



BANKING BRIEF

Pennsylvania • New Jersey • Delaware

Third Quarter 2017

FEDERAL RESERVE BANK OF PHILADELPHIA
WWW.PHILADELPHIAFED.ORG

Summary Table of Bank Structure and Conditions — Third Quarter 2017

	Small Banks						Large Banks			
	U.S.			Tristate			U.S.			
	\$ Billion	% Change From		\$ Billion	% Change From		\$ Billion	% Change From		
	2017Q3	2017Q3	2016Q3	2017Q3	2017Q2	2016Q3	2017Q3	2017Q3	2016Q3	
Total Assets	2,218.8	5.18	5.85	131.9	6.97	7.75	Total Assets	13,042.0	3.62	2.04
Total Loans	1,541.0	7.49	8.12	97.9	7.41	10.39	Total Loans	6,719.7	3.38	2.49
C&I	235.9	3.32	7.33	13.0	3.77	8.98	C&I	1,609.8	1.69	1.53
Real Estate	1,136.7	8.10	8.90	76.5	6.93	10.24	Real Estate	3,055.4	2.16	2.11
Consumer	65.0	9.51	7.42	4.2	24.06	22.69	Consumer	953.8	5.41	2.29
Total Deposits	1,828.0	5.02	5.90	107.6	11.14	8.21	Total Deposits	9,954.2	2.87	2.36
Ratios (in %)	2017Q3	2017Q3	2016Q3	2017Q3	2017Q2	2016Q3	Ratios (in %)	2017Q3	2017Q3	2016Q3
Net Income/Avg. Assets (ROA)	1.05	1.03	1.05	0.97	0.94	0.89	Net Income/Avg. Assets (ROA)	1.03	1.03	0.97
Net Interest Inc./Avg. Assets (NIM)	3.35	3.33	3.31	3.19	3.16	3.12	Net Interest Inc./Avg. Assets (NIM)	2.52	2.48	2.42
Noninterest Inc./Avg. Assets	0.95	0.97	0.97	1.12	1.13	1.14	Noninterest Inc./Avg. Assets	1.53	1.55	1.56
Noninterest Exp./Avg. Assets	2.80	2.82	2.84	2.90	2.93	3.00	Noninterest Exp./Avg. Assets	2.38	2.38	2.38
Loans/Deposits	84.30	83.81	82.56	90.99	91.77	89.19	Loans/Deposits	67.51	67.42	67.42
Equity/Assets	11.22	11.14	11.13	10.90	10.77	10.76	Equity/Assets	11.15	11.15	11.04
Nonperforming Loans/Total Loans	0.81	0.83	0.90	0.82	0.86	0.91	Nonperforming Loans/Total Loans	1.23	1.27	1.54

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, 2016.

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, 2016, including assets of only their commercial bank subsidiaries.

U.S. excludes tristate banks.

The sample includes 138 small tristate banks, 4,407 small U.S. banks, and 105 large U.S. banks.



Part I: Earnings Ratios

CHART 1
Return on Average Assets

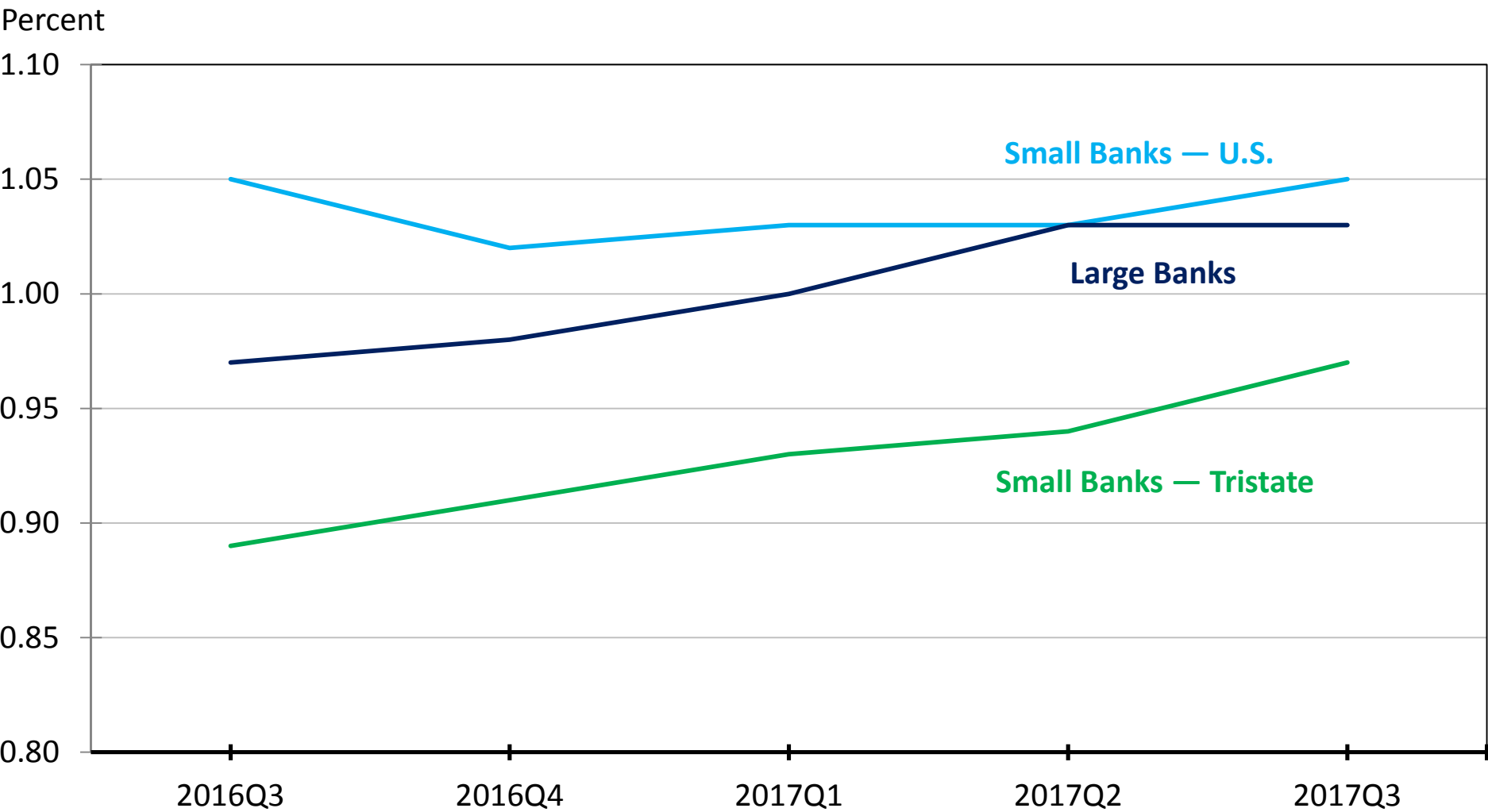
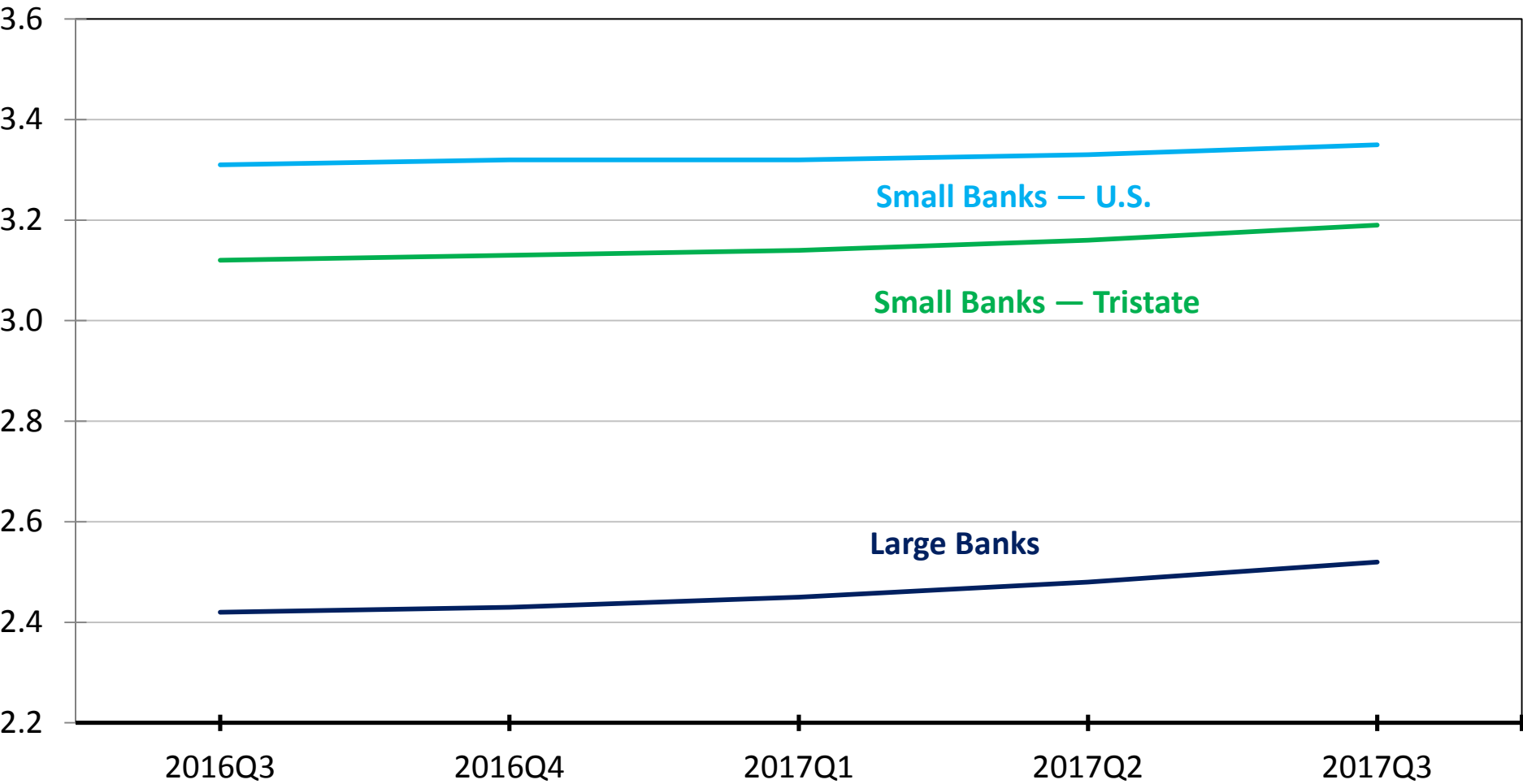


CHART 2 Net Interest Margin

Percent



Part II: Annual Growth Rates

CHART 3 Annual Growth of Quarterly Net Income

Percent

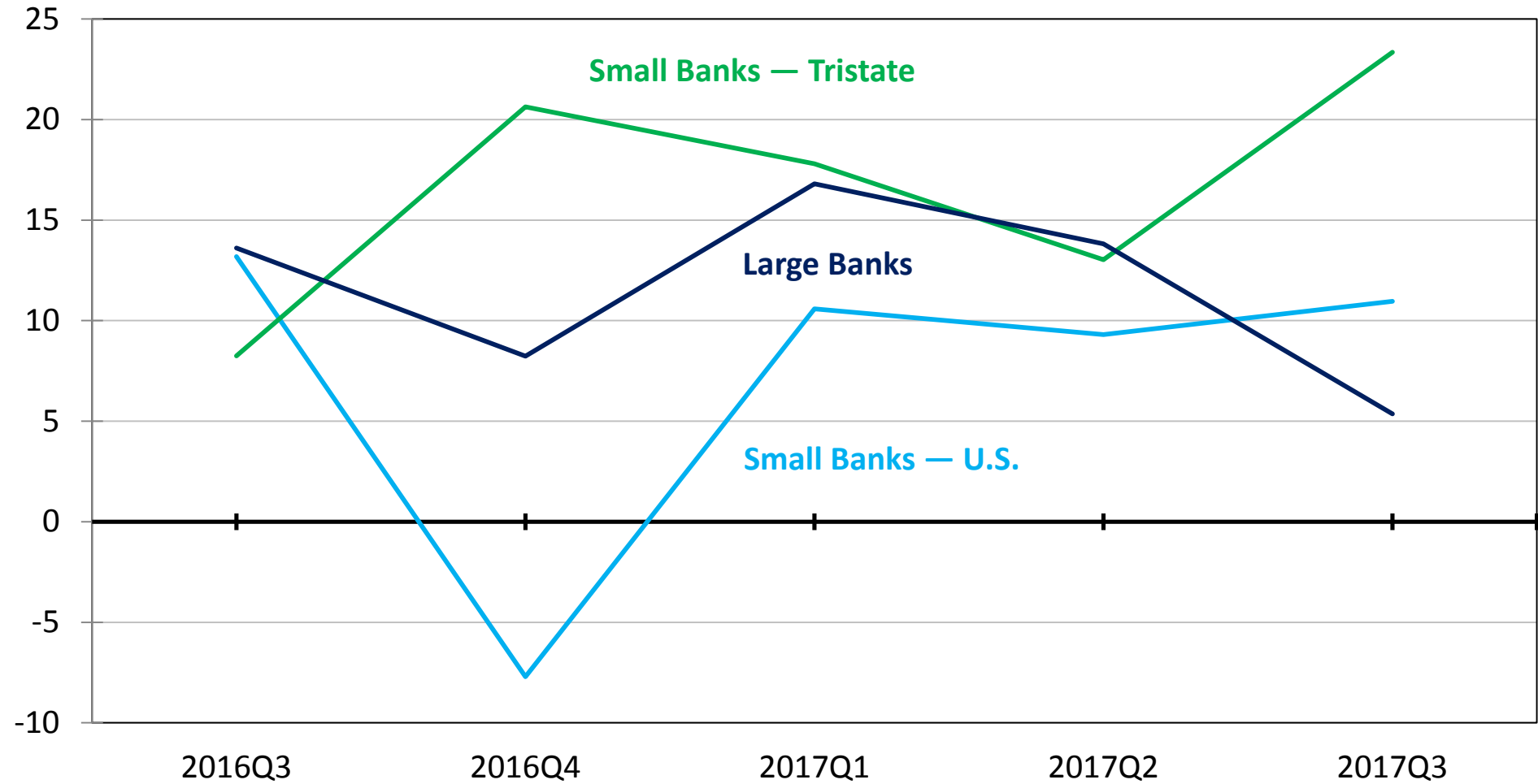


CHART 4 Annual Growth of Total Assets

Percent

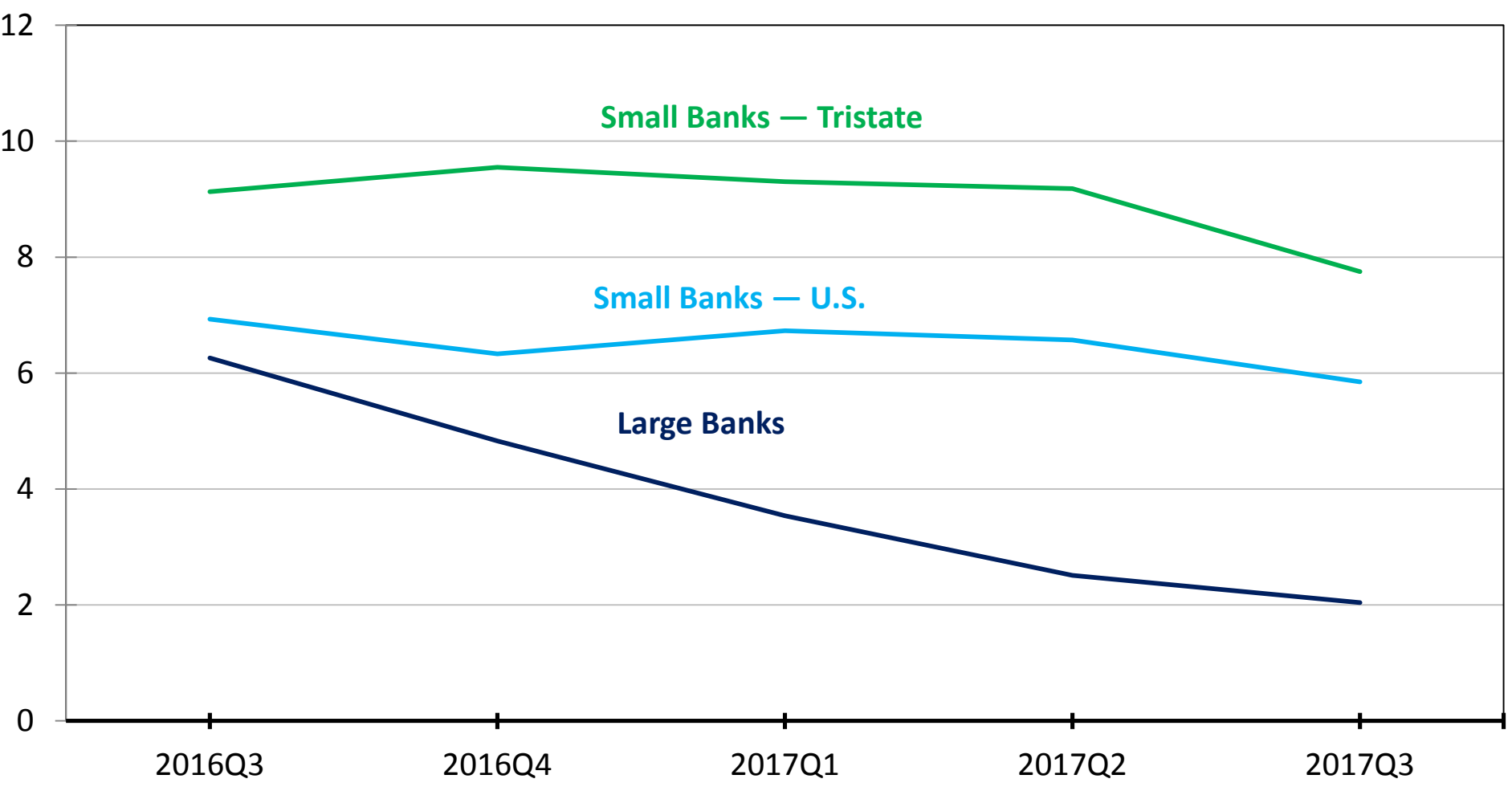


CHART 5 Annual Growth of Total Loans

Percent

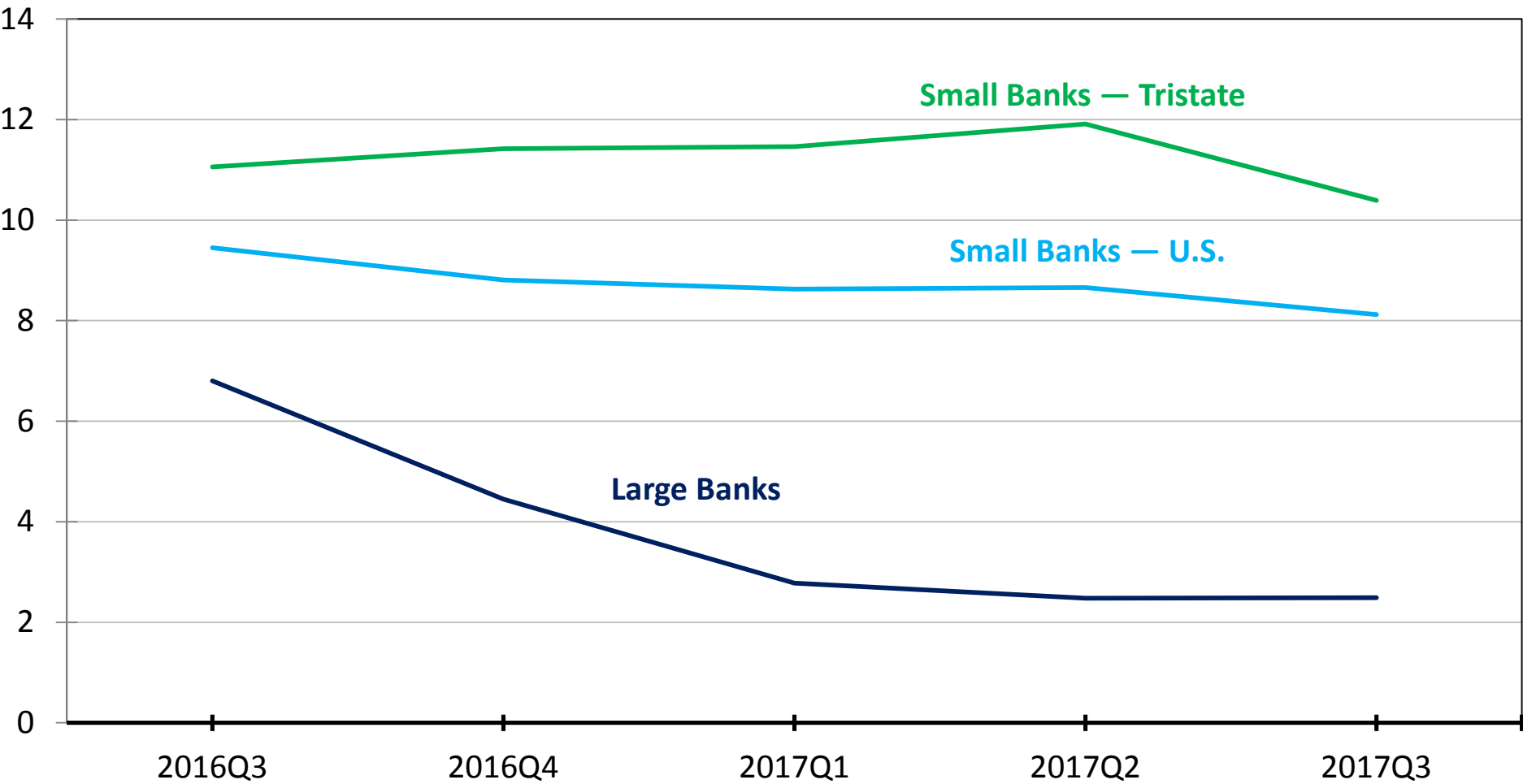
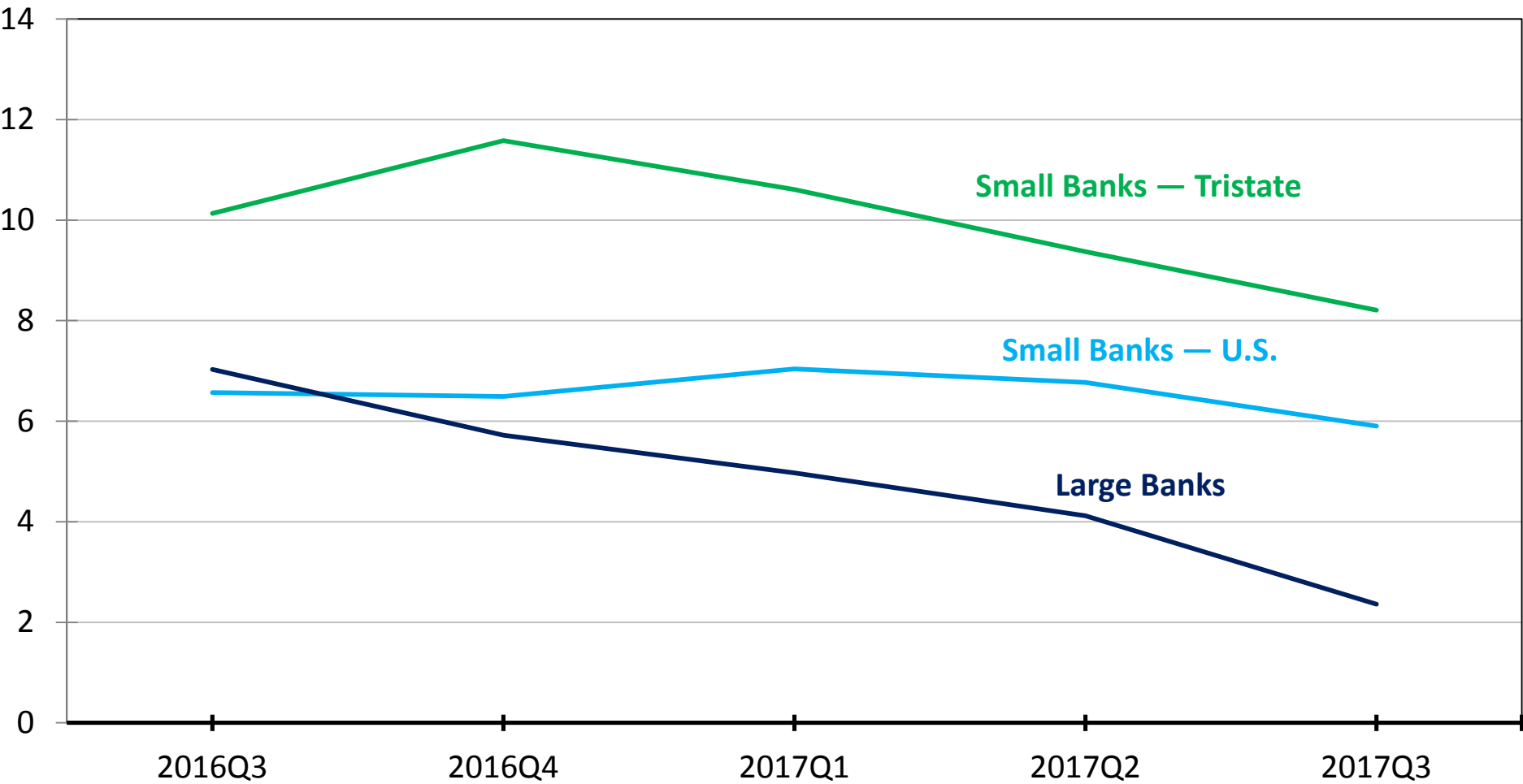


CHART 6 Annual Growth of Total Deposits

Percent



Part III: Asset Quality Ratios

CHART 7 Nonperforming Assets as a Share of Total Assets

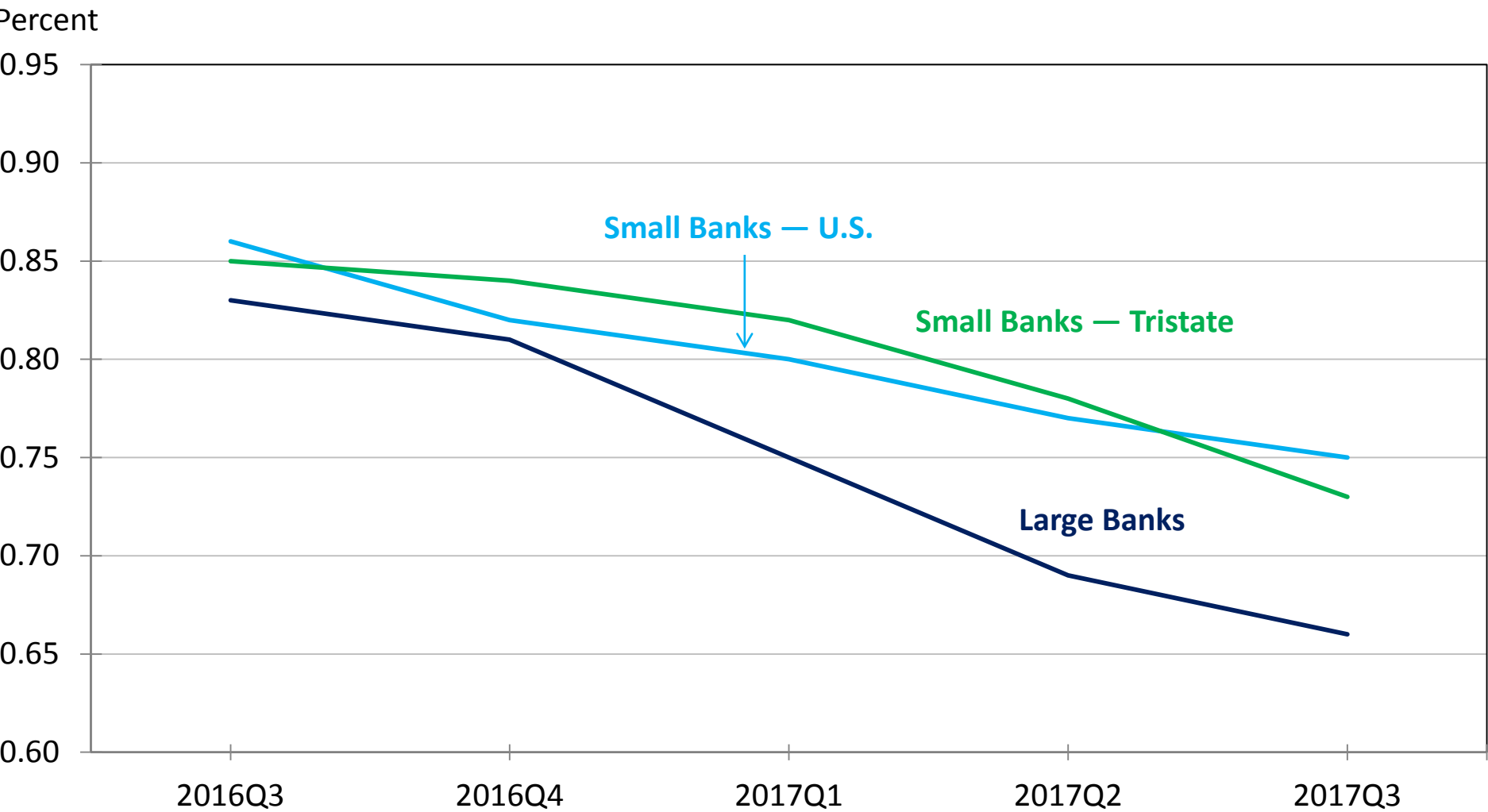


CHART 8 Nonperforming Loans as a Share of Total Loans

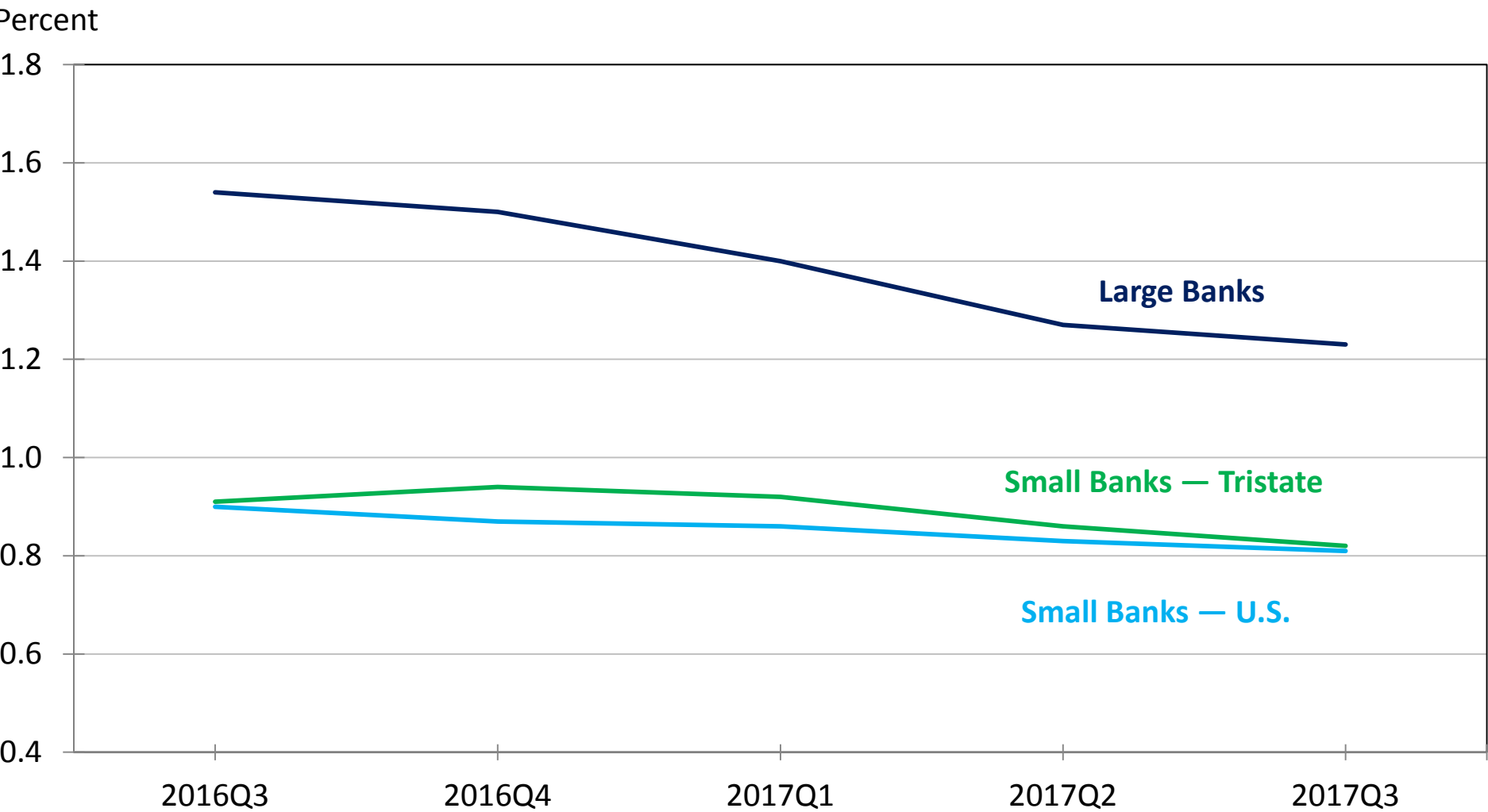


CHART 9 Residential Real Estate Nonperforming Loan Ratio

Percent

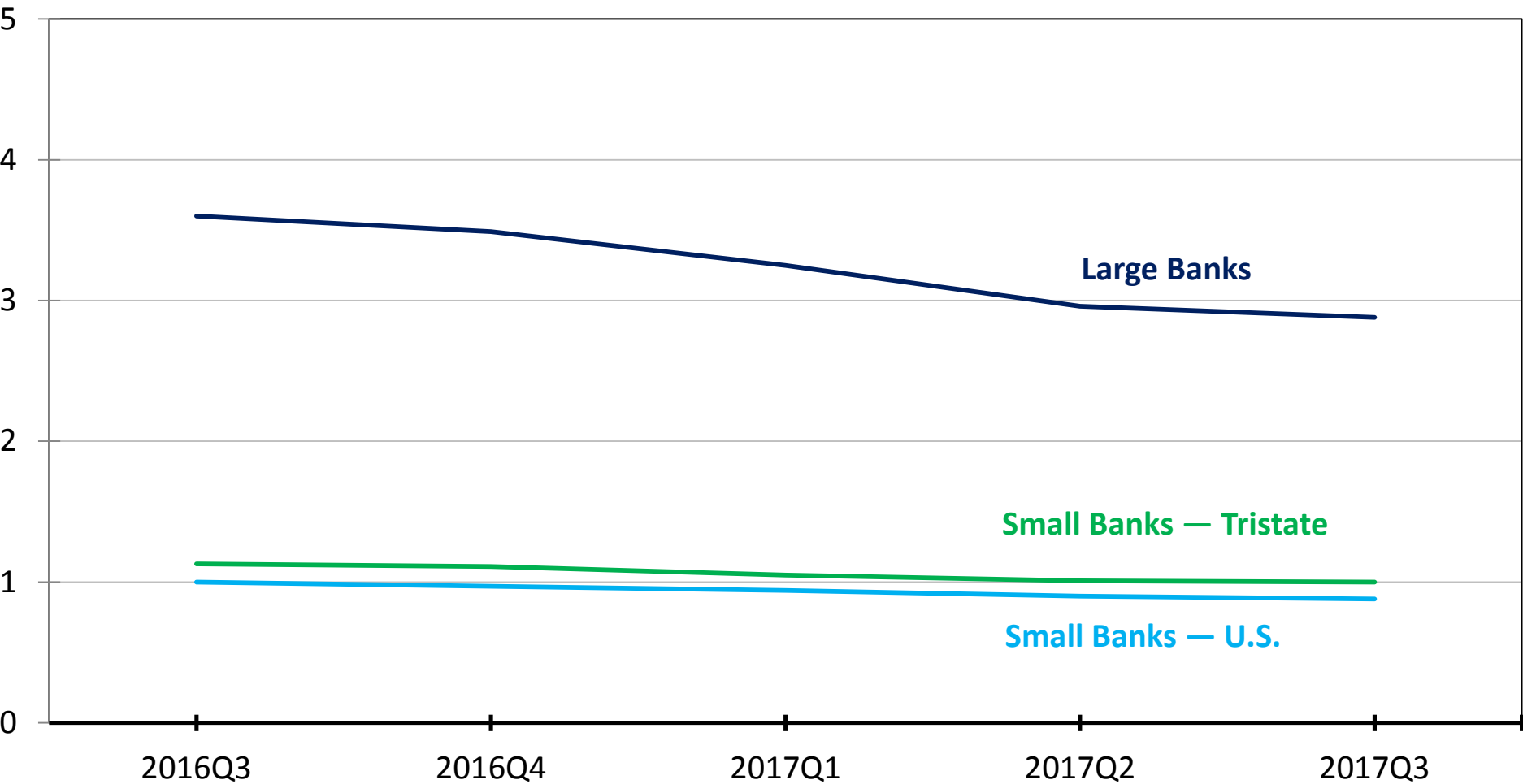


CHART 10

Commercial Real Estate Nonperforming Loan Ratio

Percent

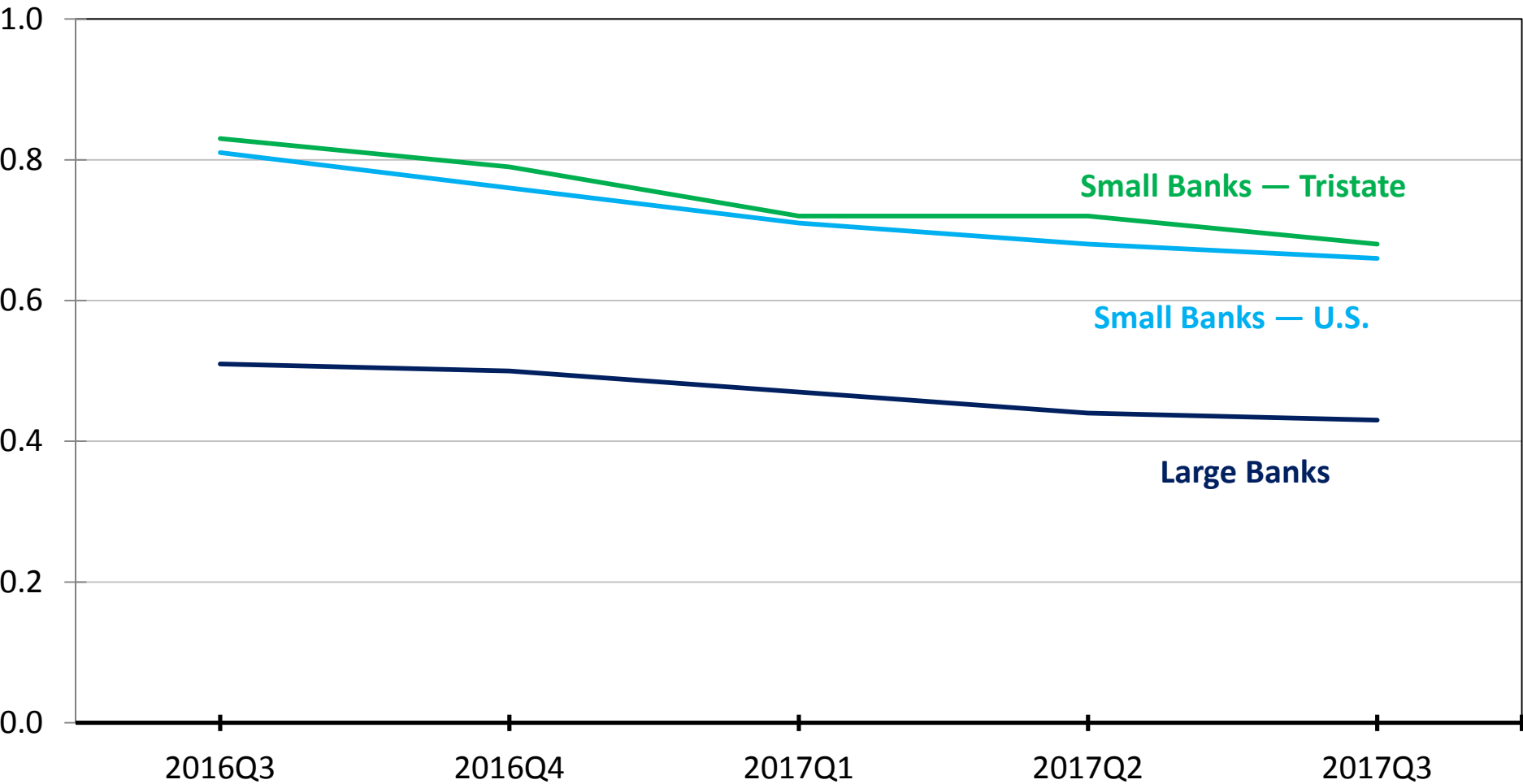


CHART 11
Commercial and Industrial Nonperforming Loan Ratio

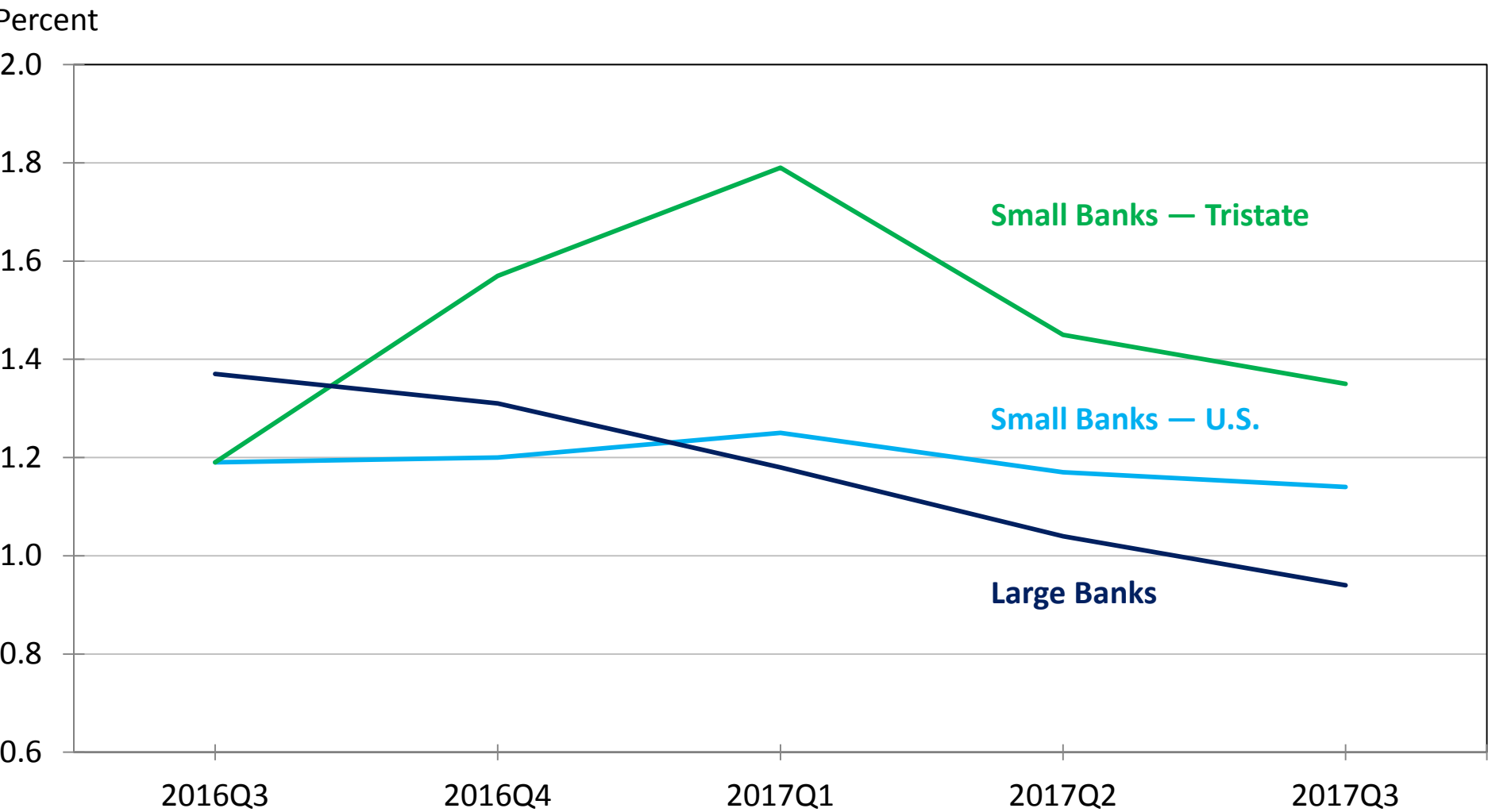
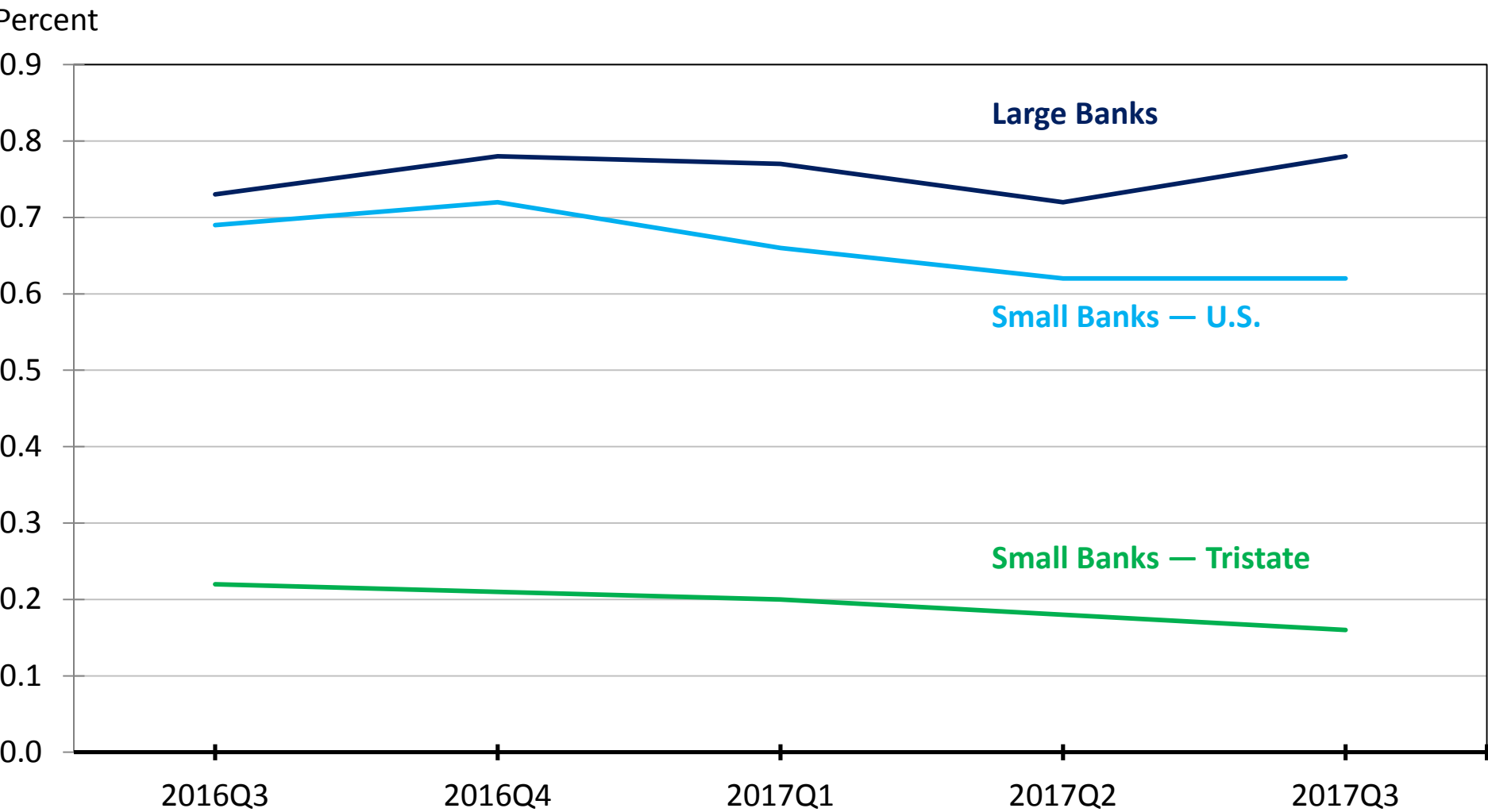


CHART 12 Consumer Nonperforming Loan Ratio



Part IV: Loan Loss Provisioning and Reserves

CHART 13
Loan Loss Reserves as a Share of Total Assets

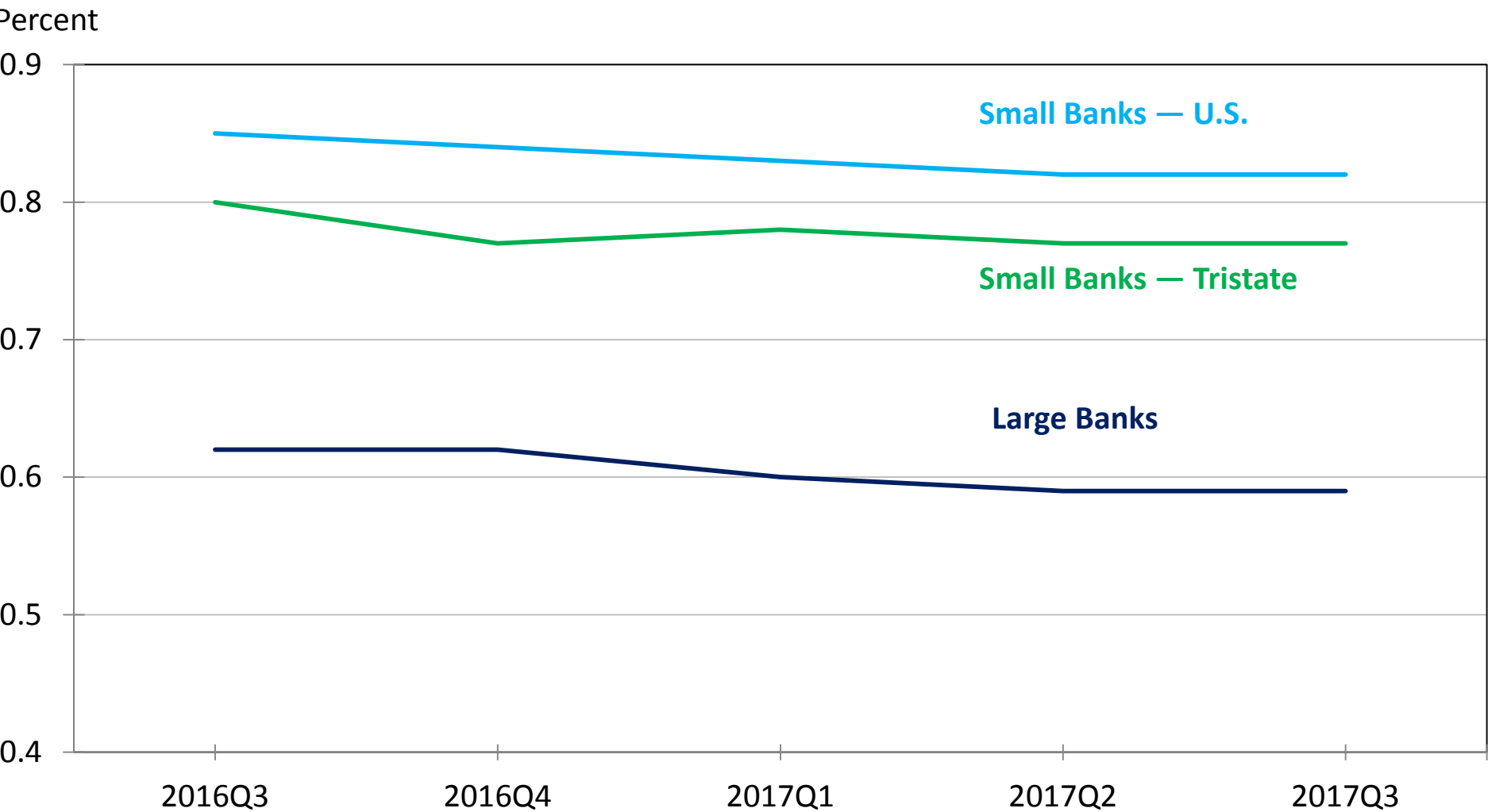


CHART 14

Net Charge-Offs as a Share of Loan Loss Provisions

Percent

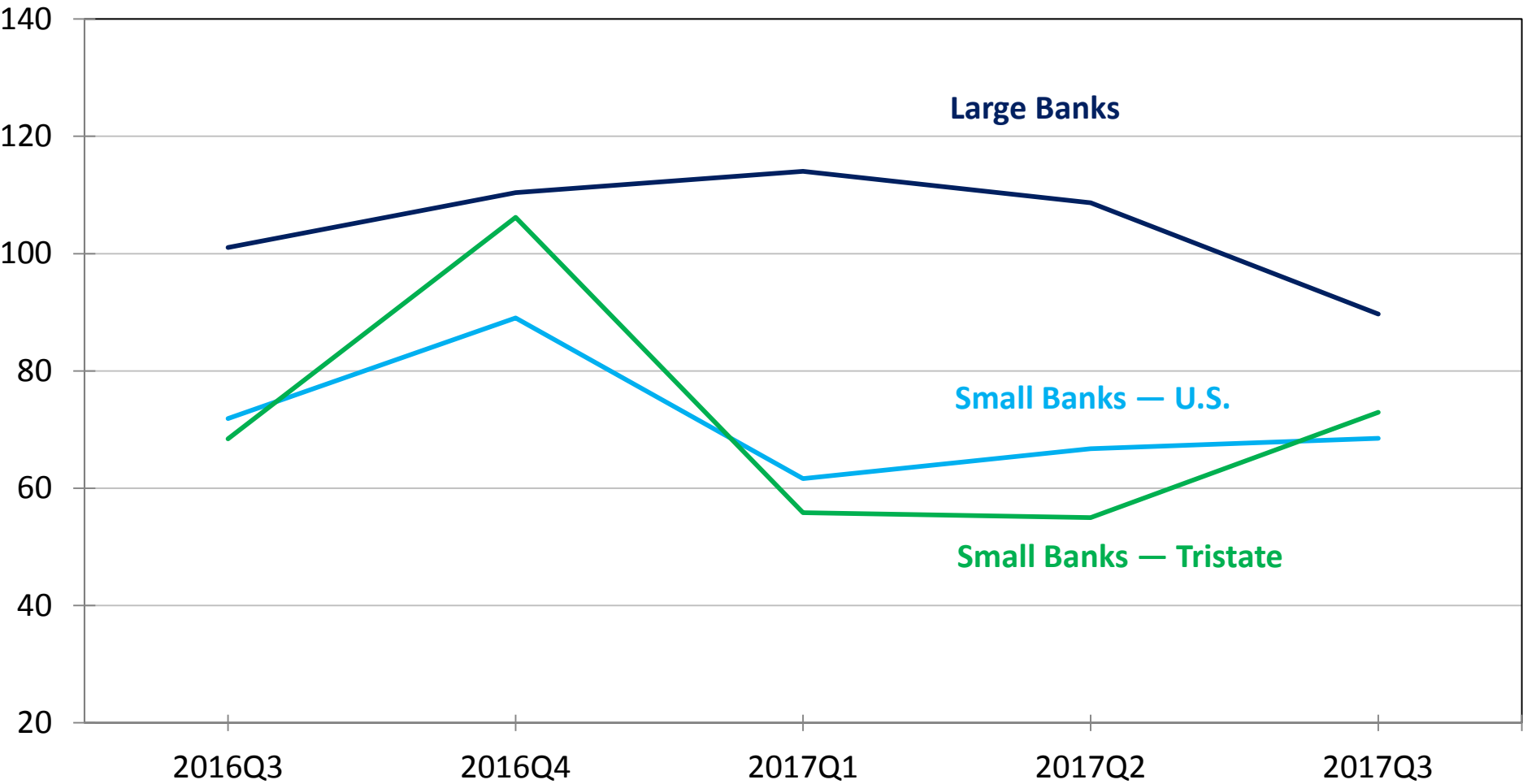


CHART 15

Loan Loss Provision as a Share of Operating Income

Percent

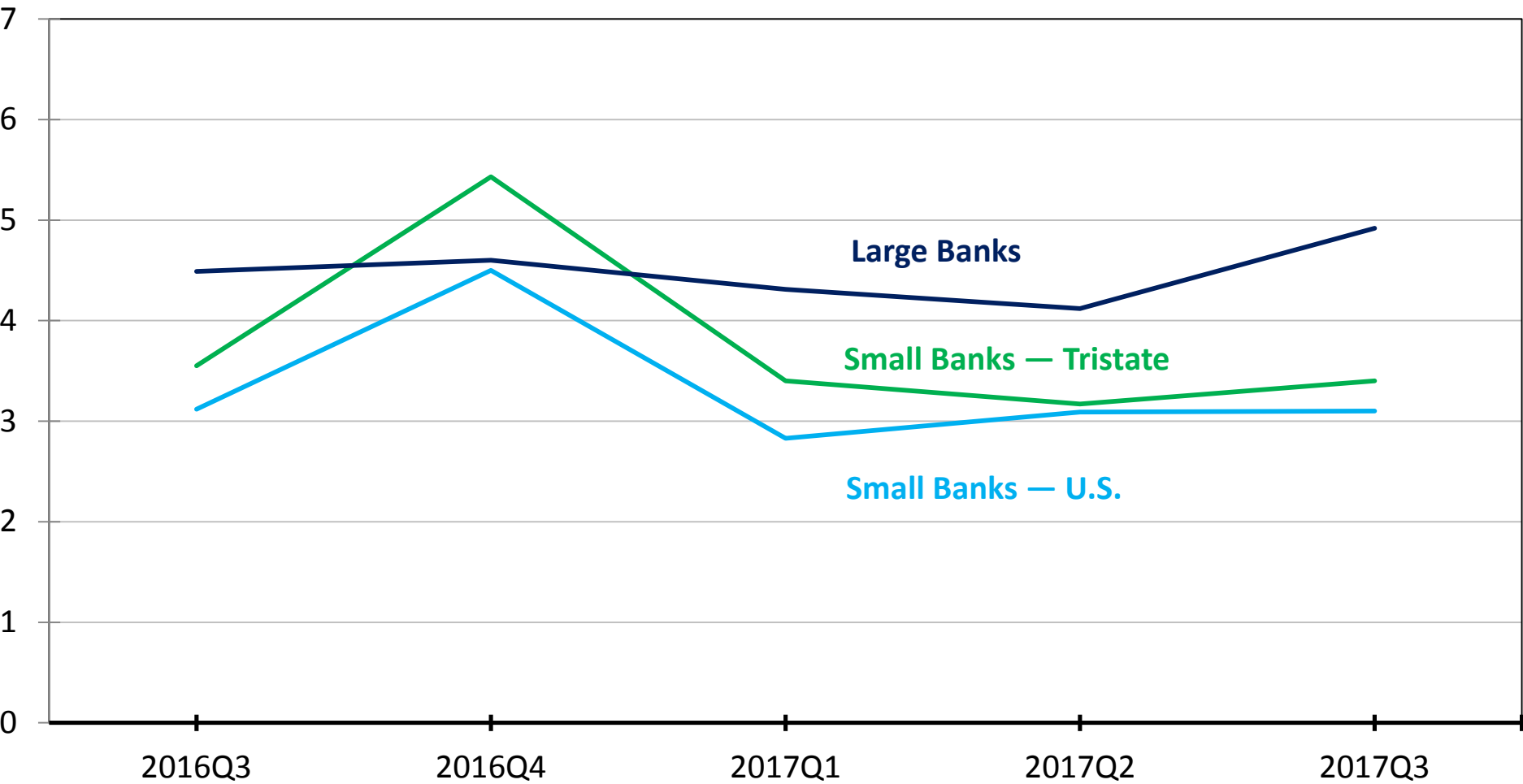
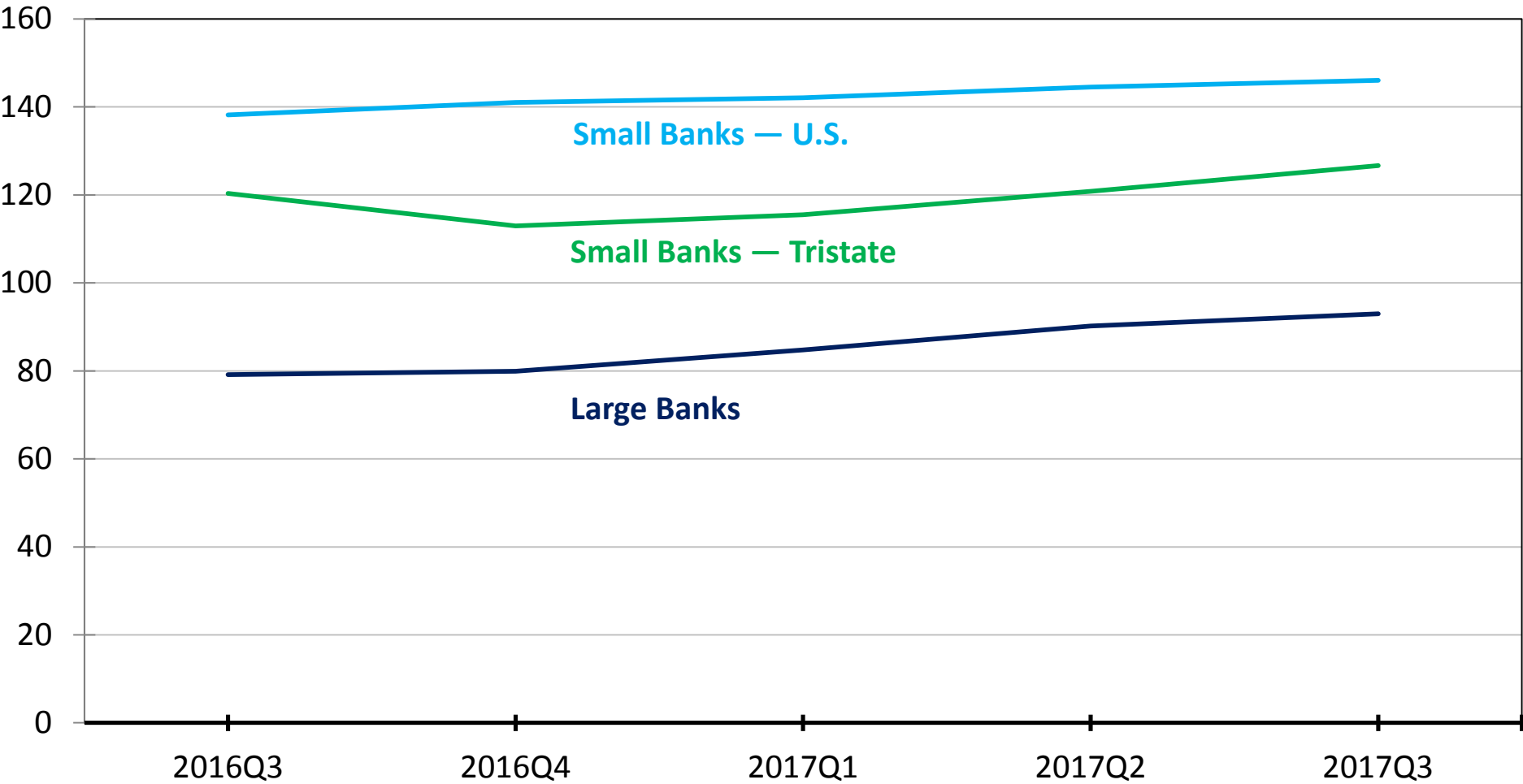


CHART 16

Loan Loss Coverage Ratio

Percent



Part V: Capital Ratios

CHART 17
Total Equity as a Share of Total Assets

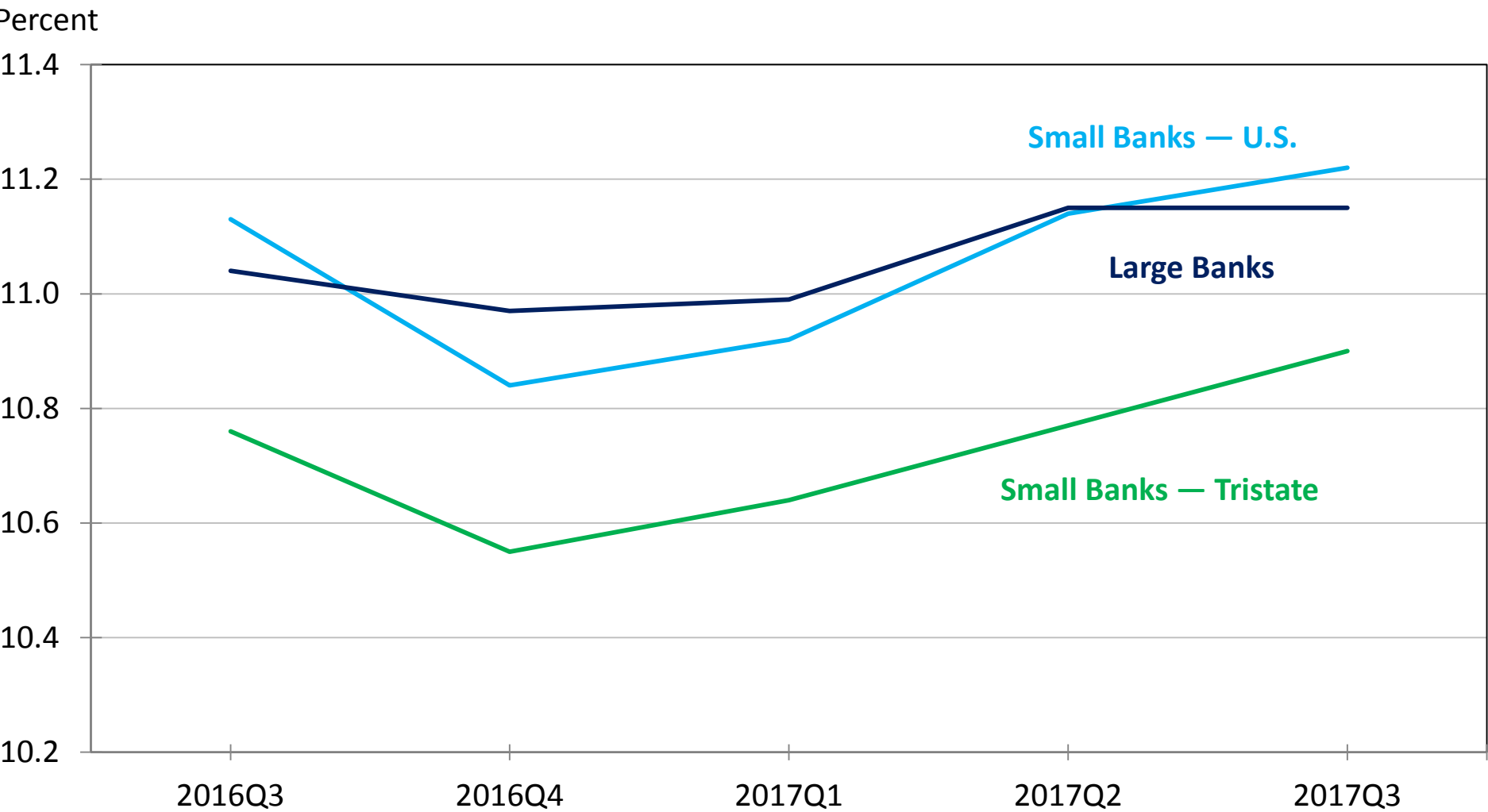


CHART 18

Tier One Leverage Ratio

Percent

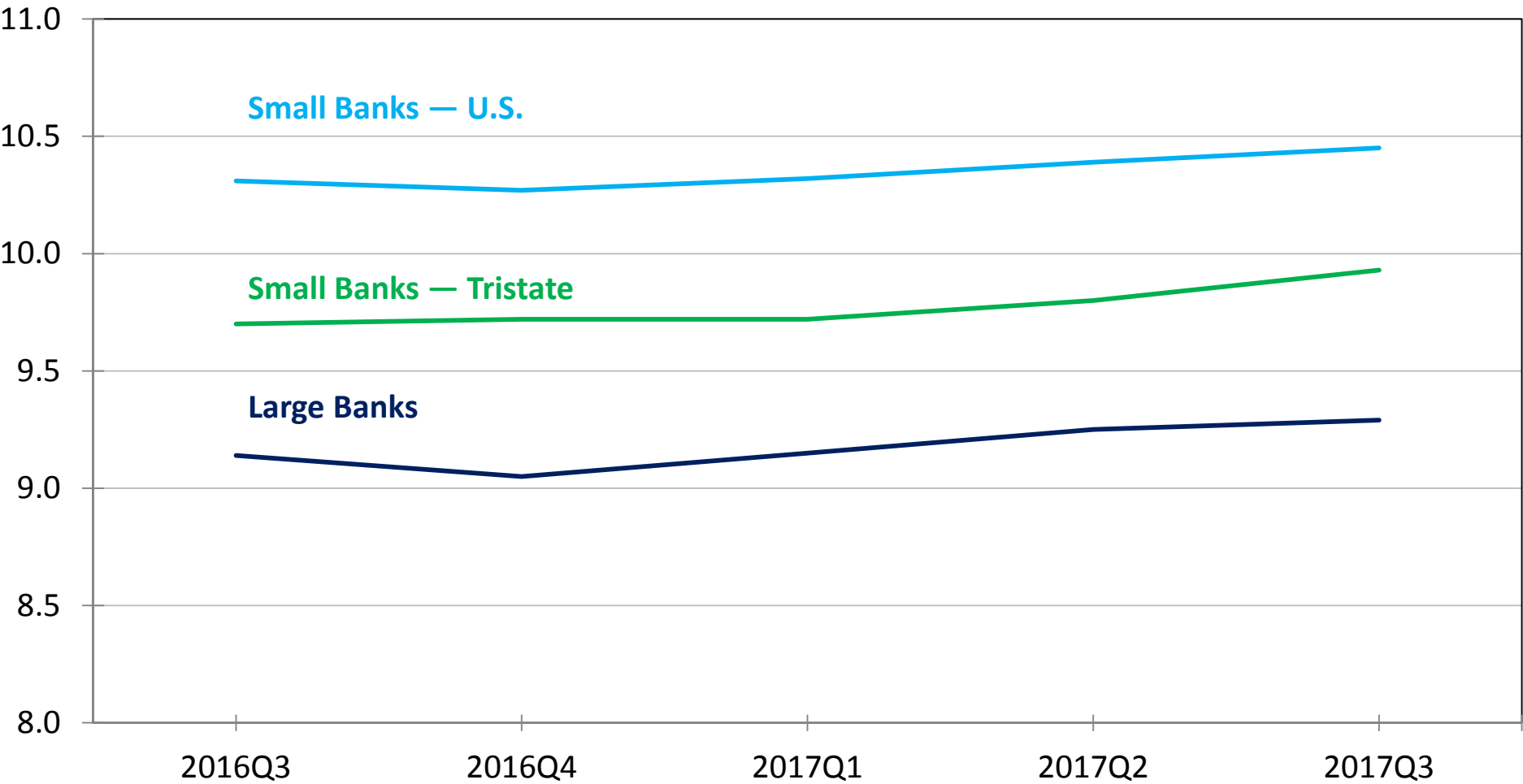
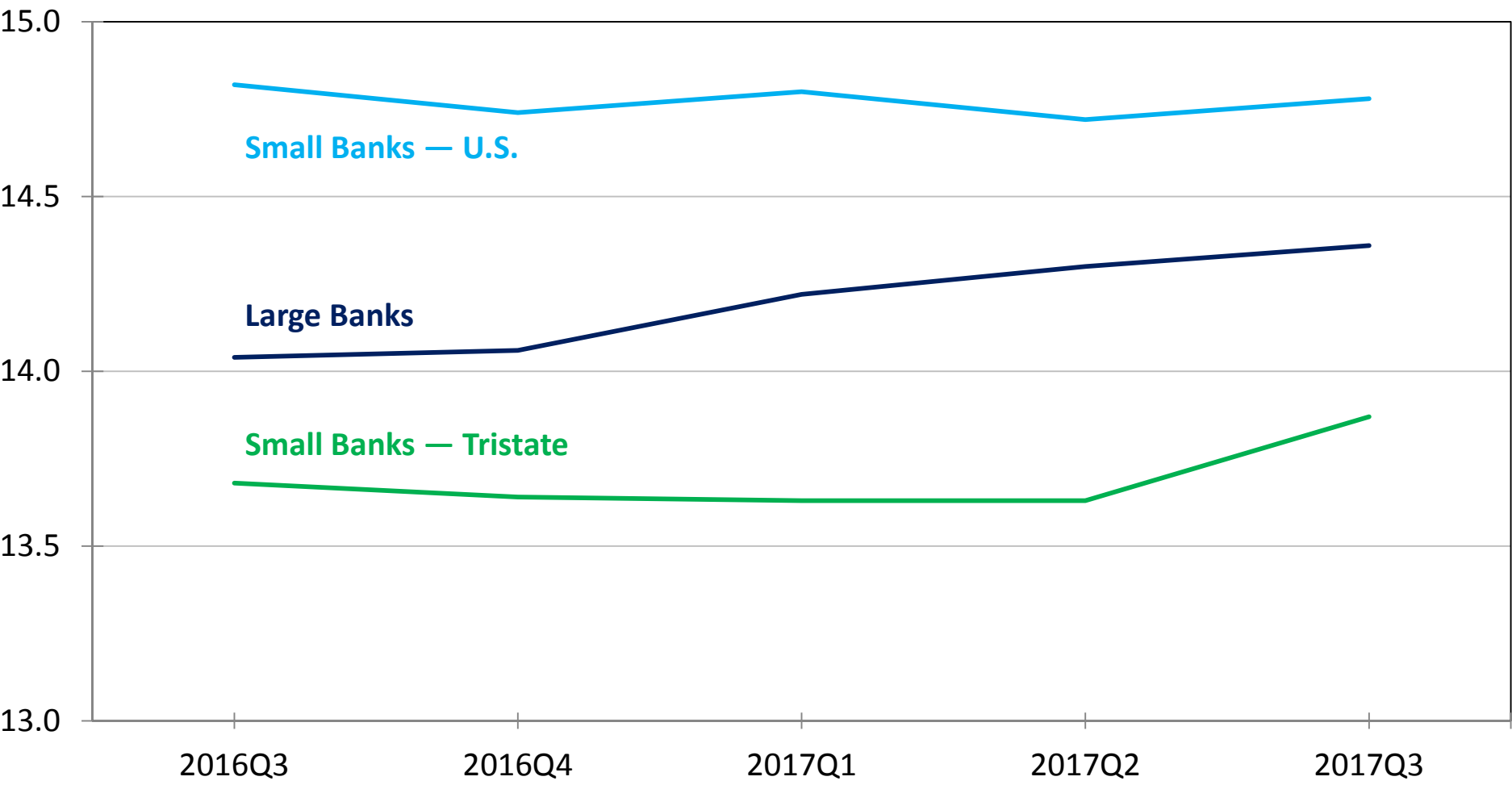


CHART 19 Risk-Based Capital Ratio

Percent



Part VI: Liquidity Ratios

CHART 20

Total Loans as a Share of Total Deposits

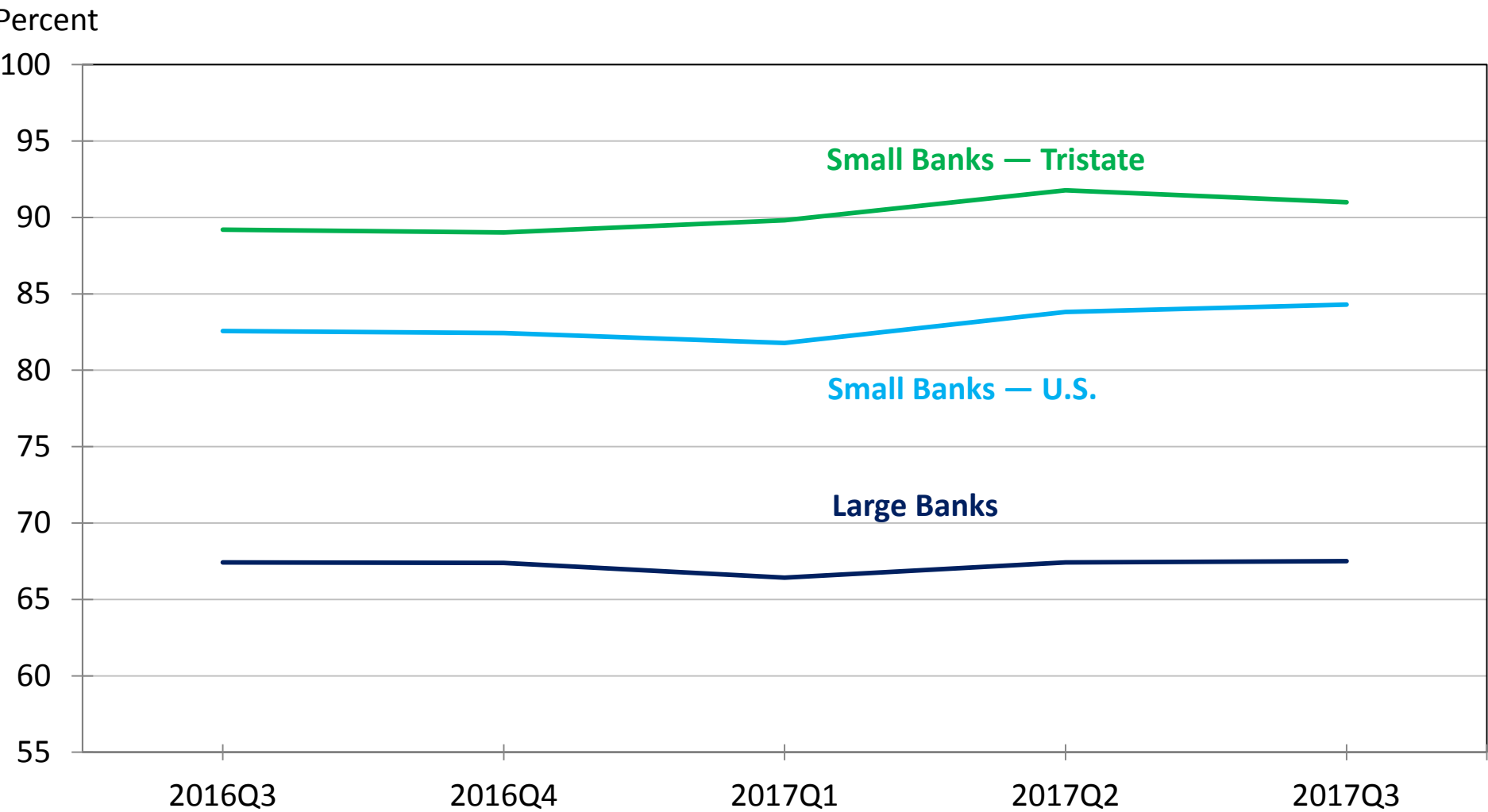


CHART 21

Core Deposits as a Share of Total Deposits

Percent

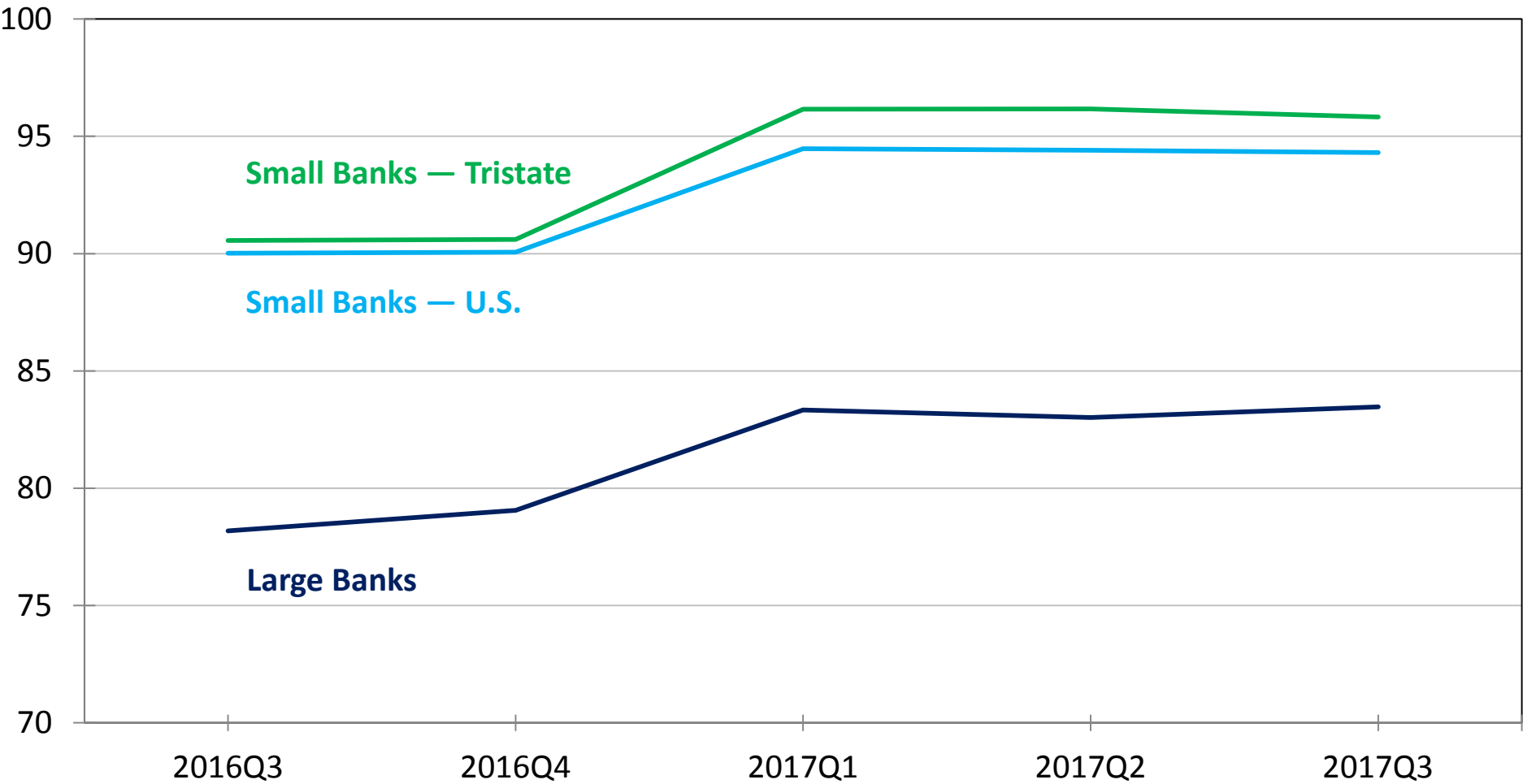
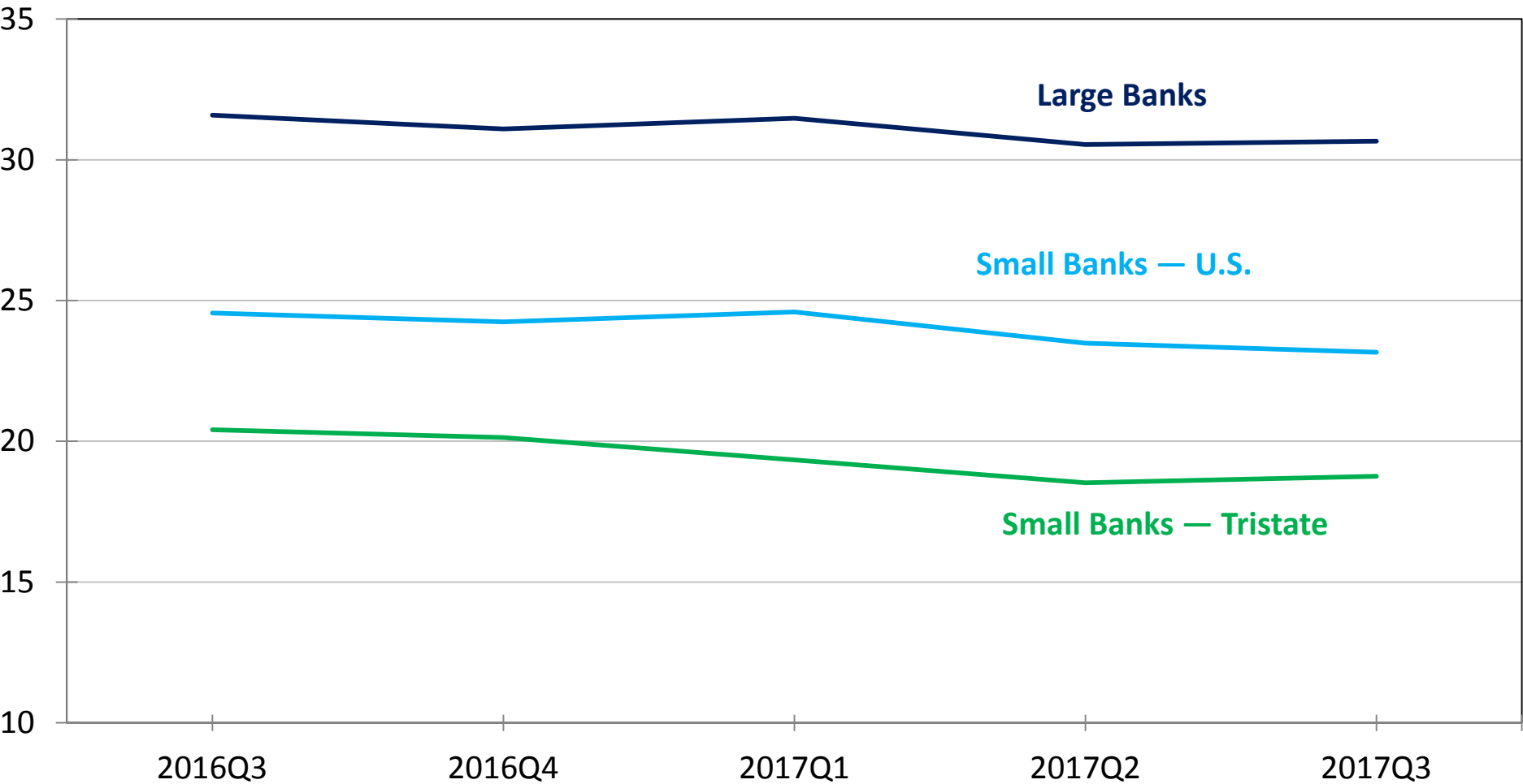


CHART 22

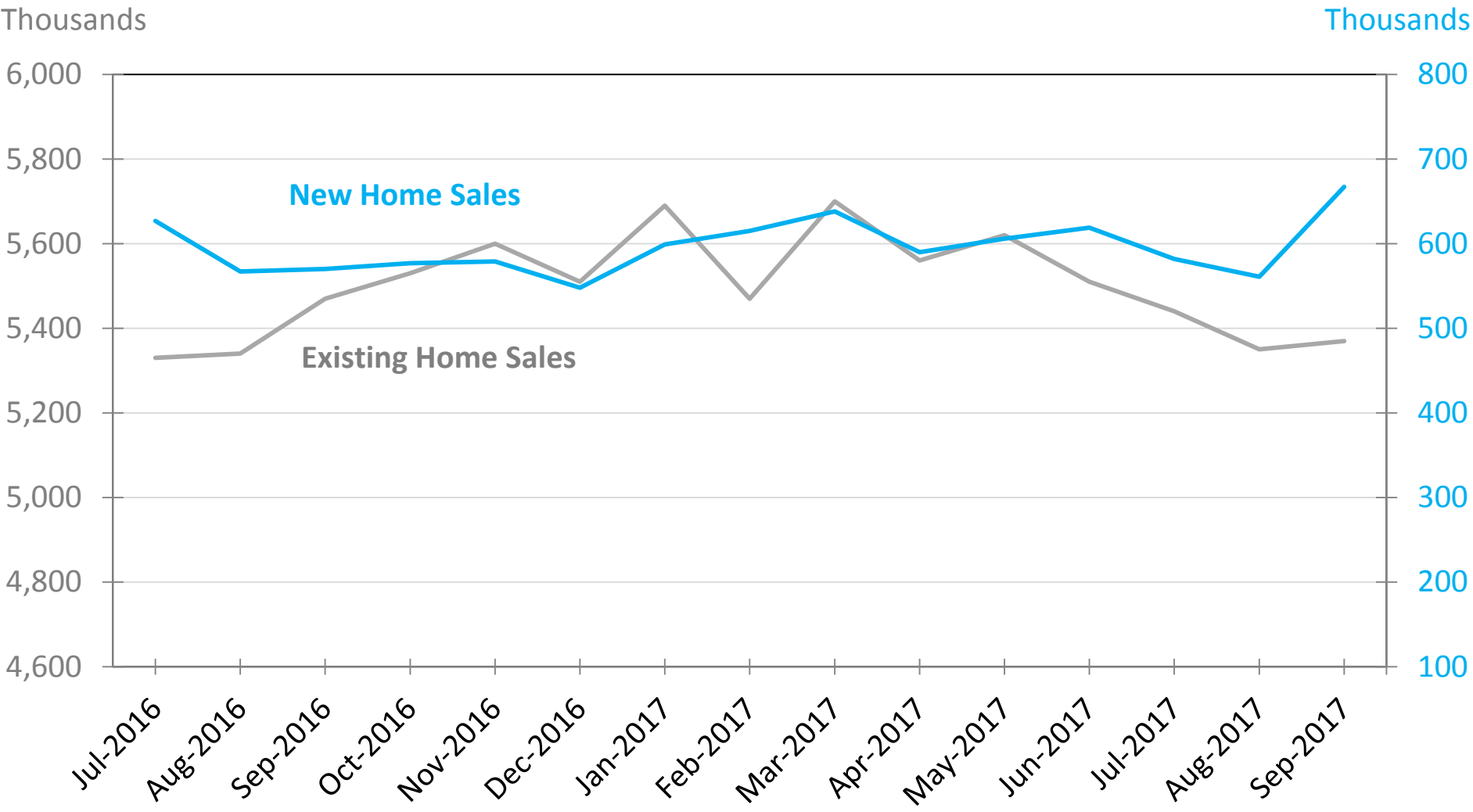
Liquid Assets as a Share of Total Assets

Percent



Part VII: Market Conditions

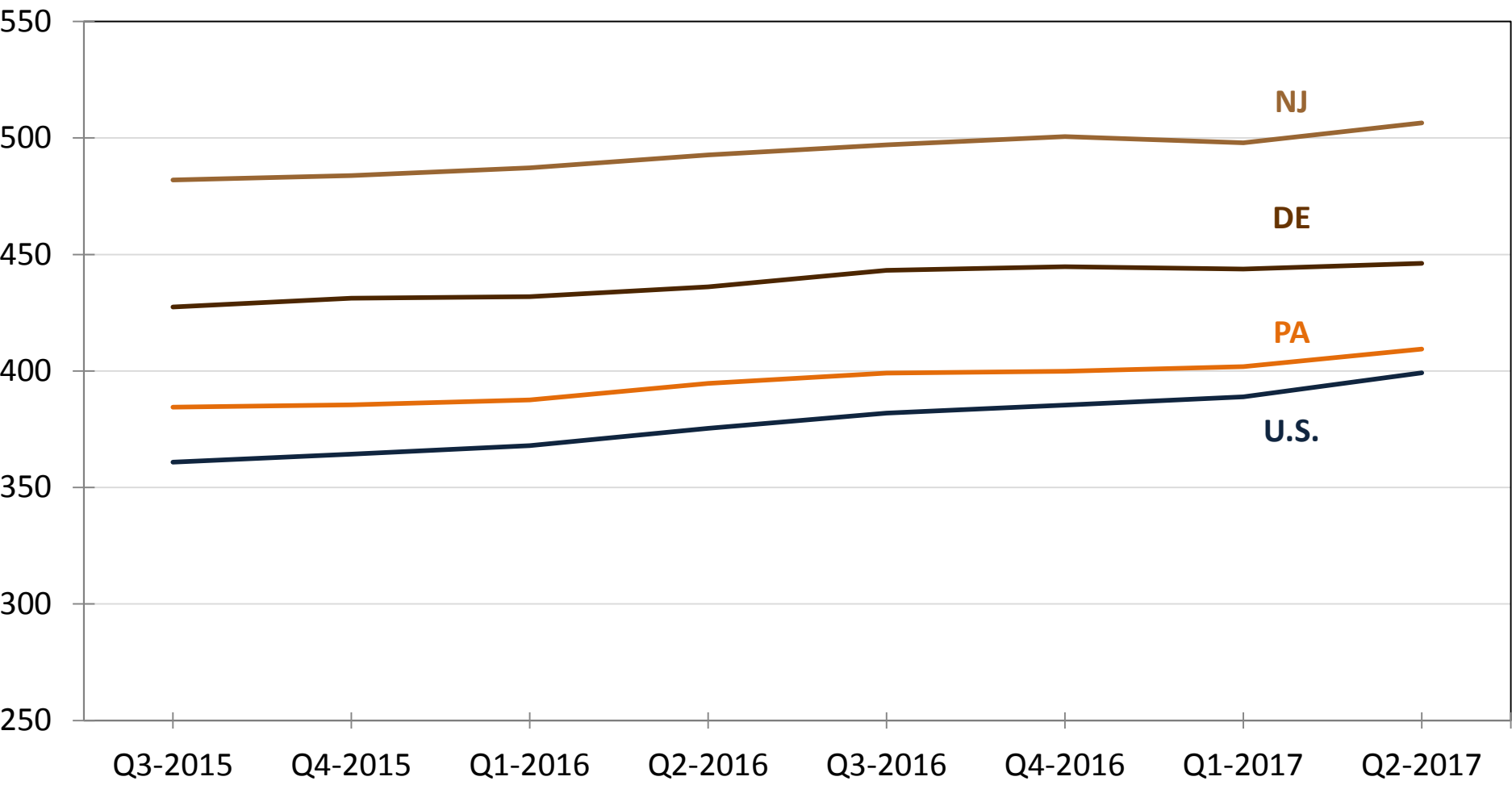
CHART 23 New and Existing Home Sales



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

CHART 24

FHFA House Price Index



Source: Federal Housing Finance Agency (FHFA), via Haver Analytics.

Note: For the FHFA House Price Index, 1991=100.

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

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