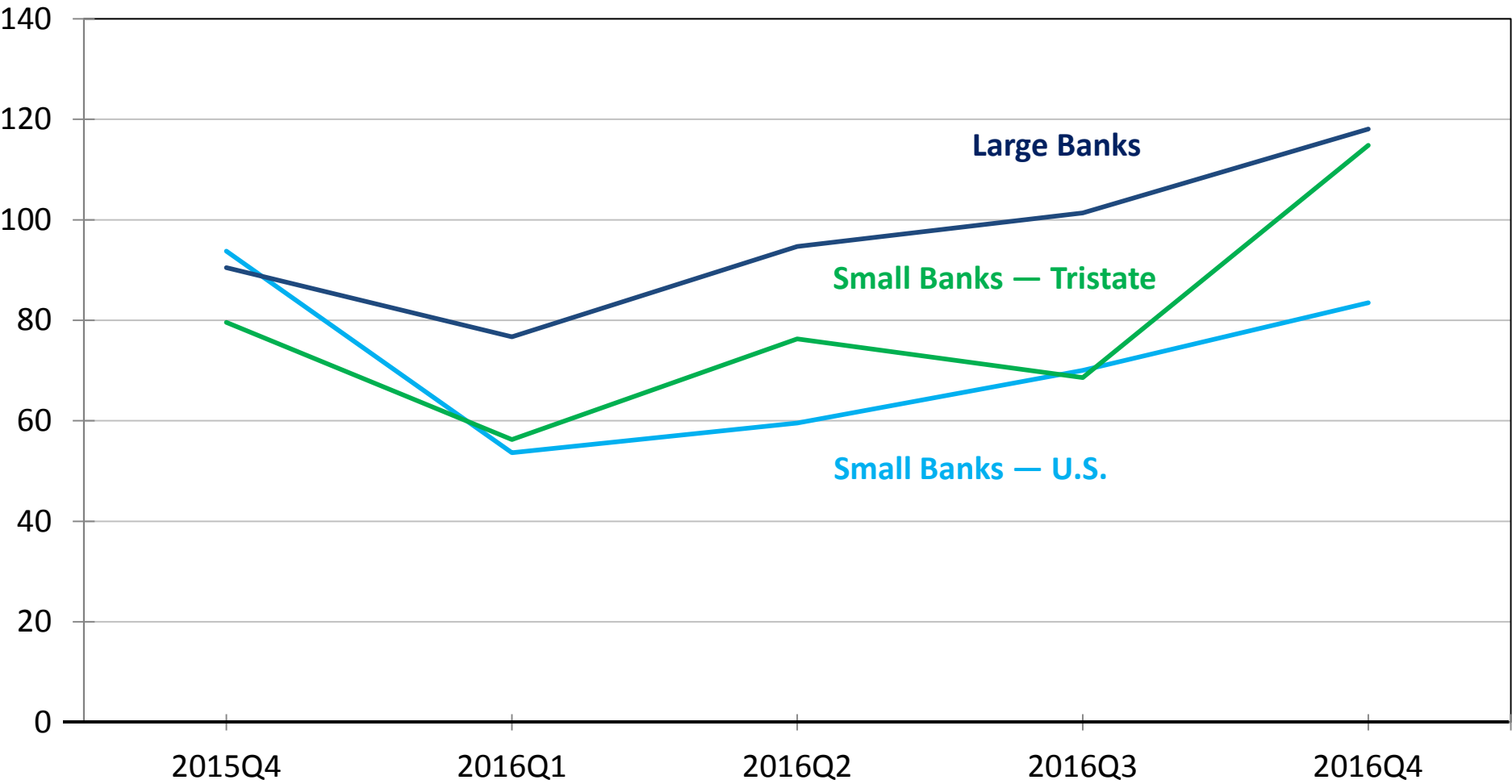


CHART 15

Loan Loss Provision as a Share of Operating Income

Percent

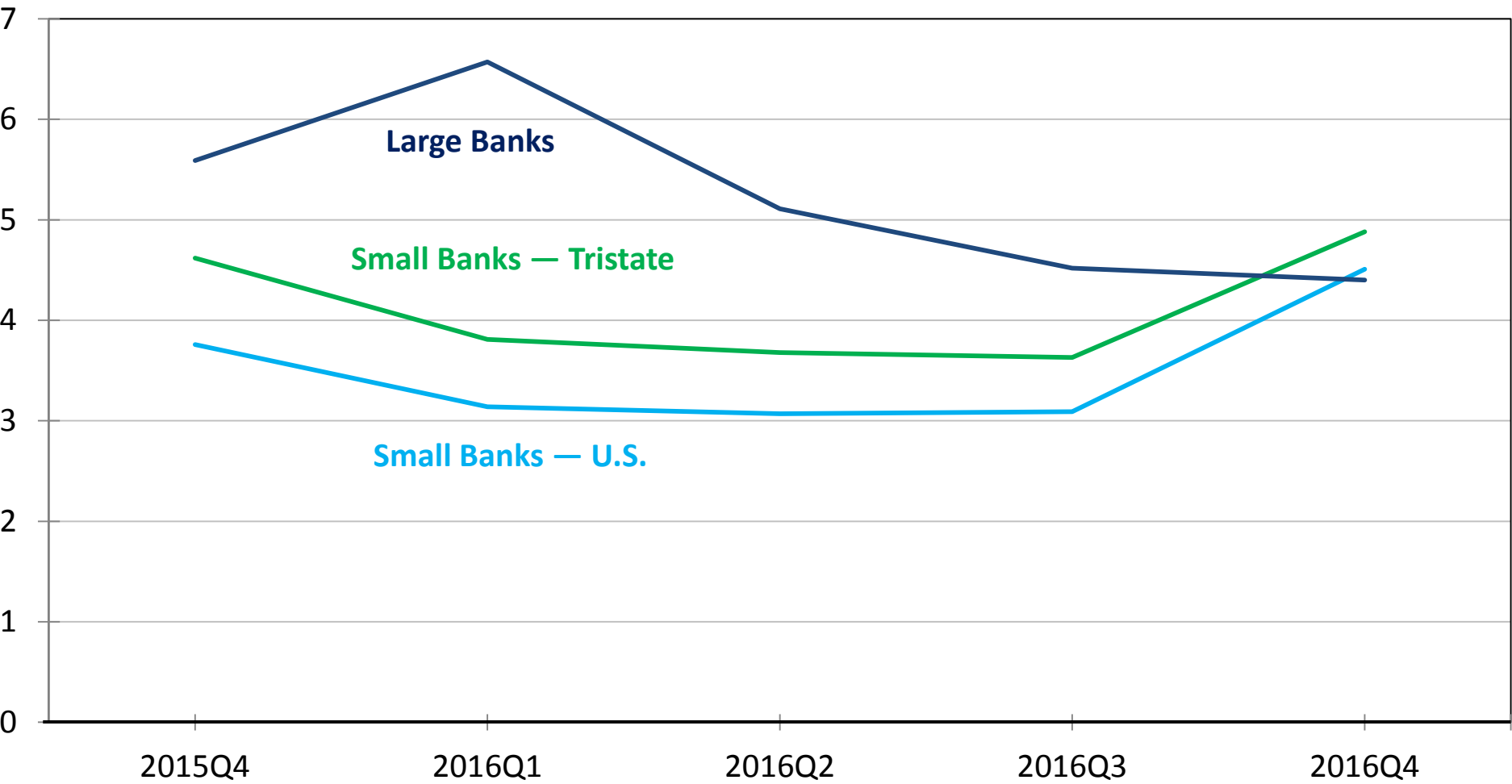
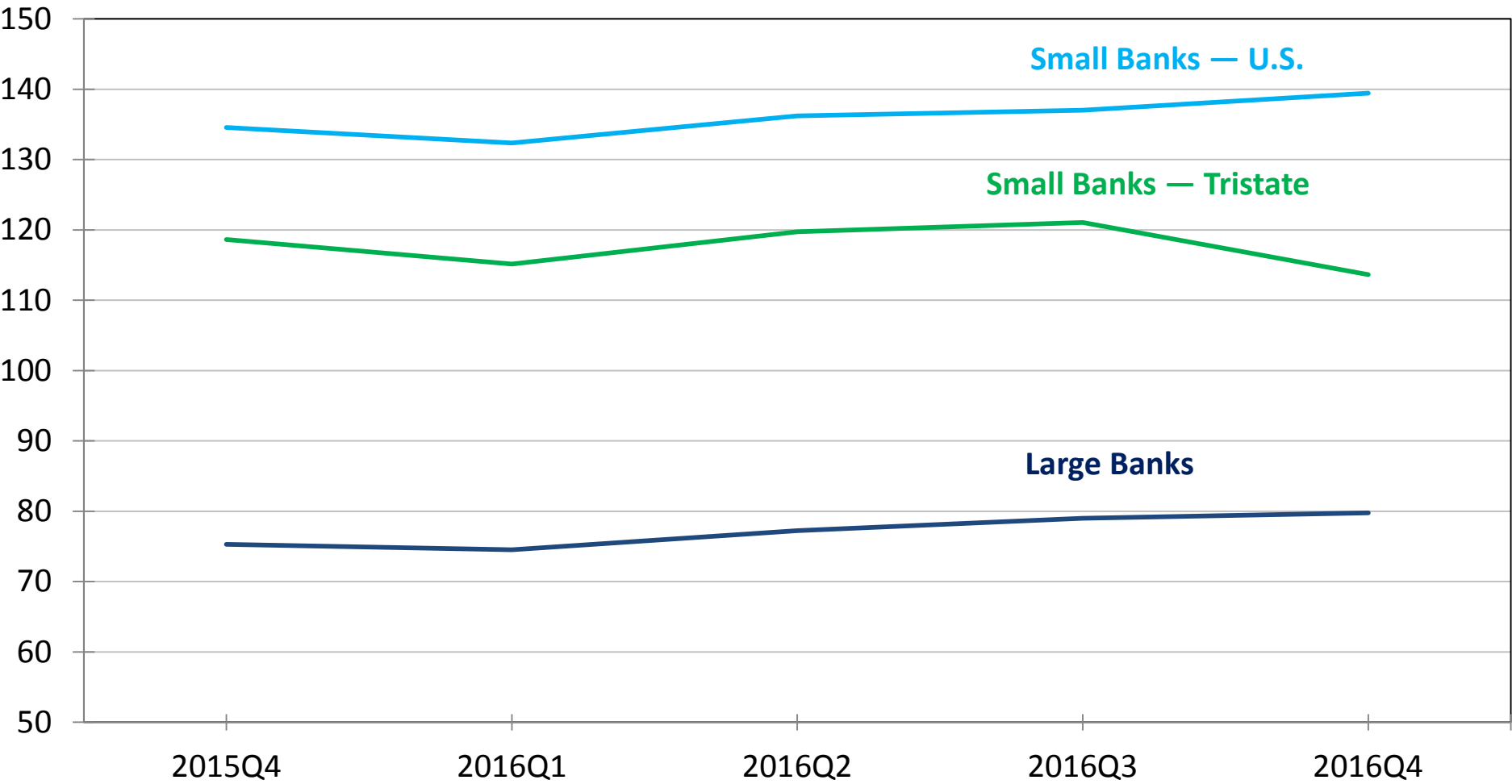


CHART 16

Loan Loss Coverage Ratio

Percent



Part V: Capital Ratios

CHART 17 Total Equity as a Share of Total Assets

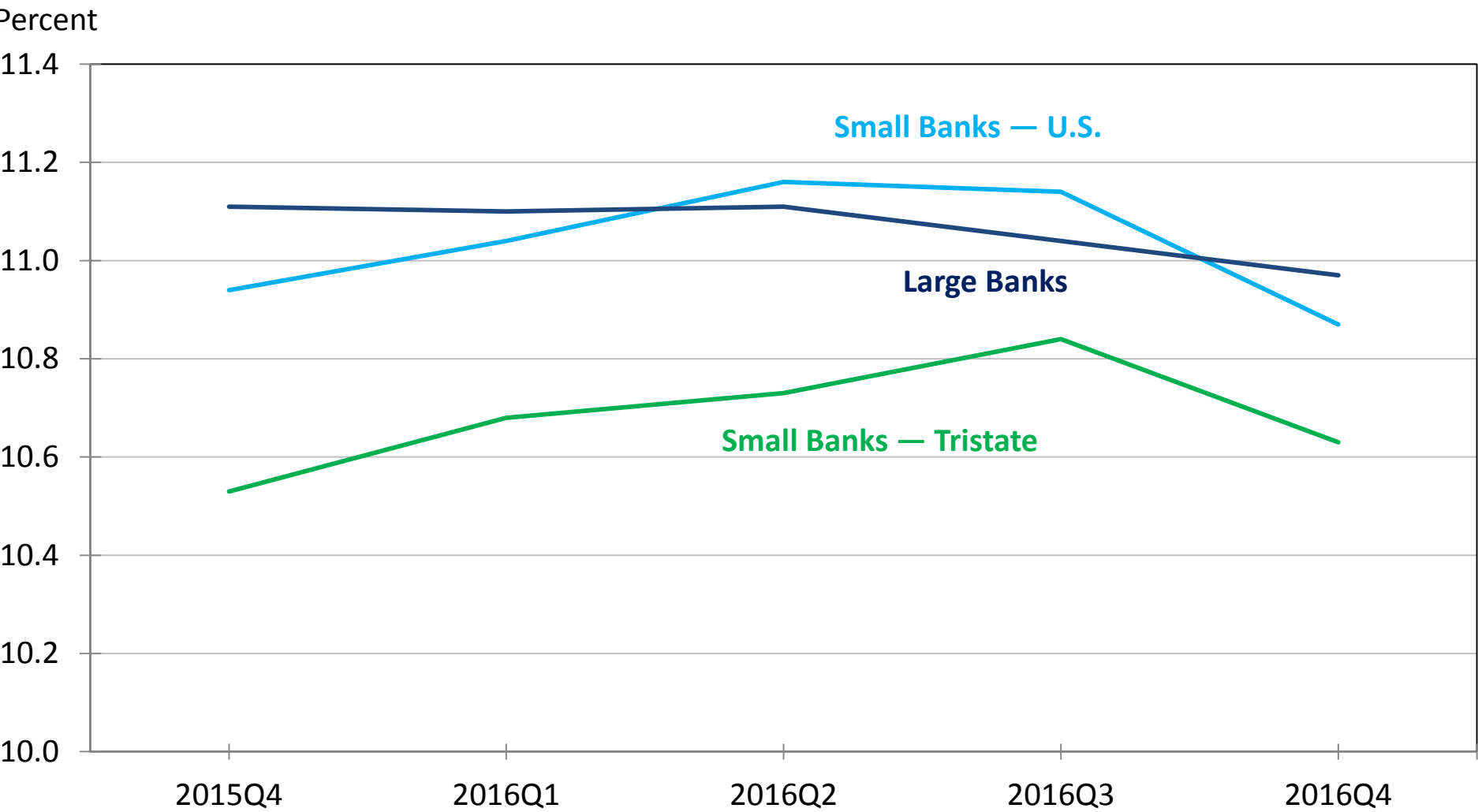


CHART 18 Tier One Leverage Ratio

Percent

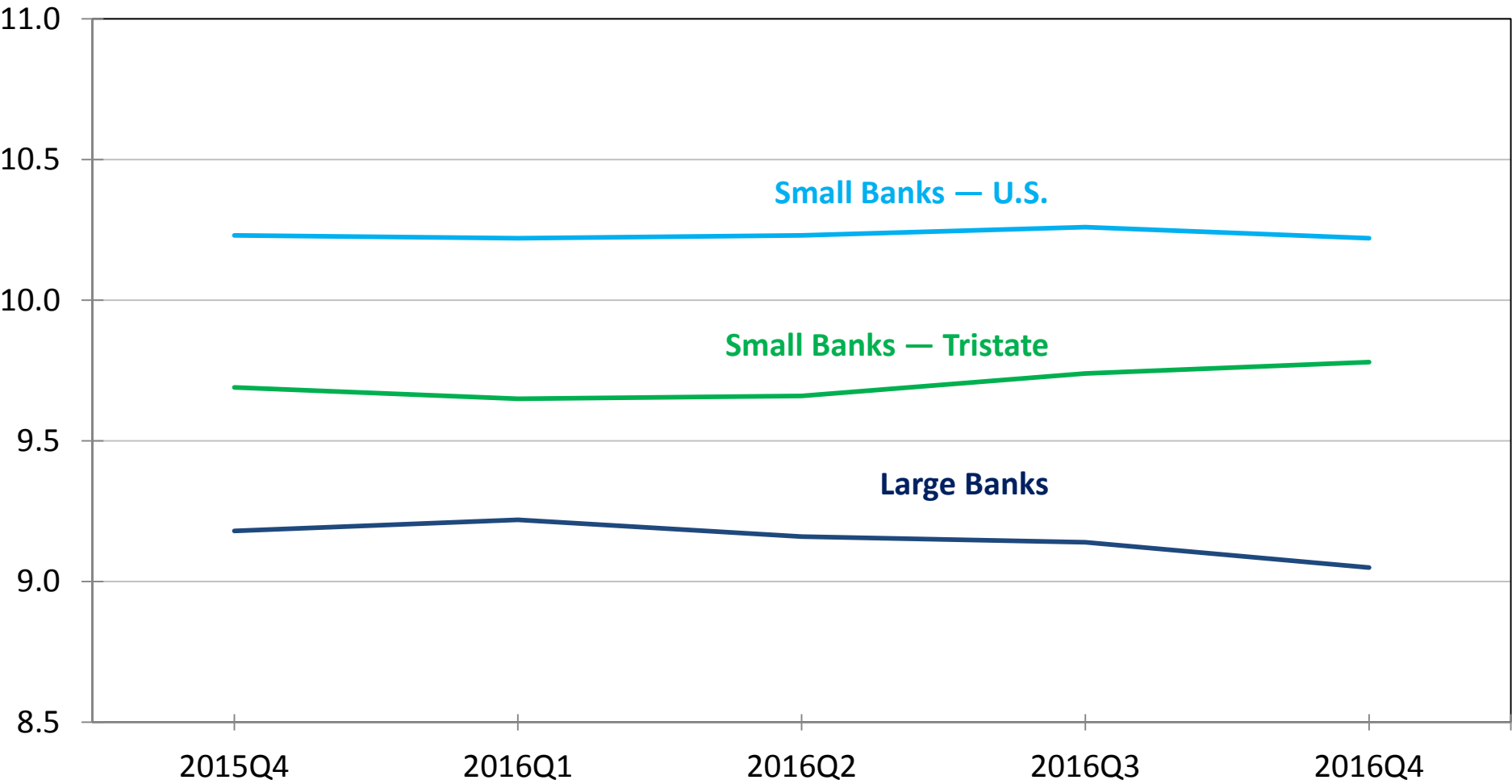
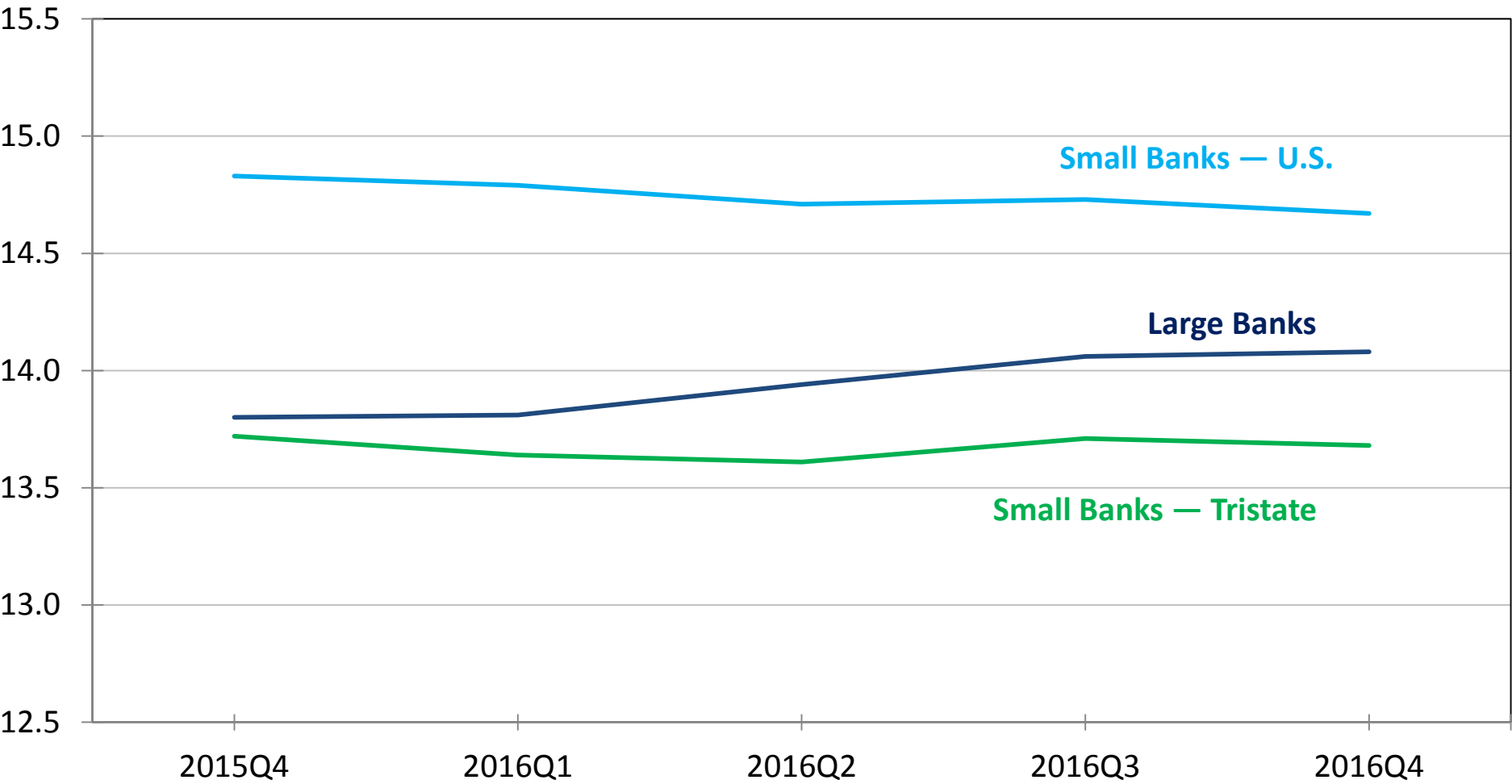


CHART 19 Risk-Based Capital Ratio

Percent



Part VI: Liquidity Ratios

CHART 20

Total Loans as a Share of Total Deposits

Percent

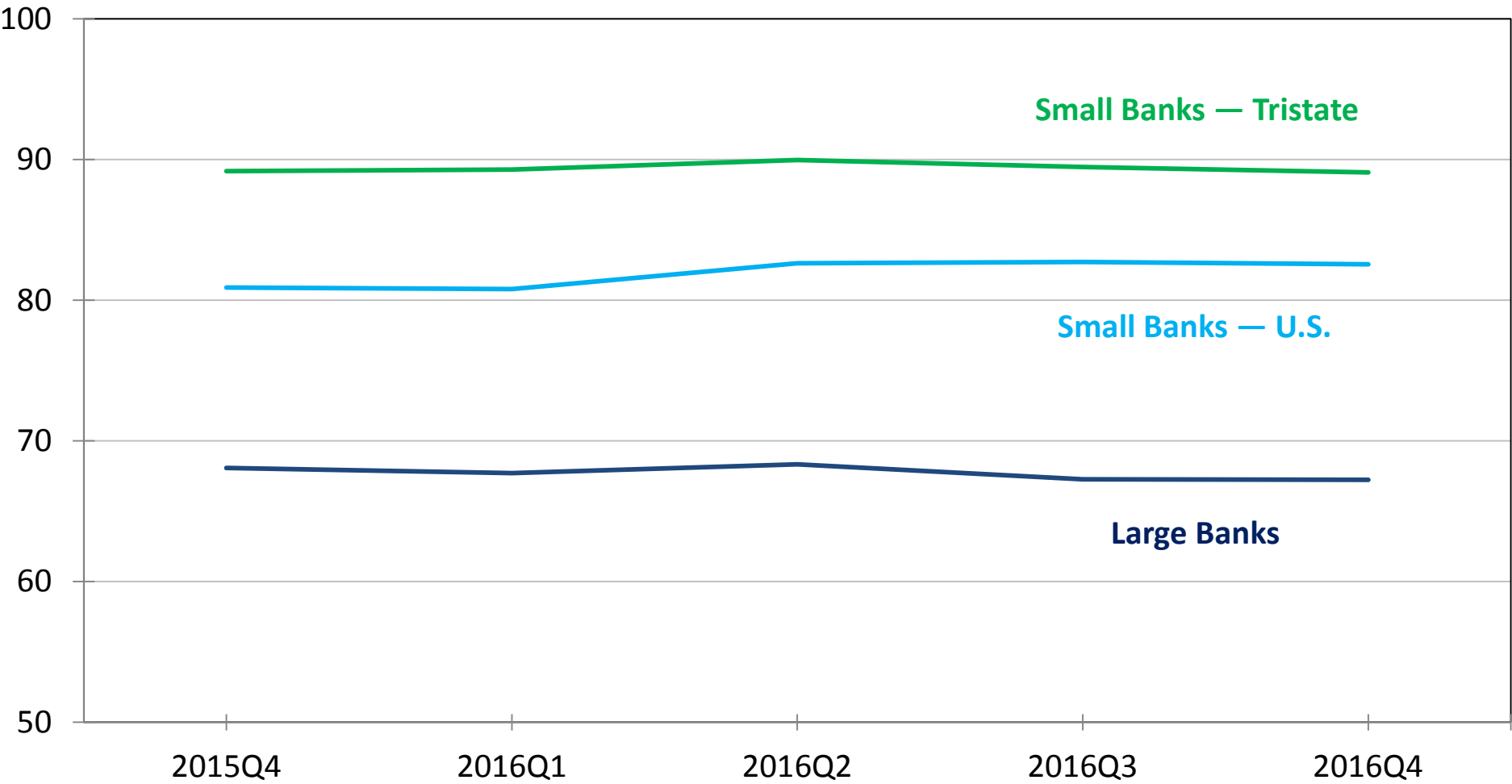
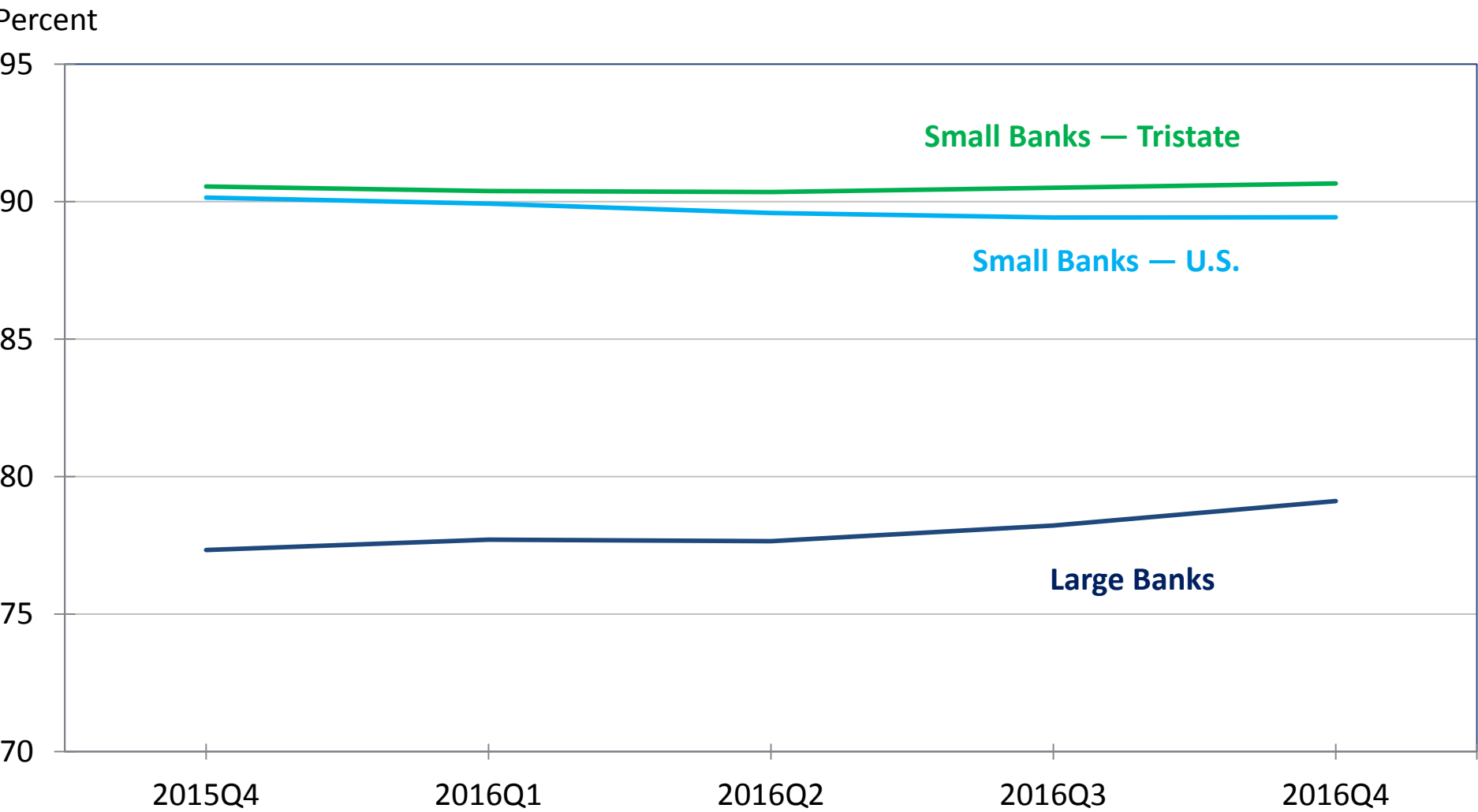


CHART 21

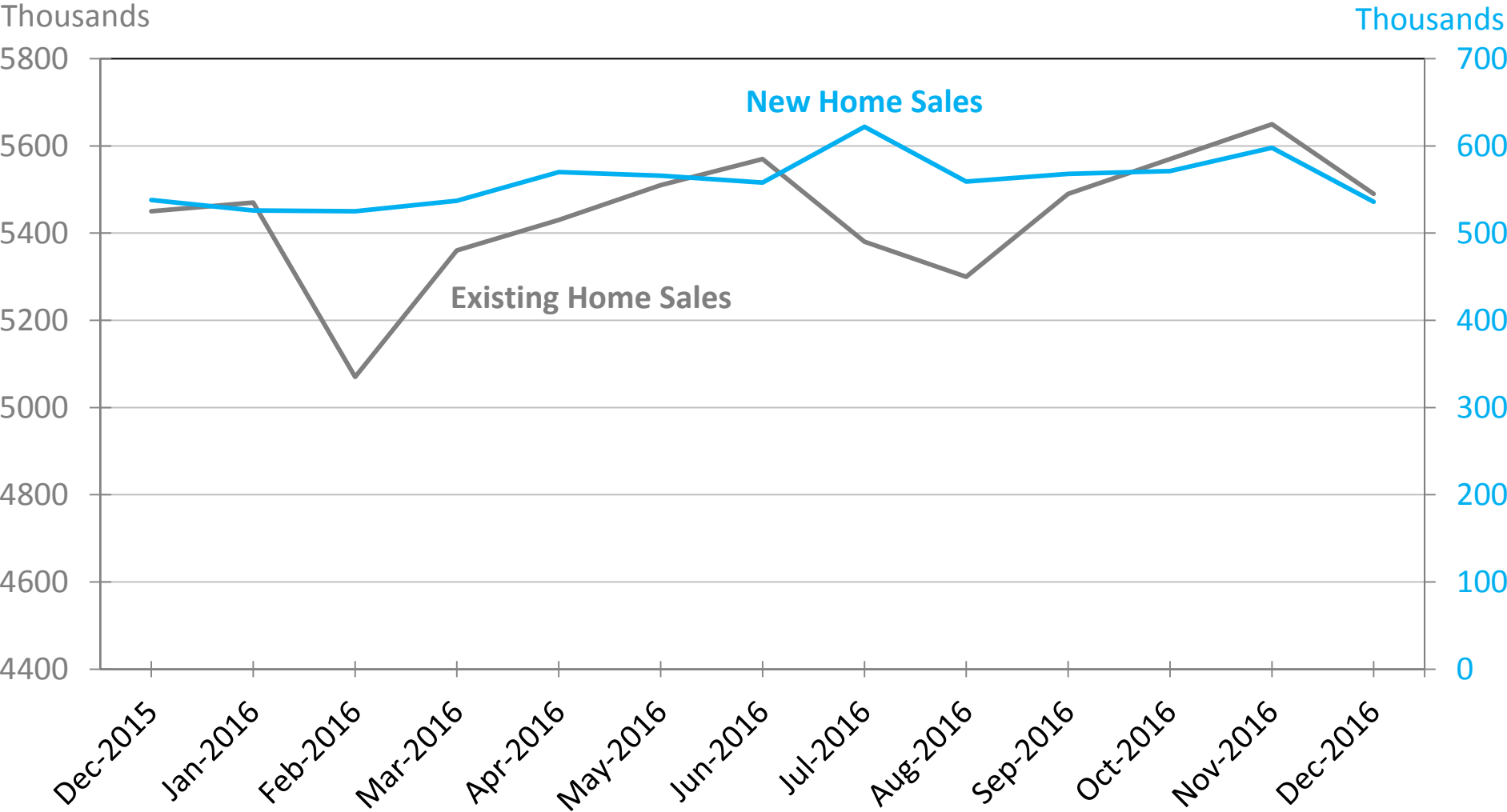
Core Deposits as a Share of Total Deposits



Part VII: Market Conditions

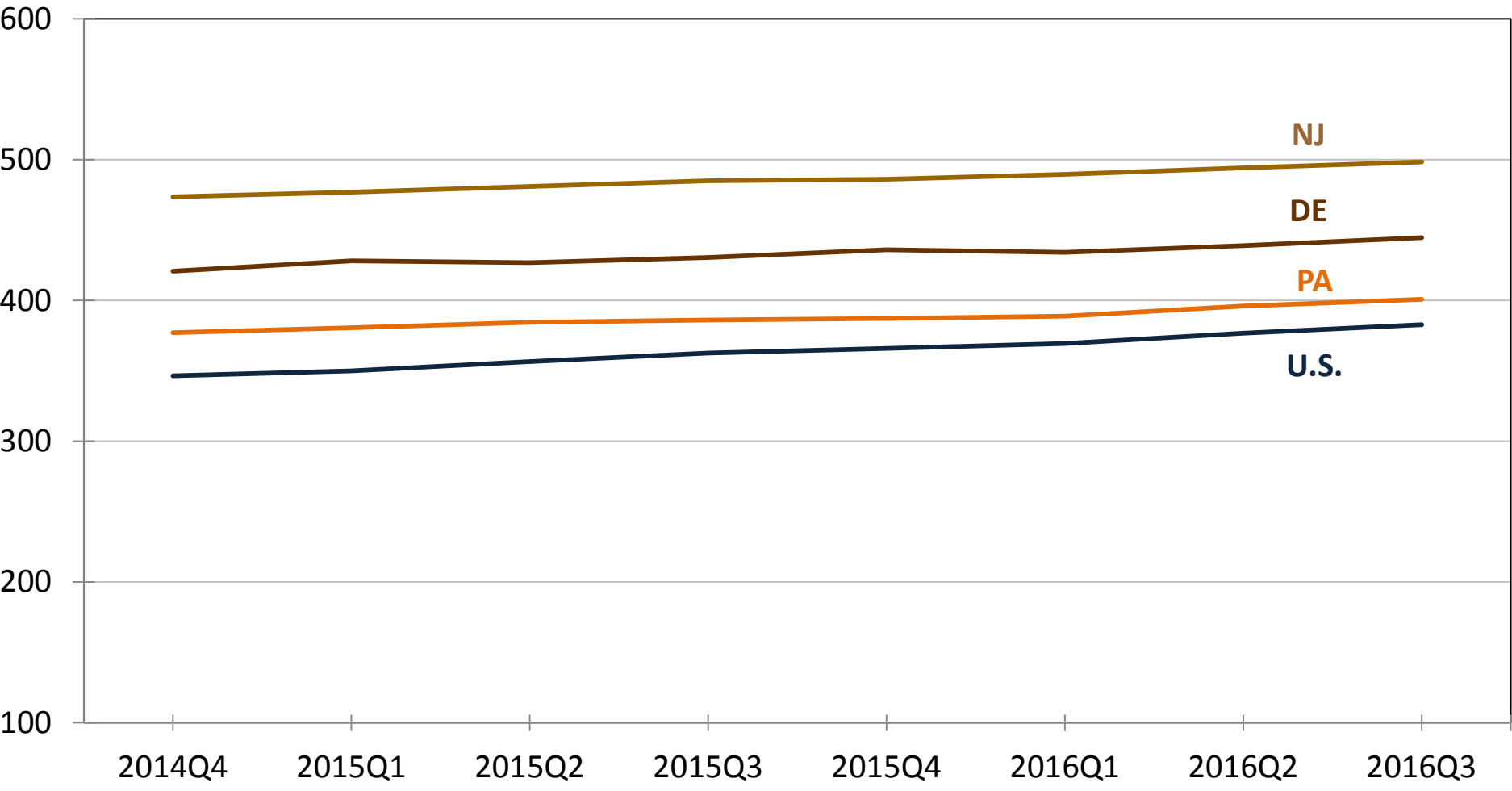
CHART 22

New and Existing Home Sales



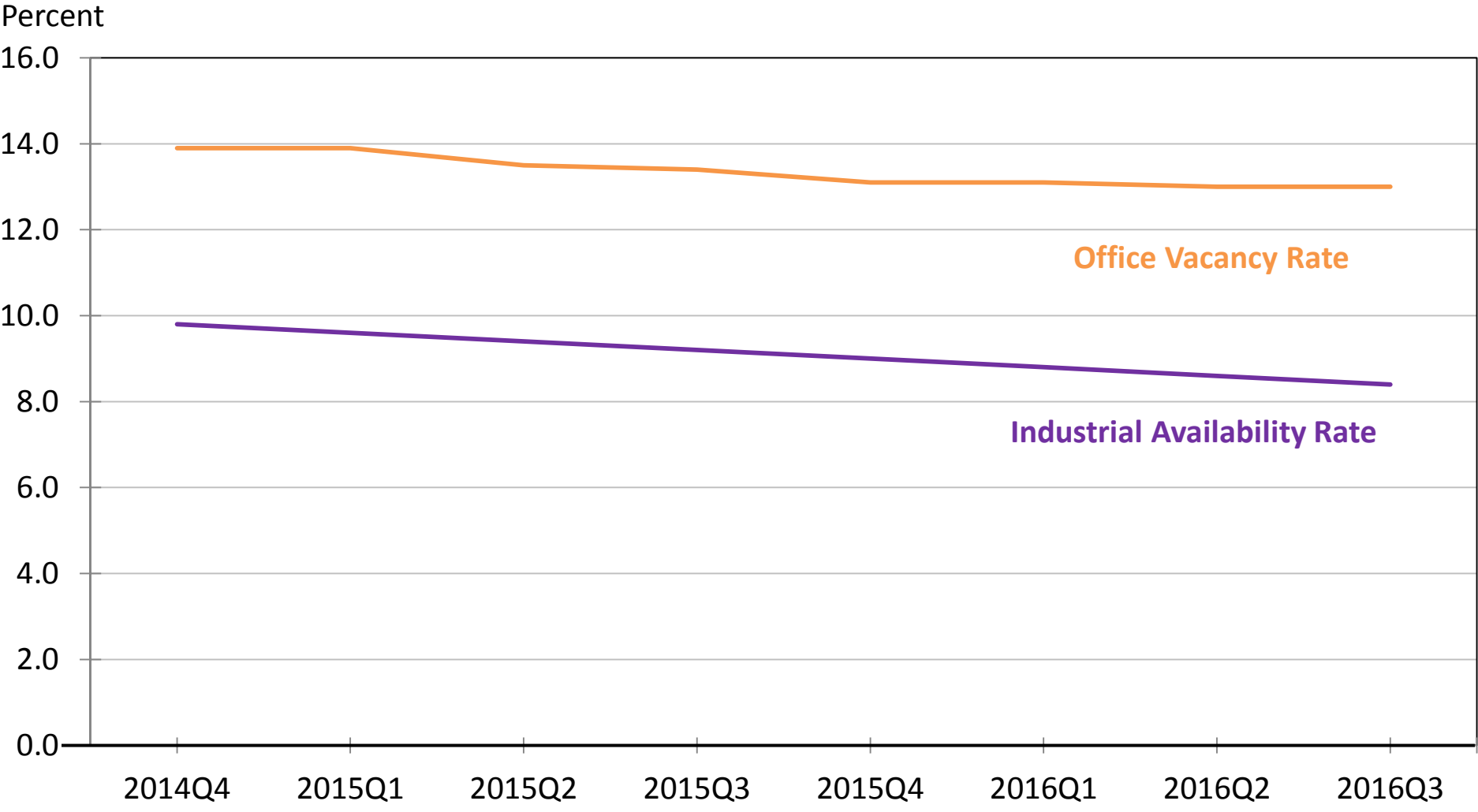
Sources: Census Bureau and National Association of Realtors, via Haver Analytics.

CHART 23 FHFA House Price Index



Source: Federal Housing Finance Agency (FHFA), via Haver Analytics.
Note: For the FHFA House Price Index 1980=100, not seasonally adjusted .

CHART 24 Commercial Real Estate Markets



Source: CB Richard Ellis, via Haver Analytics.

Questions and comments may be directed to James V. DiSalvo at 215-574-3820 or jim.disalvo@phil.frb.org.

For methodology documentation and back issues, visit www.philadelphiafed.org/research-and-data/publications/banking-brief.

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