



# State Profile

Texas

## 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)	2.5%	2.2%	1.2%	0.3%	-2.8%
Manufacturing (8%)	2.6%	1.7%	-0.9%	-3.2%	-9.4%
Other (non-manufacturing) Goods-Producing (8%)	9.1%	8.3%	-0.0%	-3.0%	-11.5%
Private Service-Producing (67%)	2.8%	2.4%	1.4%	0.7%	-2.2%
Government (18%)	-1.5%	-1.1%	2.2%	2.1%	2.4%
Unemployment Rate (% of labor force)	8.5%	8.1%	8.2%	8.2%	7.5%

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

	Q3-11	Q2-11	Q3-10	2010	2009
Single-Family Home Permits	10.0%	-6.8%	-21.7%	-0.8%	-15.6%
Multifamily Building Permits	48.2%	60.5%	84.3%	13.8%	-66.2%
Home Price Index	-1.7%	-2.0%	-0.0%	-0.9%	0.9%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.89	1.92	2.24	2.14	2.05

### BANKING TRENDS

#### General Information

	Q3-11	Q2-11	Q3-10	2010	2009
Institutions (#)	600	605	623	615	629
Total Assets (in millions)	385,141	371,536	374,080	374,798	371,504
New Institutions (# < 3 years)	4	5	17	11	34
Subchapter S Institutions	273	277	291	283	292

#### Asset Quality

	Q3-11	Q2-11	Q3-10	2010	2009
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.89	1.82	1.96	2.05	2.08
Noncurrent Loans / Total Loans (median %)	0.72	0.72	0.78	0.86	0.68
ALLL/Total Loans (median %)	1.46	1.45	1.39	1.45	1.31
ALLL/Noncurrent Loans (median multiple)	1.52	1.44	1.33	1.32	1.33
Net Loan Losses / Total Loans (median %)	0.06	0.08	0.11	0.22	0.24

#### Capital / Earnings

	Q3-11	Q2-11	Q3-10	2010	2009
Tier 1 Leverage (median %)	9.77	9.72	9.71	9.54	9.36
Return on Assets (median %)	1.06	0.96	0.99	0.86	0.86
Pretax Return on Assets (median %)	1.22	1.12	1.19	1.04	0.97
Net Interest Margin (median %)	3.94	3.96	4.07	4.03	4.10
Yield on Earning Assets (median %)	4.69	4.71	5.04	5.02	5.48
Cost of Funding Earning Assets (median %)	0.68	0.72	0.92	0.95	1.32
Provisions to Avg. Assets (median %)	0.11	0.09	0.18	0.21	0.28
Noninterest Income to Avg. Assets (median %)	0.64	0.65	0.69	0.69	0.71
Overhead to Avg. Assets (median %)	3.02	3.11	3.19	3.21	3.30

#### Liquidity/Sensitivity

	Q3-11	Q2-11	Q3-10	2010	2009
Net Loans to Assets (median %)	53.24	54.58	57.67	56.23	58.35
Noncore Funding to Assets (median %)	20.88	21.03	22.30	21.68	23.32
Long-term Assets to Assets (median %, call filers)	26.00	24.89	22.40	22.56	21.22
Brokered Deposits (number of institutions)	149	154	163	161	182
Brokered Deposits to Assets (median % for those above)	2.28	2.70	2.69	2.59	3.48

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

	Q3-11	Q2-11	Q3-10	2010	2009
Commercial and Industrial	71.68	73.97	75.70	76.65	79.34
Commercial Real Estate	166.17	175.71	183.11	176.01	185.35
Construction & Development	29.47	30.73	36.84	36.19	38.91
Multifamily Residential Real Estate	3.29	3.34	3.06	3.13	2.54
Nonresidential Real Estate	115.48	118.59	127.14	125.50	128.18
Residential Real Estate	104.31	104.26	106.12	107.89	106.54
Consumer	31.41	32.21	38.19	36.36	42.74
Agriculture	29.21	30.96	30.78	30.08	30.93

### BANKING PROFILE

Largest Deposit Markets (from 2011 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Dallas-Fort Worth-Arlington, TX	180	166,523	< \$100 million	208 (34.7%)
Houston-Baytown-Sugar Land, TX	117	154,098	\$100 million to \$250 million	197 (32.8%)
San Antonio, TX	61	66,527	\$250 million to \$1 billion	148 (24.7%)
Austin-Round Rock, TX	71	24,979	\$1 billion to \$10 billion	42 (7%)
McAllen-Edinburg-Pharr, TX	20	9,525	> \$10 billion	5 (0.8%)