

# FDIC State Profile

California

## Third Quarter 2011

### ECONOMIC INDICATORS

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

	Q3-11	Q2-11	Q3-10	2010	2009
Total Nonfarm (share of trailing four quarter employment in parentheses)	1.6%	0.9%	-0.1%	-1.3%	-6.0%
Manufacturing (9%)	1.1%	0.8%	-1.3%	-3.1%	-10.1%
Other (non-manufacturing) Goods-Producing (4%)	2.2%	0.5%	-6.7%	-9.6%	-20.5%
Private Service-Producing (70%)	1.9%	2.0%	0.9%	-0.3%	-5.4%
Government (17%)	0.1%	-3.3%	-1.8%	-2.1%	-1.6%
Unemployment Rate (% of labor force)	12.0%	11.8%	12.4%	12.4%	11.3%

#### Other Indicators (change from year ago, unless noted)

	Q3-11	Q2-11	Q3-10	2010	2009
Single-Family Home Permits	-11.2%	-7.3%	-8.8%	3.3%	-24.3%
Multifamily Building Permits	12.7%	89.4%	111.6%	100.8%	-68.3%
Home Price Index	-5.4%	-5.2%	0.8%	-2.2%	-11.9%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	6.06	6.65	7.17	6.73	5.43

### BANKING TRENDS

#### General Information

	Q3-11	Q2-11	Q3-10	2010	2009
Institutions (#)	260	265	277	272	293
Total Assets (in millions)	487,986	476,528	463,280	473,610	451,363
New Institutions (# < 3 years)	6	9	21	13	34
Subchapter S Institutions	20	21	21	21	21

#### Asset Quality

	Q3-11	Q2-11	Q3-10	2010	2009
Past-Due and Nonaccrual Loans / Total Loans (median %)	3.44	3.96	4.16	4.24	4.35
Noncurrent Loans / Total Loans (median %)	2.85	3.16	3.05	3.23	3.15
ALLL/Total Loans (median %)	2.40	2.47	2.35	2.38	2.17
ALLL/Noncurrent Loans (median multiple)	0.76	0.71	0.68	0.74	0.67
Net Loan Losses / Total Loans (median %)	0.38	0.46	0.59	1.00	1.37

#### Capital / Earnings

	Q3-11	Q2-11	Q3-10	2010	2009
Tier 1 Leverage (median %)	11.31	11.05	10.42	10.53	9.91
Return on Assets (median %)	0.66	0.56	0.44	0.27	-0.61
Pretax Return on Assets (median %)	0.83	0.73	0.53	0.30	-0.92
Net Interest Margin (median %)	4.14	4.19	4.10	4.09	3.88
Yield on Earning Assets (median %)	4.84	4.93	5.10	5.12	5.48
Cost of Funding Earning Assets (median %)	0.64	0.65	0.90	0.94	1.39
Provisions to Avg. Assets (median %)	0.24	0.30	0.51	0.73	1.44
Noninterest Income to Avg. Assets (median %)	0.38	0.42	0.35	0.35	0.34
Overhead to Avg. Assets (median %)	3.26	3.37	3.29	3.36	3.52

#### Liquidity/Sensitivity

	Q3-11	Q2-11	Q3-10	2010	2009
Net Loans to Assets (median %)	65.95	66.72	67.87	68.72	71.59
Noncore Funding to Assets (median %)	23.11	23.62	26.40	25.85	30.61
Long-term Assets to Assets (median %, call filers)	24.44	24.61	21.86	22.67	21.35
Brokered Deposits (number of institutions)	143	148	171	163	194
Brokered Deposits to Assets (median % for those above)	3.57	3.52	4.86	3.87	6.13

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

	Q3-11	Q2-11	Q3-10	2010	2009
Commercial and Industrial	75.40	80.50	84.86	86.08	100.01
Commercial Real Estate	322.22	338.73	354.68	350.78	389.97
Construction & Development	18.03	21.90	27.77	24.97	44.63
Multifamily Residential Real Estate	18.32	19.34	19.32	18.92	19.49
Nonresidential Real Estate	245.50	259.24	261.89	264.86	277.74
Residential Real Estate	57.38	59.24	57.76	57.93	55.20
Consumer	2.97	3.28	3.66	3.91	4.23
Agriculture	0.00	0.00	0.00	0.00	0.00

### BANKING PROFILE

#### Largest Deposit Markets (from 2011 Summary of Deposits)

	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Los Angeles-Long Beach-Santa Ana, CA	155	329,107	< \$100 million	28 (10.8%)
San Francisco-Oakland-Fremont, CA	83	247,132	\$100 million to \$250 million	100 (38.5%)
San Jose-Sunnyvale-Santa Clara, CA	51	68,663	\$250 million to \$1 billion	81 (31.2%)
San Diego-Carlsbad-San Marcos, CA	59	56,835	\$1 billion to \$10 billion	39 (15%)
Riverside-San Bernardino-Ontario, CA	62	36,648	> \$10 billion	12 (4.6%)