

FDIC State Profile

Kentucky

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)	0.9%	1.0%	1.2%	1.1%	0.1%
Manufacturing (12%)	1.7%	1.3%	1.5%	1.7%	-1.9%
Other (non-manufacturing) Goods-Producing (5%)	-0.5%	1.1%	-4.6%	0.3%	-7.8%
Private Service-Producing (65%)	1.3%	1.3%	1.7%	1.5%	0.6%
Government (18%)	-0.9%	-0.1%	1.1%	-0.2%	1.9%
Unemployment Rate (% of labor force)	9.1%	9.6%	10.0%	9.5%	10.2%

Other Indicators (change from year ago, unless noted)

	Q4-11	Q3-11	Q4-10	2011	2010
Single-Family Home Permits	0.4%	-14.0%	-23.7%	-15.0%	-0.8%
Multifamily Building Permits	16.1%	59.3%	121.9%	49.0%	2.6%
Home Price Index	-1.0%	-1.3%	0.4%	-0.7%	-0.9%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	4.44	4.80	4.83	4.96	5.60

BANKING TRENDS

General Information

	Q4-11	Q3-11	Q4-10	2011	2010
Institutions (#)	194	195	198	194	198
Total Assets (in millions)	55,284	54,453	54,664	55,284	54,664
New Institutions (# < 3 years)	1	1	1	1	1
Subchapter S Institutions	61	61	61	61	61

Asset Quality

	Q4-11	Q3-11	Q4-10	2011	2010
Past-Due and Nonaccrual Loans / Total Loans (median %)	3.01	2.95	3.19	3.01	3.19
Noncurrent Loans / Total Loans (median %)	1.58	1.69	1.49	1.58	1.49
ALLL/Total Loans (median %)	1.47	1.52	1.41	1.47	1.41
ALLL/Noncurrent Loans (median multiple)	0.75	0.77	0.83	0.75	0.83
Net Loan Losses / Total Loans (median %)	0.36	0.23	0.39	0.36	0.32

Capital / Earnings

	Q4-11	Q3-11	Q4-10	2011	2010
Tier 1 Leverage (median %)	10.29	10.26	9.94	10.29	9.94
Return on Assets (median %)	0.78	0.86	0.79	0.82	0.80
Pretax Return on Assets (median %)	0.99	1.03	0.91	0.98	0.95
Net Interest Margin (median %)	3.94	4.03	3.92	3.97	3.90
Yield on Earning Assets (median %)	4.87	5.05	5.21	5.06	5.32
Cost of Funding Earning Assets (median %)	1.05	1.11	1.38	1.15	1.51
Provisions to Avg. Assets (median %)	0.26	0.22	0.34	0.25	0.29
Noninterest Income to Avg. Assets (median %)	0.65	0.67	0.68	0.65	0.69
Overhead to Avg. Assets (median %)	3.08	3.01	3.08	3.03	2.99

Liquidity/Sensitivity

	Q4-11	Q3-11	Q4-10	2011	2010
Net Loans to Assets (median %)	62.74	63.91	66.32	62.74	66.32
Noncore Funding to Assets (median %)	24.14	24.46	25.37	24.14	25.37
Long-term Assets to Assets (median %, call filers)	31.78	32.43	27.59	31.78	27.59
Brokered Deposits (number of institutions)	51	54	53	51	53
Brokered Deposits to Assets (median % for those above)	3.63	3.78	3.68	3.63	3.68

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

	Q4-11	Q3-11	Q4-10	2011	2010
Commercial and Industrial	40.21	39.77	43.50	40.21	43.50
Commercial Real Estate	175.36	176.23	180.96	175.36	180.96
Construction & Development	22.09	23.00	25.13	22.09	25.13
Multifamily Residential Real Estate	8.67	8.56	7.69	8.67	7.69
Nonresidential Real Estate	129.77	135.52	132.26	129.77	132.26
Residential Real Estate	232.70	231.39	248.70	232.70	248.70
Consumer	28.58	29.30	32.62	28.58	32.62
Agriculture	41.72	41.88	38.25	41.72	38.25

BANKING PROFILE

Largest Deposit Markets (from 2011 Summary of Deposits)

	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Cincinnati-Middletown, OH-KY-IN	77	62,583	< \$100 million	56 (28.9%)
Louisville, KY-IN	44	22,481	\$100 million to \$250 million	85 (43.8%)
Lexington-Fayette, KY	32	8,394	\$250 million to \$1 billion	42 (21.6%)
Evansville, IN-KY	27	5,776	\$1 billion to \$10 billion	11 (5.7%)
Huntington-Ashland, WV-KY-OH	26	4,274	> \$10 billion	0 (0%)