

FDIC State Profile

Minnesota

Second Quarter 2012

ECONOMIC INDICATORS

Employment Growth Rates (change from year ago, unless noted)	Q2-12	Q1-12	Q2-11	2011	2010
Total Nonfarm (share of trailing four quarter employment in parentheses)	0.8%	1.1%	1.6%	1.3%	-0.5%
Manufacturing (11%)	1.9%	2.2%	2.8%	2.8%	-2.4%
Other (non-manufacturing) Goods-Producing (4%)	3.4%	4.7%	4.2%	4.2%	-5.0%
Private Service-Producing (70%)	1.0%	1.4%	2.0%	1.7%	-0.1%
Government (15%)	-1.1%	-1.6%	-1.5%	-2.0%	-0.2%
Unemployment Rate (% of labor force)	5.6%	5.7%	6.6%	6.4%	7.3%
Other Indicators (change from year ago, unless noted)	Q2-12	Q1-12	Q2-11	2011	2010
Single-Family Home Permits	28.8%	39.5%	-12.4%	-6.8%	-1.5%
Multifamily Building Permits	65.9%	360.4%	-44.6%	-28.0%	20.3%
Home Price Index	-0.7%	-1.7%	-5.1%	-4.6%	-4.9%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	3.40	3.25	3.80	3.50	4.04

BANKING TRENDS

General Information	Q2-12	Q1-12	Q2-11	2011	2010
Institutions (#)	383	387	399	390	404
Total Assets (in millions)	65,595	66,543	65,048	66,848	61,233
New Institutions (# < 3 years)	0	0	0	0	1
Subchapter S Institutions	263	269	276	271	283
Asset Quality	Q2-12	Q1-12	Q2-11	2011	2010
Past-Due and Nonaccrual Loans / Total Loans (median %)	2.34	2.76	3.10	2.55	3.12
Noncurrent Loans / Total Loans (median %)	1.38	1.54	1.94	1.54	1.86
ALLL/Total Loans (median %)	1.69	1.70	1.63	1.64	1.63
ALLL/Noncurrent Loans (median multiple)	1.08	1.02	0.85	0.95	0.81
Net Loan Losses / Total Loans (median %)	0.06	0.03	0.15	0.39	0.56
Capital / Earnings	Q2-12	Q1-12	Q2-11	2011	2010
Tier 1 Leverage (median %)	9.65	9.37	9.28	9.33	9.11
Return on Assets (median %)	0.95	0.90	0.78	0.75	0.64
Pretax Return on Assets (median %)	1.06	1.03	0.92	0.85	0.72
Net Interest Margin (median %)	3.92	3.91	4.08	4.01	4.04
Yield on Earning Assets (median %)	4.66	4.69	5.08	4.96	5.41
Cost of Funding Earning Assets (median %)	0.68	0.73	0.98	0.92	1.33
Provisions to Avg. Assets (median %)	0.07	0.09	0.16	0.23	0.42
Noninterest Income to Avg. Assets (median %)	0.42	0.44	0.43	0.42	0.44
Overhead to Avg. Assets (median %)	2.94	2.94	3.03	3.05	3.07
Liquidity/Sensitivity	Q2-12	Q1-12	Q2-11	2011	2010
Net Loans to Assets (median %)	61.02	60.31	63.78	61.41	64.84
Noncore Funding to Assets (median %)	13.16	13.41	15.02	14.17	16.23
Long-term Assets to Assets (median %, call filers)*	17.53	17.41	15.72	16.20	14.09
Brokered Deposits (number of institutions)	137	148	171	153	176
Brokered Deposits to Assets (median % for those above)	2.80	2.75	3.78	3.27	4.27
Loan Concentrations (median % of Total Risk-Based Capital)	Q2-12	Q1-12	Q2-11	2011	2010
Commercial and Industrial	84.49	84.11	86.80	84.02	87.12
Commercial Real Estate	151.20	155.83	164.09	157.58	172.31
Construction & Development	14.22	14.43	17.33	14.93	19.49
Multifamily Residential Real Estate	3.79	4.81	4.81	4.89	3.98
Nonresidential Real Estate	120.92	119.44	131.81	124.95	128.49
Residential Real Estate	126.19	125.60	135.85	128.57	143.08
Consumer	23.95	23.53	26.56	24.48	28.10
Agriculture	73.88	72.96	75.03	76.91	78.29

BANKING PROFILE

Largest Deposit Markets (from 2011 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Minneapolis-St. Paul-Bloomington, MN-WI	162	110,213	< \$100 million	211 (55.1%)
Fargo, ND-MN	29	5,083	\$100 million to \$250 million	114 (29.8%)
Rochester, MN	26	4,144	\$250 million to \$1 billion	49 (12.8%)
Duluth, MN-WI	31	3,902	\$1 billion to \$10 billion	9 (2.3%)
St. Cloud, MN	35	3,673	> \$10 billion	0 (0%)

* Prior to 2012, does not include data for insured savings institutions that filed Thrift Financial Reports. Beginning in 2012, all insured institutions file Call Reports.