



State Profile

Indiana

Fourth Quarter 2011

ECONOMIC INDICATORS

Employment Growth Rates (change from year ago, unless noted)

| | Q4-11 | Q3-11 | Q4-10 | 2011 | 2010 |
|--|-------|-------|-------|-------|-------|
| Total Nonfarm (share of trailing four quarter employment in parentheses) | 1.2% | 0.9% | 1.1% | 1.2% | 0.3% |
| Manufacturing (16%) | 3.7% | 3.3% | 3.5% | 3.8% | 1.3% |
| Other (non-manufacturing) Goods-Producing (4%) | 7.1% | 3.2% | 0.6% | 4.1% | -3.7% |
| Private Service-Producing (64%) | 0.7% | 1.0% | 1.6% | 1.4% | 0.5% |
| Government (15%) | -1.1% | -3.0% | -2.7% | -2.8% | -0.2% |
| Unemployment Rate (% of labor force) | 9.0% | 9.2% | 9.5% | 9.0% | 10.1% |

Other Indicators (change from year ago, unless noted)

| | Q4-11 | Q3-11 | Q4-10 | 2011 | 2010 |
|---|-------|-------|--------|-------|-------|
| Single-Family Home Permits | 5.2% | 14.8% | -19.8% | -4.2% | 1.0% |
| Multifamily Building Permits | 41.7% | 26.5% | 9.0% | 10.4% | 3.3% |
| Home Price Index | -1.0% | -1.6% | 0.1% | -1.3% | -1.7% |
| Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level) | 4.84 | 6.00 | 5.99 | 5.92 | 7.15 |

BANKING TRENDS

General Information

| | Q4-11 | Q3-11 | Q4-10 | 2011 | 2010 |
|--------------------------------|--------|--------|--------|--------|--------|
| Institutions (#) | 142 | 143 | 146 | 142 | 146 |
| Total Assets (in millions) | 66,430 | 65,637 | 66,304 | 66,430 | 66,304 |
| New Institutions (# < 3 years) | 0 | 0 | 0 | 0 | 0 |
| Subchapter S Institutions | 20 | 19 | 18 | 20 | 18 |

Asset Quality

| | Q4-11 | Q3-11 | Q4-10 | 2011 | 2010 |
|--|-------|-------|-------|------|------|
| Past-Due and Nonaccrual Loans / Total Loans (median %) | 3.67 | 3.47 | 3.82 | 3.67 | 3.82 |
| Noncurrent Loans / Total Loans (median %) | 2.17 | 2.28 | 2.32 | 2.17 | 2.32 |
| ALLL/Total Loans (median %) | 1.55 | 1.53 | 1.49 | 1.55 | 1.49 |
| ALLL/Noncurrent Loans (median multiple) | 0.74 | 0.69 | 0.70 | 0.74 | 0.70 |
| Net Loan Losses / Total Loans (median %) | 0.48 | 0.27 | 0.48 | 0.46 | 0.55 |

Capital / Earnings

| | Q4-11 | Q3-11 | Q4-10 | 2011 | 2010 |
|--|-------|-------|-------|------|------|
| Tier 1 Leverage (median %) | 9.79 | 9.86 | 9.41 | 9.79 | 9.41 |
| Return on Assets (median %) | 0.71 | 0.75 | 0.59 | 0.69 | 0.59 |
| Pretax Return on Assets (median %) | 0.92 | 1.02 | 0.72 | 0.88 | 0.71 |
| Net Interest Margin (median %) | 3.83 | 3.87 | 3.83 | 3.83 | 3.75 |
| Yield on Earning Assets (median %) | 4.71 | 4.84 | 5.08 | 4.84 | 5.17 |
| Cost of Funding Earning Assets (median %) | 0.95 | 1.00 | 1.26 | 1.08 | 1.44 |
| Provisions to Avg. Assets (median %) | 0.33 | 0.28 | 0.45 | 0.31 | 0.45 |
| Noninterest Income to Avg. Assets (median %) | 0.69 | 0.67 | 0.71 | 0.69 | 0.66 |
| Overhead to Avg. Assets (median %) | 2.96 | 2.91 | 3.06 | 2.92 | 2.97 |

Liquidity/Sensitivity

| | Q4-11 | Q3-11 | Q4-10 | 2011 | 2010 |
|--|-------|-------|-------|-------|-------|
| Net Loans to Assets (median %) | 64.25 | 65.99 | 67.32 | 64.25 | 67.32 |
| Noncore Funding to Assets (median %) | 19.48 | 19.80 | 21.54 | 19.48 | 21.54 |
| Long-term Assets to Assets (median %, call filers) | 34.41 | 34.27 | 32.60 | 34.41 | 32.60 |
| Brokered Deposits (number of institutions) | 54 | 55 | 60 | 54 | 60 |
| Brokered Deposits to Assets (median % for those above) | 3.86 | 4.12 | 3.83 | 3.86 | 3.83 |

Loan Concentrations (median % of Total Risk-Based Capital)

| | Q4-11 | Q3-11 | Q4-10 | 2011 | 2010 |
|-------------------------------------|--------|--------|--------|--------|--------|
| Commercial and Industrial | 47.89 | 48.70 | 51.83 | 47.89 | 51.83 |
| Commercial Real Estate | 155.57 | 159.03 | 166.71 | 155.57 | 166.71 |
| Construction & Development | 18.18 | 18.39 | 23.62 | 18.18 | 23.62 |
| Multifamily Residential Real Estate | 9.02 | 9.01 | 8.92 | 9.02 | 8.92 |
| Nonresidential Real Estate | 120.10 | 118.45 | 122.44 | 120.10 | 122.44 |
| Residential Real Estate | 239.84 | 245.58 | 245.51 | 239.84 | 245.51 |
| Consumer | 20.26 | 20.79 | 22.73 | 20.26 | 22.73 |
| Agriculture | 41.46 | 42.40 | 41.05 | 41.46 | 41.05 |

BANKING PROFILE

Largest Deposit Markets (from 2011 Summary of Deposits)

| | Institutions in Market | Deposits (\$ millions) | Asset Distribution | Institutions |
|-------------------------------------|------------------------|------------------------|--------------------------------|--------------|
| Chicago-Naperville-Joliet, IL-IN-WI | 263 | 292,826 | < \$100 million | 34 (23.9%) |
| Cincinnati-Middletown, OH-KY-IN | 77 | 62,583 | \$100 million to \$250 million | 51 (35.9%) |
| Indianapolis, IN | 51 | 31,550 | \$250 million to \$1 billion | 44 (31%) |
| Louisville, KY-IN | 44 | 22,481 | \$1 billion to \$10 billion | 13 (9.2%) |
| Fort Wayne, IN | 25 | 5,824 | > \$10 billion | 0 (0%) |