# Quarterly Banking Profile

Second Quarter 2024

## INSURED INSTITUTION PERFORMANCE

- ***Net Income Increased From the Prior Quarter, Driven by Lower Noninterest Expense and Nonrecurring Gains***
- ***The Net Interest Margin Increased Quarter Over Quarter for All Size Groups Except for the Largest Banks***
- ***Provision Expense Increased From the Previous Quarter***
- ***Asset Quality Metrics Remained Generally Favorable, Though Charge-Offs Increased***
- ***Loan Balances Increased Modestly From the Prior Quarter and a Year Ago***
- ***Domestic Deposits Decreased From Last Quarter***
- ***The Deposit Insurance Fund Reserve Ratio Increased 4 Basis Points to 1.21 Percent***

### The Industry's Net Income Increased From the Prior Quarter, Driven by Lower Noninterest Expense and Nonrecurring Gains

Second quarter net income for the 4,539 FDIC-insured commercial banks and savings institutions increased $7.3 billion (11.4 percent) from the prior quarter to $71.5 billion. A decline in noninterest expense (down $3.6 billion, or 2.4 percent), along with higher noninterest income (up $1.2 billion, or 1.5 percent) and gains on the sale of securities (up $937 million), drove the increase in net income. Higher provision expenses offset some of the increase in net income.

The quarterly increase in net income was largely driven by nonrecurring items including an estimated $4 billion reduction in reported expense related to the FDIC special assessment, approximately $10 billion in one-time gains on equity security transactions, and the sale of an institution's insurance division that resulted in an after-tax $4.9 billion gain.[1] These nonrecurring items were partially offset by several large banks selling bond portfolios at a loss and the industry's $2.7 billion increase in provision expense.

The banking industry reported an aggregate return-on-assets ratio of 1.20 percent in second quarter 2024, up 12 basis points from first quarter 2024 but down 1 basis point from first quarter 2023.

### The Net Interest Margin Increased Quarter Over Quarter for All Size Groups Except for the Largest Banks

The net interest margin (NIM) increased quarter over quarter for all size groups except for the largest banks (those with more than $250 billion in assets), which in aggregate reported a 4 basis-point decline in the NIM. The overall industry's NIM declined 1 basis point to 3.16 percent in the second quarter as the growth in funding costs slightly exceeded the growth in earning asset yields. The

[1] Estimated losses attributable to the protection of uninsured depositors pursuant to the systemic risk determination for Silicon Valley Bank and Signature Bank, and that will be recovered through the FDIC special assessment, were $19.2 billion as of June 30, 2024, unchanged from March 31, 2024. The industry reported approximately $4 billion in additional expense for the special assessment in first quarter 2024, and no expense in the second quarter.

industry's second quarter NIM was 9 basis points below the pre-pandemic average after falling below that level last quarter.[2]

**Net Operating Revenue Increased From the Previous Quarter**
Net operating revenue (net interest income plus noninterest income) increased $1.3 billion (0.5 percent) from the first quarter to $250.7 billion. Net interest income increased $124 million (0.1 percent), and noninterest income increased $1.2 billion (1.5 percent). Much of the increase in noninterest income was due to gains on equity security transactions at larger firms.

**Noninterest Expense Declined From the Previous Quarter**
Noninterest expense declined $3.6 billion (2.4 percent) from the previous quarter due to the reduction of nonrecurring expenses incurred by large banks in the first quarter, including an estimated $4 billion reduction in reported expense related to the FDIC special assessment. Salaries and employee benefits also decreased $3.1 billion (4.3 percent) during the quarter. The efficiency ratio (noninterest expense as a share of net operating revenue) improved to 56.6 percent in the second quarter from 58.7 percent in the first quarter.

**Provision Expense Increased From the Previous Quarter**
Provisions for credit losses totaled $23.3 billion in second quarter 2024, up $2.7 billion from the previous quarter. Provision expenses have been higher than the pre-pandemic average for the past eight quarters. Provisions increased the most at banks with more than $250 billion in assets, up $3.3 billion (30.3 percent) from the prior quarter. The increase in provision expense reflected loan growth, deterioration in office markets, and high credit card charge-offs. The reserve coverage ratio (the ratio of the allowance for credit losses to noncurrent loans) increased from 192.8 percent in the previous quarter to 194.2 percent because the allowance for credit losses increased at a faster pace than noncurrent loan balances.

**Asset Quality Metrics Remained Generally Favorable, Though Charge-Offs Increased**
Noncurrent loans, or loans 90 days or more past due or in nonaccrual status, remained unchanged from the prior quarter at 0.91 percent of total loans, well below the pre-pandemic average of 1.28 percent. Despite the stability in overall noncurrent loans, the noncurrent rate for non-owner occupied commercial real estate loans of 1.77 percent was at its highest level since third quarter 2013, driven by office portfolios at the largest banks. However, these banks tend to have lower concentrations of such loans in relation to total assets and capital than smaller institutions, mitigating the overall risk.

The industry's net charge-off rate increased 3 basis points to 0.68 percent from the prior quarter and was 20 basis points higher than the year-ago quarter and the pre-pandemic average. The industry's net charge-off ratio was the highest quarterly rate reported since second quarter 2013. The credit card net charge-off rate was 4.82 percent in the second quarter, up 13 basis points quarter over quarter and the highest rate reported since third quarter 2011.

[2] The "pre-pandemic average" in this statement is calculated as the average from first quarter 2015 through fourth quarter 2019.

## Unrealized Losses on Securities Decreased From the Previous Quarter

Unrealized losses on securities totaled $512.9 billion in the second quarter, a decrease of $3.6 billion (0.7 percent) from first quarter 2024.[3] Interest rates increased modestly in the second quarter, putting downward pressure on bond prices, but the resulting increase in unrealized losses was more than offset by the sale of bonds by several large banks that resulted in substantial realized losses.

## Banking Industry Assets Decreased From First Quarter 2024

The banking industry reported total assets of $23.9 trillion in second quarter 2024, a decrease of $70.5 billion (0.3 percent) from first quarter 2024. The quarterly decrease was mainly due to reductions in cash and balances due from depository institutions (down $194.9 billion, or 6.7 percent) and securities (down $16.8 billion, or 0.3 percent). An increase in total loans and leases (up $125.8 billion, or 1.0 percent) partially offset the reduction in cash and securities.

## Loan Balances Increased Modestly From the Prior Quarter and a Year Ago

Total loan and lease balances increased $125.8 billion (1.0 percent) from the previous quarter. Loans to non-depository financial institutions (NDFIs) (up $76.0 billion, or 9.6 percent) and consumer loans (up $25.8 billion, or 1.2 percent) led loan growth during the quarter. Much of the growth in NDFI lending appears to be due to reclassification from other existing loan categories. The majority of banks (75.1 percent) reported quarterly loan growth, and all major loan categories except construction and development loans showed quarter-over-quarter growth.

Total loan and lease balances increased $244.5 billion (2.0 percent) from the prior year. The annual increase was also led by increases in loans to NDFIs (up $77.5 billion, or 9.8 percent), likely due to reclassifications in the second quarter, credit card loans (up $77.0 billion, or 7.5 percent), and adjustable rate 1-4 family residential mortgage loans (up $69.3 billion, or 7.5 percent). A large majority of banks (82.9 percent) reported year-over-year loan growth.

## Domestic Deposits Decreased From Last Quarter

Domestic deposits decreased $197.7 billion (1.1 percent) from first quarter 2024, well below pre-pandemic average second quarter growth of 0.2 percent. Both savings and transaction deposits declined from the prior quarter, with growth in small time deposits partially offsetting the declines. Brokered deposits decreased for the second straight quarter, down $10.1 billion (0.8 percent) from the prior quarter. Banks with more than $250 billion in assets drove the quarterly decline in deposits.

Estimated insured deposits decreased $96.0 billion (0.9 percent) quarter over quarter, while estimated uninsured deposits decreased $50.4 billion (0.7 percent). Banks with assets greater than $250 billion, in aggregate, reported lower uninsured deposits in the second quarter, while banks with assets less than $250 billion, in aggregate, reported higher uninsured deposits.

## Equity Capital Increased From First Quarter 2024

Equity capital rose $40.6 billion (1.8 percent) from first quarter 2024. The quarterly growth was primarily due to positive retained earnings of $31.0 billion. The leverage capital ratio increased 12 basis points from first quarter 2024 to 9.31 percent.

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[3] Unrealized losses on securities reflect the difference between the market value as of quarter-end and the book value of non-equity securities. This calculation does not account for any unrealized gains or losses in accumulated other comprehensive income because these cannot be derived from Consolidated Reports of Condition and Income (Call Reports).

**The Number of Problem Banks Increased**
The number of banks on the FDIC's "Problem Bank List" increased from 63 to 66, and total assets held by such banks rose $1.3 billion to $83.4 billion.[4] Problem banks represent 1.5 percent of total banks, which is within the normal range of 1 to 2 percent of all banks during non-crisis periods.

**The Deposit Insurance Fund Reserve Ratio Increased 4 Basis Points to 1.21 Percent**
In the second quarter, the Deposit Insurance Fund (DIF) balance increased $3.9 billion to $129.2 billion. The reserve ratio increased 4 basis points during the quarter to 1.21 percent.

**The Total Number of Insured Institutions Declined**
The total number of FDIC-insured institutions declined by 29 during the quarter to 4,539. Three banks were sold to credit unions and 26 institutions merged with other banks during the quarter. One bank failed in the second quarter but did not file a Call Report in the first quarter, and no banks opened.

[4] Banks on the FDIC's "Problem Bank List" have a CAMELS composite rating of "4" or "5" due to financial, operational, or managerial weaknesses, or a combination of such issues. It is common for banks to move on or off this list each quarter.

**TABLE I-A. Selected Indicators, All FDIC-Insured Institutions***

| | 2024** | 2023** | 2023 | 2022 | 2021 | 2020 | 2019 |
|---|---|---|---|---|---|---|---|
| Return on assets (%) | 1.14 | 1.29 | 1.09 | 1.11 | 1.23 | 0.72 | 1.29 |
| Return on equity (%) | 11.71 | 13.58 | 11.39 | 11.82 | 12.21 | 6.85 | 11.38 |
| Core capital (leverage) ratio (%) | 9.31 | 9.10 | 9.14 | 8.97 | 8.73 | 8.82 | 9.66 |
| Noncurrent assets plus other real estate owned to assets (%) | 0.49 | 0.41 | 0.47 | 0.39 | 0.44 | 0.61 | 0.55 |
| Net charge-offs to loans (%) | 0.67 | 0.45 | 0.52 | 0.27 | 0.25 | 0.50 | 0.52 |
| Asset growth rate (%) | 1.82 | -1.08 | 0.30 | -0.52 | 8.46 | 17.29 | 3.92 |
| Net interest margin (%) | 3.17 | 3.31 | 3.30 | 2.95 | 2.54 | 2.82 | 3.36 |
| Net operating income growth (%) | -14.41 | 22.48 | -1.33 | -3.70 | 96.90 | -38.77 | -3.14 |
| Number of institutions reporting | 4,539 | 4,645 | 4,587 | 4,706 | 4,839 | 5,002 | 5,177 |
| Commercial banks | 3,985 | 4,073 | 4,027 | 4,127 | 4,232 | 4,375 | 4,518 |
| Savings institutions | 554 | 572 | 560 | 579 | 607 | 627 | 659 |
| Percentage of unprofitable institutions (%) | 6.30 | 4.26 | 5.36 | 3.55 | 3.10 | 4.70 | 3.73 |
| Number of problem institutions | 66 | 43 | 52 | 39 | 44 | 56 | 51 |
| Assets of problem institutions (in billions)*** | $83 | $46 | $66 | $47 | $170 | $56 | $46 |
| Number of failed institutions | 1 | 3 | 5 | 0 | 0 | 4 | 4 |

* Excludes insured branches of foreign banks (IBAs).
** Through June 30, ratios annualized where appropriate. Asset growth rates are for 12 months ending June 30.
*** Assets shown are what were on record as of the last day of the quarter.

**TABLE II-A. Aggregate Condition and Income Data, All FDIC-Insured Institutions**

| (dollar figures in millions) | 2nd Quarter 2024 | 1st Quarter 2024 | 2nd Quarter 2023 | %Change 23Q2-24Q2 |
|---|---|---|---|---|
| Number of institutions reporting | 4,539 | 4,568 | 4,645 | -2.3 |
| Total employees (full-time equivalent) | 2,056,867 | 2,074,042 | 2,115,568 | -2.8 |
| **CONDITION DATA** | | | | |
| Total assets | $23,887,133 | $23,957,637 | $23,460,851 | 1.8 |
| Loans secured by real estate | 5,976,949 | 5,944,736 | 5,847,206 | 2.2 |
| 1-4 Family residential mortgages | 2,586,152 | 2,566,157 | 2,526,010 | 2.4 |
| Nonfarm nonresidential | 1,832,779 | 1,826,165 | 1,796,665 | 2.0 |
| Construction and development | 495,772 | 498,484 | 486,230 | 2.0 |
| Home equity lines | 273,943 | 270,290 | 269,144 | 1.8 |
| Commercial & industrial loans | 2,499,805 | 2,487,368 | 2,511,954 | -0.5 |
| Loans to individuals | 2,111,443 | 2,085,639 | 2,072,175 | 1.9 |
| Credit cards | 1,104,854 | 1,081,129 | 1,027,826 | 7.5 |
| Farm loans | 83,727 | 79,660 | 75,698 | 10.6 |
| Other loans & leases | 1,873,134 | 1,821,870 | 1,793,387 | 4.4 |
| Less: Unearned income | 2,013 | 1,980 | 1,912 | 5.3 |
| Total loans & leases | 12,543,046 | 12,417,294 | 12,298,509 | 2.0 |
| Less: Reserve for losses* | 220,538 | 218,624 | 208,887 | 5.6 |
| Net loans and leases | 12,322,508 | 12,198,669 | 12,089,622 | 1.9 |
| Securities** | 5,457,825 | 5,474,624 | 5,436,071 | 0.4 |
| Other real estate owned | 3,394 | 2,980 | 2,841 | 19.5 |
| Goodwill and other intangibles | 417,058 | 422,871 | 435,982 | -4.3 |
| All other assets | 5,686,348 | 5,858,494 | 5,496,335 | 3.5 |
| Total liabilities and capital | 23,887,133 | 23,957,637 | 23,460,851 | 1.8 |
| Deposits | 18,807,647 | 18,997,655 | 18,644,207 | 0.9 |
| Domestic office deposits | 17,338,545 | 17,536,283 | 17,198,207 | 0.8 |
| Foreign office deposits | 1,469,101 | 1,461,372 | 1,446,000 | 1.6 |
| Other borrowed funds | 1,863,037 | 1,778,543 | 1,734,292 | 7.4 |
| Subordinated debt | 55,426 | 57,580 | 59,450 | -6.8 |
| All other liabilities | 803,048 | 806,256 | 770,141 | 4.3 |
| Total equity capital (includes minority interests) | 2,357,976 | 2,317,602 | 2,252,761 | 4.7 |
| Bank equity capital | 2,355,565 | 2,314,981 | 2,250,388 | 4.7 |
| Loans and leases 30-89 days past due | 71,618 | 70,813 | 62,247 | 15.1 |
| Noncurrent loans and leases | 113,553 | 113,384 | 92,991 | 22.1 |
| Restructured loans and leases | 44,269 | 40,331 | 20,885 | 112.0 |
| Mortgage-backed securities | 2,910,504 | 2,914,458 | 2,962,405 | -1.8 |
| Earning assets | 21,673,697 | 21,763,563 | 21,263,993 | 1.9 |
| FHLB Advances | 549,699 | 542,381 | 658,595 | -16.5 |
| Unused loan commitments | 9,807,641 | 9,901,135 | 9,815,839 | -0.1 |
| Trust assets | 34,512,790 | 34,408,947 | 31,770,115 | 8.6 |
| Assets securitized and sold | 444,459 | 443,288 | 383,923 | 15.8 |
| Notional amount of derivatives | 211,482,233 | 209,327,843 | 224,649,005 | -5.9 |

| INCOME DATA | First Half 2024 | First Half 2023 | %Change | 2nd Quarter 2024 | 2nd Quarter 2023 | %Change 23Q2-24Q2 |
|---|---|---|---|---|---|---|
| Total interest income | $627,225 | $542,515 | 15.6 | $315,860 | $283,177 | 11.5 |
| Total interest expense | 284,185 | 193,442 | 46.9 | 144,181 | 108,862 | 32.4 |
| Net interest income | 343,040 | 349,072 | -1.7 | 171,680 | 174,315 | -1.5 |
| Provision for credit losses*** | 43,901 | 42,189 | 4.1 | 23,298 | 21,465 | 8.5 |
| Total noninterest income | 156,830 | 163,861 | -4.3 | 79,008 | 78,198 | 1.0 |
| Total noninterest expense | 291,245 | 282,324 | 3.2 | 143,924 | 141,893 | 1.4 |
| Securities gains (losses) | -477 | -3,411 | N/M | 228 | -1,239 | N/M |
| Applicable income taxes | 33,386 | 34,500 | -3.2 | 17,029 | 17,015 | 0.1 |
| Extraordinary gains, net**** | 5,073 | 5 | N/M | 5,007 | 0 | N/M |
| Total net income (includes minority interests) | 135,934 | 150,514 | -9.7 | 71,673 | 70,900 | 1.1 |
| Bank net income | 135,713 | 150,285 | -9.7 | 71,548 | 70,768 | 1.1 |
| Net charge-offs | 41,585 | 27,175 | 53.0 | 21,286 | 14,749 | 44.3 |
| Cash dividends | 73,078 | 95,149 | -23.2 | 40,530 | 51,005 | -20.5 |
| Retained earnings | 62,635 | 55,136 | 13.6 | 31,018 | 19,764 | 56.9 |
| Net operating income | 131,258 | 153,363 | -14.4 | 66,506 | 71,936 | -7.6 |

* For institutions that have adopted ASU 2016-13, this item represents the allowance for credit losses on loans and leases held for investment and allocated transfer risk. Beginning in 2024, almost all institutions have adopted ASU 2016-13.
** For institutions that have adopted ASU 2016-13, securities are reported net of allowances for credit losses. Beginning in 2024, almost all institutions have adopted ASU 2016-13.
*** For institutions that have adopted ASU 2016-13, this item represents provisions for credit losses on a consolidated basis; for institutions that have not adopted ASU 2016-13, this item represents the provision for loan and lease losses. Beginning in 2024, almost all institutions have adopted ASU 2016-13.
**** See Notes to Users for explanation.

N/M - Not Meaningful

**TABLE III-A. Second Quarter 2024, All FDIC-Insured Institutions**

| SECOND QUARTER (The way it is...) | All Insured Institutions | Asset Concentration Groups* Credit Card Banks | International Banks | Agricultural Banks | Commercial Lenders | Mortgage Lenders | Consumer Lenders | Other Specialized <$1 Billion | All Other <$1 Billion | All Other >$1 Billion |
|---|---|---|---|---|---|---|---|---|---|---|
| Number of institutions reporting | 4,539 | 10 | 5 | 1,001 | 2,506 | 318 | 42 | 202 | 384 | 71 |
| Commercial banks | 3,985 | 9 | 5 | 989 | 2,273 | 93 | 33 | 186 | 338 | 59 |
| Savings institutions | 554 | 1 | 0 | 12 | 233 | 225 | 9 | 16 | 46 | 12 |
| Total assets (in billions) | $23,887.1 | $526.5 | $6,019.0 | $300.6 | $8,500.3 | $572.0 | $379.1 | $45.6 | $87.6 | $7,456.3 |
| Commercial banks | 22,686.4 | 413.6 | 6,019.0 | 292.7 | 8,060.6 | 98.0 | 373.7 | 42.5 | 76.5 | 7,309.8 |
| Savings institutions | 1,200.7 | 112.9 | 0.0 | 7.9 | 439.8 | 474.1 | 5.4 | 3.1 | 11.1 | 146.5 |
| Total deposits (in billions) | 18,807.6 | 399.1 | 4,467.5 | 251.4 | 6,848.8 | 459.1 | 312.0 | 37.5 | 75.3 | 5,956.9 |
| Commercial banks | 17,851.5 | 313.6 | 4,467.5 | 246.9 | 6,505.6 | 79.5 | 307.4 | 35.7 | 66.3 | 5,829.0 |
| Savings institutions | 956.1 | 85.5 | 0.0 | 4.4 | 343.1 | 379.7 | 4.7 | 1.8 | 9.0 | 127.9 |
| Bank net income (in millions) | 71,548 | 4,185 | 22,805 | 845 | 20,046 | 831 | 1,391 | 266 | 222 | 20,956 |
| Commercial banks | 69,522 | 3,592 | 22,805 | 819 | 19,466 | 243 | 1,384 | 138 | 210 | 20,864 |
| Savings institutions | 2,026 | 593 | 0 | 25 | 580 | 588 | 7 | 129 | 12 | 91 |
| **Performance Ratios (annualized, %)** | | | | | | | | | | |
| Yield on earning assets | 5.82 | 14.33 | 5.75 | 5.59 | 5.66 | 3.45 | 7.33 | 4.68 | 5.07 | 5.57 |
| Cost of funding earning assets | 2.66 | 3.94 | 3.02 | 2.17 | 2.43 | 1.88 | 3.70 | 1.41 | 1.72 | 2.59 |
| Net interest margin | 3.16 | 10.39 | 2.74 | 3.42 | 3.23 | 1.57 | 3.63 | 3.27 | 3.35 | 2.98 |
| Noninterest income to assets | 1.32 | 6.21 | 1.75 | 0.52 | 0.87 | 0.88 | 0.95 | 5.10 | 0.89 | 1.22 |
| Noninterest expense to assets | 2.41 | 8.86 | 2.42 | 2.29 | 2.33 | 1.63 | 2.00 | 5.22 | 2.80 | 2.10 |
| Credit loss provision to assets** | 0.39 | 3.17 | 0.34 | 0.16 | 0.22 | 0.00 | 0.60 | 0.07 | 0.08 | 0.46 |
| Net operating income to assets | 1.11 | 3.15 | 1.09 | 1.14 | 1.01 | 0.58 | 1.47 | 2.17 | 1.01 | 1.12 |
| Pretax return on assets | 1.48 | 4.14 | 1.96 | 1.28 | 1.12 | 0.75 | 1.78 | 3.01 | 1.16 | 1.36 |
| Return on assets | 1.20 | 3.18 | 1.51 | 1.13 | 0.95 | 0.57 | 1.47 | 2.32 | 1.01 | 1.12 |
| Return on equity | 12.26 | 31.03 | 16.86 | 12.03 | 9.09 | 7.07 | 16.57 | 18.37 | 10.87 | 11.42 |
| Net charge-offs to loans and leases | 0.68 | 4.70 | 0.81 | 0.20 | 0.27 | 0.04 | 0.81 | 0.38 | 0.11 | 0.84 |
| Loan and lease loss provision to net charge-offs | 109.38 | 82.88 | 116.44 | 119.61 | 124.33 | 19.48 | 93.76 | 65.11 | 123.95 | 117.02 |
| Efficiency ratio | 56.63 | 54.58 | 57.41 | 60.75 | 59.43 | 65.78 | 45.55 | 64.11 | 69.21 | 53.26 |
| % of unprofitable institutions | 6.59 | 10.00 | 0.00 | 3.00 | 5.11 | 24.84 | 9.52 | 11.88 | 7.55 | 5.63 |
| % of institutions with earnings gains | 47.17 | 80.00 | 80.00 | 52.95 | 47.41 | 32.08 | 50.00 | 47.52 | 40.36 | 52.11 |
| **Structural Changes** | | | | | | | | | | |
| New reporters | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Institutions absorbed by mergers | 26 | 0 | 0 | 5 | 20 | 0 | 0 | 0 | 0 | 1 |
| Failed institutions | 1 | 0 | 0 | 0 | 1 | 0 | 0 | 0 | 0 | 0 |
| **PRIOR SECOND QUARTERS (The way it was...)** | | | | | | | | | | |
| Return on assets (%) 2023 | 1.21 | 2.53 | 1.32 | 1.20 | 1.08 | 0.63 | 1.48 | 3.41 | 1.05 | 1.19 |
| 2021 | 1.24 | 5.76 | 1.10 | 1.43 | 1.27 | 0.82 | 1.43 | 1.79 | 1.09 | 1.07 |
| 2019 | 1.38 | 3.21 | 1.24 | 1.33 | 1.25 | 1.09 | 1.44 | 3.04 | 1.44 | 1.46 |
| Net charge-offs to loans & leases (%) 2023 | 0.48 | 3.54 | 0.56 | 0.07 | 0.18 | 0.02 | 0.84 | 0.17 | 0.10 | 0.61 |
| 2021 | 0.27 | 2.37 | 0.40 | 0.06 | 0.12 | 0.01 | 0.22 | 0.11 | 0.03 | 0.21 |
| 2019 | 0.50 | 4.33 | 0.73 | 0.17 | 0.19 | 0.02 | 0.79 | 0.15 | 0.16 | 0.35 |

* See Table IV-A for explanations.

** For institutions that have adopted ASU 2016-13, the numerator represents provisions for credit losses on a consolidated basis; for institutions that have not adopted ASU 2016-13, the numerator represents the provision for loan and lease losses. Beginning in 2024, almost all institutions have adopted ASU 2016-13.

**TABLE III-A. Second Quarter 2024, All FDIC-Insured Institutions**

| | | Asset Size Distribution | | | | | Geographic Regions* | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **SECOND QUARTER** **(The way it is...)** | All Insured Institutions | Less Than $100 Million | $100 Million to $1 Billion | $1 Billion to $10 Billion | $10 Billion to $250 Billion | Greater Than $250 Billion | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| Number of institutions reporting | 4,539 | 686 | 2,831 | 867 | 141 | 14 | 537 | 510 | 972 | 1,158 | 1,025 | 337 |
| Commercial banks | 3,985 | 605 | 2,508 | 731 | 128 | 13 | 283 | 469 | 840 | 1,124 | 962 | 307 |
| Savings institutions | 554 | 81 | 323 | 136 | 13 | 1 | 254 | 41 | 132 | 34 | 63 | 30 |
| Total assets (in billions) | $23,887.1 | $42.4 | $1,065.8 | $2,415.2 | $6,573.8 | $13,789.9 | $4,623.4 | $4,881.5 | $6,132.1 | $4,213.5 | $1,860.2 | $2,176.5 |
| Commercial banks | 22,686.4 | 37.8 | 934.8 | 2,071.9 | 6,125.8 | 13,516.1 | 4,244.3 | 4,866.5 | 6,055.2 | 4,153.9 | 1,476.6 | 1,889.9 |
| Savings institutions | 1,200.7 | 4.6 | 131.0 | 343.3 | 447.9 | 273.8 | 379.1 | 15.0 | 76.9 | 59.6 | 383.6 | 286.5 |
| Total deposits (in billions) | 18,807.6 | 35.1 | 898.2 | 1,978.2 | 5,289.6 | 10,606.5 | 3,629.5 | 3,879.6 | 4,597.8 | 3,409.3 | 1,524.1 | 1,767.3 |
| Commercial banks | 17,851.5 | 31.7 | 794.3 | 1,710.6 | 4,932.4 | 10,382.5 | 3,330.8 | 3,867.5 | 4,543.1 | 3,358.9 | 1,220.3 | 1,531.0 |
| Savings institutions | 956.1 | 3.4 | 103.9 | 267.6 | 357.2 | 224.0 | 298.6 | 12.1 | 54.7 | 50.5 | 303.8 | 236.3 |
| Bank net income (in millions) | 71,548 | 117 | 2,961 | 6,265 | 19,752 | 42,452 | 11,877 | 11,954 | 23,916 | 11,601 | 4,188 | 8,013 |
| Commercial banks | 69,522 | 107 | 2,612 | 5,921 | 18,577 | 42,305 | 11,523 | 11,924 | 23,672 | 11,357 | 3,776 | 7,270 |
| Savings institutions | 2,026 | 11 | 349 | 344 | 1,175 | 147 | 353 | 30 | 244 | 244 | 412 | 743 |
| **Performance Ratios (annualized, %)** | | | | | | | | | | | | |
| Yield on earning assets | 5.82 | 5.41 | 5.56 | 5.81 | 6.40 | 5.56 | 6.08 | 5.62 | 5.49 | 5.81 | 5.22 | 7.16 |
| Cost of funding earning assets | 2.66 | 1.65 | 2.07 | 2.39 | 2.78 | 2.69 | 3.19 | 2.42 | 2.53 | 2.62 | 2.28 | 2.79 |
| Net interest margin | 3.16 | 3.76 | 3.49 | 3.42 | 3.62 | 2.87 | 2.89 | 3.19 | 2.95 | 3.19 | 2.95 | 4.37 |
| Noninterest income to assets | 1.32 | 1.54 | 1.18 | 0.97 | 1.31 | 1.40 | 1.33 | 1.01 | 1.58 | 1.15 | 0.76 | 2.10 |
| Noninterest expense to assets | 2.41 | 3.81 | 3.04 | 2.61 | 2.65 | 2.21 | 2.25 | 2.17 | 2.45 | 2.29 | 2.25 | 3.51 |
| Credit loss provision to assets** | 0.39 | 0.09 | 0.10 | 0.23 | 0.46 | 0.41 | 0.30 | 0.53 | 0.30 | 0.36 | 0.13 | 0.80 |
| Net operating income to assets | 1.11 | 0.96 | 1.12 | 1.06 | 1.18 | 1.09 | 1.08 | 1.03 | 1.14 | 1.11 | 0.90 | 1.47 |
| Pretax return on assets | 1.48 | 1.33 | 1.31 | 1.30 | 1.55 | 1.49 | 1.31 | 1.03 | 2.01 | 1.37 | 1.10 | 1.90 |
| Return on assets | 1.20 | 1.11 | 1.11 | 1.04 | 1.20 | 1.23 | 1.03 | 0.98 | 1.56 | 1.10 | 0.90 | 1.47 |
| Return on equity | 12.26 | 8.52 | 11.21 | 10.26 | 11.89 | 12.92 | 10.02 | 9.78 | 16.80 | 11.47 | 9.24 | 14.86 |
| Net charge-offs to loans and leases | 0.68 | 0.09 | 0.09 | 0.30 | 0.78 | 0.80 | 0.70 | 0.81 | 0.48 | 0.71 | 0.16 | 1.21 |
| Loan and lease loss provision to net charge-offs | 109.38 | 182.31 | 170.64 | 111.11 | 94.70 | 118.59 | 82.61 | 127.07 | 130.48 | 101.67 | 142.39 | 101.52 |
| Efficiency ratio | 56.63 | 75.53 | 67.98 | 61.58 | 55.72 | 55.18 | 56.44 | 55.22 | 57.34 | 56.33 | 60.77 | 55.91 |
| % of unprofitable institutions | 6.59 | 14.58 | 5.69 | 3.81 | 3.55 | 0.00 | 12.85 | 9.02 | 6.17 | 3.37 | 4.49 | 11.57 |
| % of institutions with earnings gains | 47.17 | 46.94 | 48.71 | 42.56 | 44.68 | 57.14 | 32.96 | 45.69 | 48.56 | 53.54 | 48.68 | 41.54 |
| **Structural Changes** | | | | | | | | | | | | |
| New reporters | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Institutions absorbed by mergers | 26 | 4 | 15 | 6 | 1 | 0 | 1 | 4 | 8 | 6 | 5 | 2 |
| Failed institutions | 1 | 0 | 0 | 1 | 0 | 0 | 1 | 0 | 0 | 0 | 0 | 0 |
| **PRIOR SECOND QUARTERS** **(The way it was...)** | | | | | | | | | | | | |
| Return on assets (%) 2023 | 1.21 | 1.00 | 1.23 | 1.20 | 1.23 | 1.19 | 1.05 | 1.20 | 1.39 | 1.06 | 1.02 | 1.51 |
| 2021 | 1.24 | 1.11 | 1.32 | 1.37 | 1.49 | 1.09 | 1.14 | 1.18 | 1.23 | 1.16 | 1.17 | 1.76 |
| 2019 | 1.38 | 0.97 | 1.35 | 1.26 | 1.43 | 1.37 | 1.15 | 1.44 | 1.34 | 1.34 | 1.38 | 1.75 |
| Net charge-offs to loans & leases (%) 2023 | 0.48 | 0.03 | 0.07 | 0.22 | 0.52 | 0.58 | 0.46 | 0.62 | 0.35 | 0.45 | 0.15 | 0.88 |
| 2021 | 0.27 | 0.08 | 0.06 | 0.14 | 0.35 | 0.27 | 0.25 | 0.32 | 0.20 | 0.34 | 0.08 | 0.36 |
| 2019 | 0.50 | 0.15 | 0.12 | 0.21 | 0.66 | 0.51 | 0.46 | 0.54 | 0.41 | 0.53 | 0.22 | 0.77 |

* See Table IV-A for explanations.

** For institutions that have adopted ASU 2016-13, the numerator represents provisions for credit losses on a consolidated basis; for institutions that have not adopted ASU 2016-13, the numerator represents the provision for loan and lease losses. Beginning in 2024, almost all institutions have adopted ASU 2016-13.

**TABLE IV-A. First Half 2024, All FDIC-Insured Institutions**

| | | Asset Concentration Groups* | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **FIRST HALF** **(The way it is...)** | All Insured Institutions | Credit Card Banks | International Banks | Agricultural Banks | Commercial Lenders | Mortgage Lenders | Consumer Lenders | Other Specialized <$1 Billion | All Other <$1 Billion | All Other >$1 Billion |
| Number of institutions reporting | 4,539 | 10 | 5 | 1,001 | 2,506 | 318 | 42 | 202 | 384 | 71 |
| Commercial banks | 3,985 | 9 | 5 | 989 | 2,273 | 93 | 33 | 186 | 338 | 59 |
| Savings institutions | 554 | 1 | 0 | 12 | 233 | 225 | 9 | 16 | 46 | 12 |
| Total assets (in billions) | $23,887.1 | $526.5 | $6,019.0 | $300.6 | $8,500.3 | $572.0 | $379.1 | $45.6 | $87.6 | $7,456.3 |
| Commercial banks | 22,686.4 | 413.6 | 6,019.0 | 292.7 | 8,060.6 | 98.0 | 373.7 | 42.5 | 76.5 | 7,309.8 |
| Savings institutions | 1,200.7 | 112.9 | 0.0 | 7.9 | 439.8 | 474.1 | 5.4 | 3.1 | 11.1 | 146.5 |
| Total deposits (in billions) | 18,807.6 | 399.1 | 4,467.5 | 251.4 | 6,848.8 | 459.1 | 312.0 | 37.5 | 75.3 | 5,956.9 |
| Commercial banks | 17,851.5 | 313.6 | 4,467.5 | 246.9 | 6,505.6 | 79.5 | 307.4 | 35.7 | 66.3 | 5,829.0 |
| Savings institutions | 956.1 | 85.5 | 0.0 | 4.4 | 343.1 | 379.7 | 4.7 | 1.8 | 9.0 | 127.9 |
| Bank net income (in millions) | 135,713 | 7,033 | 39,316 | 1,676 | 40,232 | 1,774 | 2,629 | 488 | 420 | 42,144 |
| Commercial banks | 131,526 | 5,996 | 39,316 | 1,607 | 38,901 | 486 | 2,617 | 233 | 405 | 41,965 |
| Savings institutions | 4,187 | 1,037 | 0 | 69 | 1,331 | 1,289 | 12 | 255 | 15 | 178 |
| **Performance Ratios (annualized, %)** | | | | | | | | | | |
| Yield on earning assets | 5.80 | 14.48 | 5.79 | 5.48 | 5.61 | 3.41 | 7.29 | 4.66 | 5.00 | 5.55 |
| Cost of funding earning assets | 2.63 | 3.96 | 3.01 | 2.10 | 2.40 | 1.84 | 3.70 | 1.39 | 1.68 | 2.55 |
| Net interest margin | 3.17 | 10.52 | 2.78 | 3.38 | 3.21 | 1.57 | 3.59 | 3.26 | 3.32 | 3.00 |
| Noninterest income to assets | 1.32 | 6.05 | 1.74 | 0.52 | 0.84 | 0.85 | 0.95 | 5.03 | 0.87 | 1.27 |
| Noninterest expense to assets | 2.45 | 8.96 | 2.45 | 2.29 | 2.32 | 1.57 | 2.01 | 5.30 | 2.79 | 2.21 |
| Credit loss provision to assets** | 0.37 | 3.64 | 0.31 | 0.11 | 0.20 | 0.01 | 0.60 | 0.08 | 0.07 | 0.41 |
| Net operating income to assets | 1.10 | 2.68 | 1.11 | 1.14 | 0.99 | 0.60 | 1.38 | 2.03 | 0.98 | 1.13 |
| Pretax return on assets | 1.42 | 3.51 | 1.71 | 1.28 | 1.16 | 0.78 | 1.72 | 2.77 | 1.09 | 1.37 |
| Return on assets | 1.14 | 2.69 | 1.32 | 1.12 | 0.95 | 0.60 | 1.38 | 2.14 | 0.96 | 1.13 |
| Return on equity | 11.71 | 26.38 | 14.66 | 12.00 | 9.17 | 7.63 | 15.78 | 16.87 | 10.33 | 11.55 |
| Net charge-offs to loans and leases | 0.67 | 4.72 | 0.79 | 0.12 | 0.25 | 0.04 | 0.89 | 0.32 | 0.09 | 0.82 |
| Loan and lease loss provision to net charge-offs | 106.72 | 94.07 | 109.80 | 141.76 | 122.49 | 44.50 | 93.41 | 97.53 | 123.74 | 107.04 |
| Efficiency ratio | 57.64 | 55.36 | 57.74 | 61.55 | 60.51 | 65.55 | 46.36 | 65.75 | 70.14 | 55.00 |
| % of unprofitable institutions | 6.30 | 10.00 | 0.00 | 2.90 | 4.51 | 24.53 | 11.90 | 13.37 | 7.81 | 4.23 |
| % of institutions with earnings gains | 39.83 | 50.00 | 40.00 | 43.26 | 40.26 | 29.56 | 40.48 | 37.62 | 37.24 | 40.85 |
| **Condition Ratios (%)** | | | | | | | | | | |
| Earning assets to total assets | 90.73 | 95.41 | 88.91 | 93.72 | 91.11 | 95.82 | 94.25 | 91.52 | 93.57 | 90.73 |
| Loss Allowance to: | | | | | | | | | | |
| Loans and leases | 1.76 | 6.90 | 1.90 | 1.27 | 1.32 | 0.60 | 1.88 | 1.50 | 1.25 | 1.85 |
| Noncurrent loans and leases | 194.22 | 437.21 | 262.23 | 216.21 | 156.95 | 141.14 | 336.51 | 218.01 | 191.88 | 165.63 |
| Noncurrent assets plus other real estate owned to assets | 0.49 | 1.30 | 0.27 | 0.42 | 0.59 | 0.17 | 0.44 | 0.22 | 0.39 | 0.54 |
| Equity capital ratio | 9.86 | 10.50 | 9.08 | 9.45 | 10.49 | 8.29 | 8.98 | 12.84 | 9.45 | 9.90 |
| Core capital (leverage) ratio | 9.31 | 10.76 | 8.16 | 10.87 | 9.95 | 11.22 | 10.11 | 16.15 | 11.62 | 9.04 |
| Common equity tier 1 capital ratio*** | 14.18 | 12.54 | 15.47 | 13.58 | 12.68 | 30.04 | 15.00 | 39.10 | 18.06 | 14.68 |
| Tier 1 risk-based capital ratio*** | 14.24 | 12.68 | 15.54 | 13.58 | 12.74 | 30.04 | 15.02 | 39.10 | 18.06 | 14.73 |
| Total risk-based capital ratio*** | 15.57 | 14.53 | 16.65 | 14.65 | 14.09 | 30.54 | 16.02 | 39.90 | 19.12 | 16.21 |
| Net loans and leases to deposits | 65.52 | 101.10 | 46.27 | 78.94 | 82.29 | 46.59 | 91.08 | 31.95 | 64.79 | 58.06 |
| Net loans and leases to total assets | 51.59 | 76.63 | 34.34 | 66.00 | 66.30 | 37.39 | 74.98 | 26.26 | 55.70 | 46.39 |
| Domestic deposits to total assets | 72.59 | 75.80 | 52.79 | 83.61 | 80.46 | 80.04 | 82.32 | 82.18 | 85.94 | 77.64 |
| **Structural Changes** | | | | | | | | | | |
| New reporters | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 0 |
| Institutions absorbed by mergers | 42 | 0 | 0 | 9 | 29 | 2 | 0 | 0 | 1 | 1 |
| Failed institutions | 1 | 0 | 0 | 0 | 1 | 0 | 0 | 0 | 0 | 0 |
| **PRIOR FIRST HALVES** **(The way it was...)** | | | | | | | | | | |
| Number of institutions 2023 | 4,645 | 10 | 5 | 1,018 | 2,522 | 327 | 41 | 253 | 402 | 67 |
| 2021 | 4,950 | 11 | 5 | 1,130 | 2,585 | 281 | 32 | 311 | 509 | 86 |
| 2019 | 5,303 | 11 | 5 | 1,329 | 2,803 | 389 | 70 | 220 | 426 | 50 |
| Total assets (in billions) 2023 | $23,460.9 | $476.2 | $5,885.4 | $289.3 | $8,347.2 | $686.5 | $385.9 | $56.2 | $92.0 | $7,242.2 |
| 2021 | 22,774.4 | 477.8 | 5,747.9 | 289.0 | 7,184.7 | 685.2 | 152.7 | 64.5 | 119.4 | 8,053.0 |
| 2019 | 18,265.9 | 521.0 | 4,488.8 | 291.1 | 6,584.0 | 356.9 | 222.4 | 37.7 | 75.6 | 5,688.4 |
| Return on assets (%) 2023 | 1.29 | 2.84 | 1.28 | 1.23 | 1.33 | 0.65 | 1.41 | 2.87 | 1.05 | 1.20 |
| 2021 | 1.31 | 5.77 | 1.24 | 1.44 | 1.31 | 0.88 | 2.09 | 1.81 | 1.11 | 1.11 |
| 2019 | 1.36 | 3.21 | 1.25 | 1.33 | 1.24 | 1.15 | 1.38 | 3.07 | 1.43 | 1.43 |
| Net charge-offs to loans & leases (%) 2023 | 0.45 | 3.35 | 0.52 | 0.05 | 0.17 | 0.03 | 0.85 | 0.21 | 0.09 | 0.56 |
| 2021 | 0.30 | 2.49 | 0.47 | 0.04 | 0.13 | 0.02 | 0.25 | 0.08 | 0.03 | 0.25 |
| 2019 | 0.50 | 4.32 | 0.72 | 0.18 | 0.18 | 0.02 | 0.79 | 0.13 | 0.13 | 0.37 |
| Noncurrent assets plus OREO to assets (%) 2023 | 0.41 | 1.09 | 0.24 | 0.34 | 0.48 | 0.15 | 0.47 | 0.23 | 0.37 | 0.46 |
| 2021 | 0.51 | 0.65 | 0.31 | 0.59 | 0.66 | 0.22 | 0.20 | 0.29 | 0.49 | 0.53 |
| 2019 | 0.57 | 1.20 | 0.37 | 0.92 | 0.61 | 1.23 | 0.46 | 0.43 | 0.67 | 0.56 |
| Equity capital ratio (%) 2023 | 9.59 | 10.31 | 9.28 | 9.00 | 10.01 | 6.74 | 8.41 | 11.14 | 8.76 | 9.67 |
| 2021 | 10.12 | 13.59 | 9.04 | 11.09 | 10.97 | 9.08 | 8.90 | 13.96 | 11.22 | 9.97 |
| 2019 | 11.47 | 12.32 | 10.46 | 11.94 | 12.18 | 11.06 | 10.93 | 17.57 | 13.09 | 11.32 |

***Asset Concentration Group Definitions (Groups are hierarchical and mutually exclusive):**

Credit-card Lenders - Institutions whose credit-card loans plus securitized receivables exceed 50 percent of total assets plus securitized receivables.
International Banks - Banks with assets greater than $10 billion and more than 25 percent of total assets in foreign offices.
Agricultural Banks - Banks whose agricultural production loans plus real estate loans secured by farmland exceed 25 percent of their total loans and leases.
Commercial Lenders - Institutions whose commercial and industrial loans, plus real estate construction and development loans, plus loans secured by commercial real estate properties exceed 25 percent of total assets.
Mortgage Lenders - Institutions whose residential mortgage loans, plus mortgage-backed securities, exceed 50 percent of total assets.
Consumer Lenders - Institutions whose residential mortgage loans, plus credit-card loans, plus other loans to individuals, exceed 50 percent of total assets.
Other Specialized < $1 Billion - Institutions with assets less than $1 billion, whose loans and leases are less than 40 percent of total assets.
All Other < $1 billion - Institutions with assets less than $1 billion that do not meet any of the definitions above, they have significant lending activity with no identified asset concentrations.
All Other > $1 billion - Institutions with assets greater than $1 billion that do not meet any of the definitions above, they have significant lending activity with no identified asset concentrations.
** For institutions that have adopted ASU 2016-13, the numerator represents provisions for credit losses on a consolidated basis; for institutions that have not adopted ASU 2016-13, the numerator represents the provision for loan and lease losses. Beginning in 2024, almost all institutions have adopted ASU 2016-13.
*** Beginning March 2020, does not include institutions that have a Community Bank Leverage Ratio election in effect at the report date.

**TABLE IV-A. First Half 2024, All FDIC-Insured Institutions**

| | | Asset Size Distribution | | | | | Geographic Regions* | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **FIRST HALF** **(The way it is...)** | All Insured Institutions | Less Than $100 Million | $100 Million to $1 Billion | $1 Billion to $10 Billion | $10 Billion to $250 Billion | Greater Than $250 Billion | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| Number of institutions reporting | 4,539 | 686 | 2,831 | 867 | 141 | 14 | 537 | 510 | 972 | 1,158 | 1,025 | 337 |
| Commercial banks | 3,985 | 605 | 2,508 | 731 | 128 | 13 | 283 | 469 | 840 | 1,124 | 962 | 307 |
| Savings institutions | 554 | 81 | 323 | 136 | 13 | 1 | 254 | 41 | 132 | 34 | 63 | 30 |
| Total assets (in billions) | $23,887.1 | $42.4 | $1,065.8 | $2,415.2 | $6,573.8 | $13,789.9 | $4,623.4 | $4,881.5 | $6,132.1 | $4,213.5 | $1,860.2 | $2,176.5 |
| Commercial banks | 22,686.4 | 37.8 | 934.8 | 2,071.9 | 6,125.8 | 13,516.1 | 4,244.3 | 4,866.5 | 6,055.2 | 4,153.9 | 1,476.6 | 1,889.9 |
| Savings institutions | 1,200.7 | 4.6 | 131.0 | 343.3 | 447.9 | 273.8 | 379.1 | 15.0 | 76.9 | 59.6 | 383.6 | 286.5 |
| Total deposits (in billions) | 18,807.6 | 35.1 | 898.2 | 1,978.2 | 5,289.6 | 10,606.5 | 3,629.5 | 3,879.6 | 4,597.8 | 3,409.3 | 1,524.1 | 1,767.3 |
| Commercial banks | 17,851.5 | 31.7 | 794.3 | 1,710.6 | 4,932.4 | 10,382.5 | 3,330.8 | 3,867.5 | 4,543.1 | 3,358.9 | 1,220.3 | 1,531.0 |
| Savings institutions | 956.1 | 3.4 | 103.9 | 267.6 | 357.2 | 224.0 | 298.6 | 12.1 | 54.7 | 50.5 | 303.8 | 236.3 |
| Bank net income (in millions) | 135,713 | 206 | 5,716 | 12,876 | 37,736 | 79,179 | 21,507 | 24,404 | 42,042 | 22,731 | 8,726 | 16,303 |
| Commercial banks | 131,526 | 189 | 5,036 | 11,917 | 35,520 | 78,865 | 20,613 | 24,355 | 41,524 | 22,220 | 7,907 | 14,907 |
| Savings institutions | 4,187 | 17 | 681 | 959 | 2,217 | 314 | 894 | 49 | 518 | 511 | 819 | 1,396 |
| **Performance Ratios (annualized, %)** | | | | | | | | | | | | |
| Yield on earning assets | 5.80 | 5.32 | 5.48 | 5.75 | 6.37 | 5.56 | 6.06 | 5.58 | 5.49 | 5.82 | 5.16 | 7.14 |
| Cost of funding earning assets | 2.63 | 1.59 | 2.02 | 2.35 | 2.76 | 2.67 | 3.16 | 2.38 | 2.51 | 2.61 | 2.25 | 2.77 |
| Net interest margin | 3.17 | 3.72 | 3.46 | 3.40 | 3.62 | 2.89 | 2.89 | 3.20 | 2.98 | 3.20 | 2.91 | 4.37 |
| Noninterest income to assets | 1.32 | 1.51 | 1.15 | 0.98 | 1.32 | 1.38 | 1.31 | 0.99 | 1.56 | 1.16 | 0.75 | 2.21 |
| Noninterest expense to assets | 2.45 | 3.82 | 3.02 | 2.59 | 2.67 | 2.27 | 2.34 | 2.22 | 2.45 | 2.37 | 2.18 | 3.53 |
| Credit loss provision to assets** | 0.37 | 0.09 | 0.09 | 0.22 | 0.49 | 0.36 | 0.33 | 0.47 | 0.25 | 0.34 | 0.12 | 0.82 |
| Net operating income to assets | 1.10 | 0.91 | 1.08 | 1.08 | 1.16 | 1.08 | 0.96 | 1.02 | 1.19 | 1.08 | 0.94 | 1.52 |
| Pretax return on assets | 1.42 | 1.15 | 1.26 | 1.34 | 1.49 | 1.42 | 1.21 | 1.11 | 1.78 | 1.34 | 1.13 | 1.95 |
| Return on assets | 1.14 | 0.97 | 1.08 | 1.08 | 1.15 | 1.15 | 0.94 | 1.00 | 1.38 | 1.07 | 0.93 | 1.50 |
| Return on equity | 11.71 | 7.50 | 10.90 | 10.61 | 11.43 | 12.13 | 9.14 | 10.03 | 14.88 | 11.29 | 9.69 | 15.27 |
| Net charge-offs to loans and leases | 0.67 | 0.07 | 0.09 | 0.28 | 0.76 | 0.78 | 0.68 | 0.80 | 0.45 | 0.69 | 0.15 | 1.20 |
| Loan and lease loss provision to net charge-offs | 106.72 | 222.38 | 159.73 | 112.24 | 102.36 | 108.43 | 90.99 | 114.76 | 117.34 | 101.97 | 142.71 | 105.16 |
| Efficiency ratio | 57.64 | 76.62 | 68.69 | 61.58 | 56.46 | 56.57 | 59.14 | 56.67 | 57.37 | 58.07 | 61.10 | 55.36 |
| % of unprofitable institutions | 6.30 | 14.58 | 5.44 | 3.23 | 2.84 | 0.00 | 11.17 | 8.43 | 6.69 | 2.59 | 5.27 | 10.09 |
| % of institutions with earnings gains | 39.83 | 39.65 | 41.15 | 35.87 | 40.43 | 21.43 | 27.93 | 40.20 | 41.46 | 43.70 | 41.46 | 35.31 |
| **Condition Ratios (%)** | | | | | | | | | | | | |
| Earning assets to total assets | 90.73 | 93.12 | 93.74 | 93.07 | 91.96 | 89.50 | 89.92 | 90.56 | 89.91 | 90.51 | 92.66 | 93.95 |
| Loss Allowance to: | | | | | | | | | | | | |
| Loans and leases | 1.76 | 1.39 | 1.27 | 1.31 | 1.87 | 1.87 | 1.71 | 1.78 | 1.60 | 1.83 | 1.21 | 2.42 |
| Noncurrent loans and leases | 194.22 | 140.81 | 204.78 | 187.95 | 195.81 | 193.80 | 156.19 | 198.75 | 200.24 | 200.12 | 133.39 | 304.60 |
| Noncurrent assets plus other real estate owned to assets | 0.49 | 0.62 | 0.45 | 0.54 | 0.63 | 0.42 | 0.59 | 0.48 | 0.40 | 0.47 | 0.57 | 0.54 |
| Equity capital ratio | 9.86 | 13.11 | 10.02 | 10.20 | 10.20 | 9.62 | 10.37 | 10.12 | 9.39 | 9.65 | 9.83 | 9.97 |
| Core capital (leverage) ratio | 9.31 | 14.58 | 11.44 | 10.70 | 9.81 | 8.63 | 9.59 | 8.93 | 8.75 | 9.07 | 10.59 | 10.39 |
| Common equity tier 1 capital ratio*** | 14.18 | 22.97 | 15.58 | 13.59 | 13.63 | 14.52 | 14.44 | 13.47 | 14.50 | 13.42 | 15.52 | 14.79 |
| Tier 1 risk-based capital ratio*** | 14.24 | 22.97 | 15.61 | 13.62 | 13.74 | 14.56 | 14.47 | 13.52 | 14.55 | 13.50 | 15.59 | 14.85 |
| Total risk-based capital ratio*** | 15.57 | 24.01 | 16.72 | 14.69 | 15.12 | 15.93 | 15.70 | 14.80 | 15.96 | 15.02 | 16.76 | 16.14 |
| Net loans and leases to deposits | 65.52 | 68.19 | 78.07 | 85.11 | 78.28 | 54.43 | 66.90 | 64.43 | 62.51 | 60.23 | 69.81 | 79.39 |
| Net loans and leases to total assets | 51.59 | 56.42 | 65.79 | 69.71 | 62.99 | 41.86 | 52.52 | 51.21 | 46.87 | 48.74 | 57.19 | 64.47 |
| Domestic deposits to total assets | 72.59 | 82.73 | 84.27 | 81.81 | 79.07 | 66.94 | 74.45 | 76.91 | 65.80 | 67.01 | 81.91 | 80.86 |
| **Structural Changes** | | | | | | | | | | | | |
| New reporters | 1 | 1 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 0 | 0 | 0 |
| Institutions absorbed by mergers | 42 | 9 | 25 | 7 | 1 | 0 | 2 | 6 | 10 | 13 | 6 | 5 |
| Failed institutions | 1 | 0 | 0 | 1 | 0 | 0 | 1 | 0 | 0 | 0 | 0 | 0 |
| **PRIOR FIRST HALVES** **(The way it was...)** | | | | | | | | | | | | |
| Number of institutions 2023 | 4,645 | 733 | 2,920 | 836 | 142 | 14 | 547 | 528 | 994 | 1,188 | 1,043 | 345 |
| 2021 | 4,950 | 870 | 3,103 | 817 | 147 | 13 | 586 | 565 | 1,059 | 1,275 | 1,095 | 370 |
| 2019 | 5,303 | 1,230 | 3,281 | 651 | 132 | 9 | 640 | 611 | 1,143 | 1,357 | 1,165 | 387 |
| Total assets (in billions) 2023 | $23,460.9 | $44.3 | $1,080.1 | $2,305.7 | $6,465.8 | $13,564.9 | $4,519.0 | $4,773.8 | $5,963.0 | $4,159.7 | $2,013.5 | $2,031.9 |
| 2021 | 22,774.4 | 53.0 | 1,117.8 | 2,151.7 | 6,742.7 | 12,709.2 | 4,216.8 | 4,652.3 | 5,473.4 | 4,160.0 | 1,887.2 | 2,384.7 |
| 2019 | 18,265.9 | 72.7 | 1,090.1 | 1,716.1 | 6,287.9 | 9,099.1 | 3,316.9 | 3,735.2 | 4,220.8 | 3,745.8 | 1,169.1 | 2,078.1 |
| Return on assets (%) 2023 | 1.29 | 1.01 | 1.22 | 1.18 | 1.55 | 1.19 | 1.13 | 1.60 | 1.32 | 1.15 | 1.02 | 1.38 |
| 2021 | 1.31 | 1.10 | 1.34 | 1.45 | 1.54 | 1.17 | 1.17 | 1.25 | 1.34 | 1.26 | 1.19 | 1.82 |
| 2019 | 1.36 | 1.00 | 1.29 | 1.26 | 1.42 | 1.36 | 1.13 | 1.42 | 1.35 | 1.32 | 1.36 | 1.74 |
| Net charge-offs to loans & leases (%) 2023 | 0.45 | 0.04 | 0.06 | 0.22 | 0.50 | 0.53 | 0.42 | 0.56 | 0.32 | 0.41 | 0.13 | 0.87 |
| 2021 | 0.30 | 0.06 | 0.05 | 0.14 | 0.37 | 0.33 | 0.30 | 0.34 | 0.24 | 0.38 | 0.11 | 0.39 |
| 2019 | 0.50 | 0.14 | 0.10 | 0.19 | 0.66 | 0.52 | 0.46 | 0.56 | 0.39 | 0.52 | 0.21 | 0.78 |
| Noncurrent assets plus OREO to assets (%) 2023 | 0.41 | 0.49 | 0.36 | 0.43 | 0.52 | 0.36 | 0.48 | 0.40 | 0.34 | 0.41 | 0.47 | 0.46 |
| 2021 | 0.51 | 0.66 | 0.50 | 0.55 | 0.68 | 0.40 | 0.50 | 0.48 | 0.43 | 0.52 | 0.89 | 0.41 |
| 2019 | 0.57 | 0.97 | 0.73 | 0.64 | 0.60 | 0.51 | 0.54 | 0.58 | 0.53 | 0.62 | 0.76 | 0.45 |
| Equity capital ratio (%) 2023 | 9.59 | 12.63 | 9.55 | 9.82 | 9.67 | 9.51 | 10.02 | 9.87 | 9.44 | 9.55 | 8.44 | 9.64 |
| 2021 | 10.12 | 13.41 | 10.93 | 10.94 | 10.72 | 9.58 | 10.35 | 10.61 | 9.59 | 9.86 | 10.22 | 10.39 |
| 2019 | 11.47 | 14.36 | 11.95 | 12.08 | 12.07 | 10.85 | 12.07 | 12.29 | 11.18 | 10.29 | 12.13 | 11.38 |

* Regions:
New York - Connecticut, Delaware, District of Columbia, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, Pennsylvania, Puerto Rico, Rhode Island, Vermont, U.S. Virgin Islands
Atlanta - Alabama, Florida, Georgia, North Carolina, South Carolina, Virginia, West Virginia
Chicago - Illinois, Indiana, Kentucky, Michigan, Ohio, Wisconsin
Kansas City - Iowa, Kansas, Minnesota, Missouri, Nebraska, North Dakota, South Dakota
Dallas - Arkansas, Colorado, Louisiana, Mississippi, New Mexico, Oklahoma, Tennessee, Texas
San Francisco - Alaska, Arizona, California, Hawaii, Idaho, Montana, Nevada, Oregon, Pacific Islands, Utah, Washington, Wyoming
** For institutions that have adopted ASU 2016-13, the numerator represents provisions for credit losses on a consolidated basis; for institutions that have not adopted ASU 2016-13, the numerator represents the provision for loan and lease losses. Beginning in 2024, almost all institutions have adopted ASU 2016-13.
*** Beginning March 2020, does not include institutions that have a Community Bank Leverage Ratio election in effect at the report date.

**TABLE V-A. Loan Performance, All FDIC-Insured Institutions**

| June 30, 2024 | All Insured Institutions | Asset Concentration Groups* Credit Card Banks | International Banks | Agricultural Banks | Commercial Lenders | Mortgage Lenders | Consumer Lenders | Other Specialized <$1 Billion | All Other <$1 Billion | All Other >$1 Billion |
|---|---|---|---|---|---|---|---|---|---|---|
| **Percent of Loans 30-89 Days Past Due** | | | | | | | | | | |
| All loans secured by real estate | 0.46 | 0.38 | 0.37 | 0.54 | 0.47 | 0.32 | 0.16 | 0.70 | 0.86 | 0.53 |
| Construction and development | 0.40 | 0.00 | 0.52 | 0.69 | 0.39 | 0.38 | 0.10 | 0.74 | 0.89 | 0.31 |
| Nonfarm nonresidential | 0.26 | 0.66 | 0.64 | 0.50 | 0.22 | 0.15 | 0.02 | 0.56 | 0.62 | 0.31 |
| Multifamily residential real estate | 0.39 | 0.00 | 0.36 | 0.21 | 0.43 | 0.08 | 0.58 | 0.32 | 0.21 | 0.25 |
| Home equity loans | 0.58 | 0.00 | 0.80 | 0.58 | 0.59 | 0.39 | 0.23 | 0.62 | 0.82 | 0.54 |
| Other 1-4 family residential | 0.64 | 0.36 | 0.32 | 0.76 | 0.81 | 0.34 | 0.17 | 0.92 | 1.04 | 0.65 |
| Commercial and industrial loans | 0.31 | 0.77 | 0.40 | 0.89 | 0.28 | 0.25 | 0.49 | 0.78 | 0.87 | 0.26 |
| Loans to individuals | 1.56 | 1.64 | 1.09 | 1.08 | 1.12 | 0.36 | 2.58 | 1.56 | 1.32 | 1.80 |
| Credit card loans | 1.52 | 1.66 | 1.12 | 1.09 | 1.65 | 1.61 | 2.55 | 0.60 | 1.47 | 1.74 |
| Other loans to individuals | 1.60 | 1.43 | 1.01 | 1.07 | 1.08 | 0.33 | 2.58 | 1.62 | 1.32 | 1.86 |
| All other loans and leases (including farm) | 0.16 | 0.68 | 0.25 | 0.56 | 0.14 | 0.06 | 0.05 | 0.67 | 0.41 | 0.09 |
| Total loans and leases | 0.57 | 1.52 | 0.49 | 0.61 | 0.44 | 0.32 | 1.61 | 0.79 | 0.88 | 0.64 |
| **Percent of Loans Noncurrent**** | | | | | | | | | | |
| All real estate loans | 1.10 | 1.07 | 1.00 | 0.55 | 0.91 | 0.46 | 0.29 | 0.74 | 0.58 | 1.93 |
| Construction and development | 0.59 | 0.00 | 1.58 | 0.61 | 0.51 | 0.50 | 0.10 | 0.21 | 0.24 | 0.71 |
| Nonfarm nonresidential | 1.36 | 2.04 | 2.32 | 0.61 | 0.90 | 0.50 | 0.24 | 0.75 | 0.68 | 3.87 |
| Multifamily residential real estate | 0.50 | 0.66 | 0.15 | 0.68 | 0.62 | 0.11 | 0.00 | 0.45 | 0.13 | 0.43 |
| Home equity loans | 1.69 | 0.00 | 5.67 | 0.24 | 1.10 | 0.42 | 4.14 | 0.63 | 0.34 | 2.49 |
| Other 1-4 family residential | 1.11 | 1.02 | 0.80 | 0.42 | 1.15 | 0.47 | 0.24 | 0.84 | 0.61 | 1.45 |
| Commercial and industrial loans | 0.82 | 0.72 | 0.72 | 1.02 | 0.94 | 0.32 | 0.44 | 0.82 | 0.85 | 0.71 |
| Loans to individuals | 1.09 | 1.70 | 1.04 | 0.43 | 0.57 | 0.13 | 0.74 | 0.42 | 0.49 | 1.15 |
| Credit card loans | 1.64 | 1.82 | 1.25 | 0.38 | 1.59 | 1.28 | 3.52 | 0.12 | 0.69 | 1.84 |
| Other loans to individuals | 0.47 | 0.55 | 0.26 | 0.44 | 0.50 | 0.10 | 0.70 | 0.44 | 0.49 | 0.42 |
| All other loans and leases (including farm) | 0.22 | 0.71 | 0.17 | 0.49 | 0.28 | 0.08 | 0.02 | 0.20 | 1.62 | 0.20 |
| Total loans and leases | 0.91 | 1.58 | 0.73 | 0.59 | 0.84 | 0.42 | 0.56 | 0.69 | 0.65 | 1.12 |
| **Percent of Loans Charged-Off (net, YTD)** | | | | | | | | | | |
| All real estate loans | 0.11 | 0.14 | 0.08 | 0.00 | 0.10 | 0.00 | 0.01 | -0.03 | 0.03 | 0.18 |
| Construction and development | 0.04 | 0.00 | 0.00 | 0.00 | 0.04 | 0.00 | 0.00 | -0.07 | 0.07 | 0.08 |
| Nonfarm nonresidential | 0.33 | 0.00 | 0.73 | 0.01 | 0.22 | -0.01 | 0.00 | -0.02 | 0.00 | 0.91 |
| Multifamily residential real estate | 0.07 | 0.00 | 0.07 | 0.04 | 0.08 | 0.00 | 0.00 | 0.00 | 0.00 | 0.02 |
| Home equity loans | -0.05 | 0.00 | -0.23 | 0.00 | 0.01 | -0.02 | 0.56 | -0.02 | 0.00 | -0.16 |
| Other 1-4 family residential | 0.00 | 0.16 | -0.01 | 0.01 | 0.00 | 0.00 | 0.00 | -0.02 | 0.04 | -0.01 |
| Commercial and industrial loans | 0.44 | 2.74 | 0.45 | 0.35 | 0.43 | 0.27 | 0.29 | 0.19 | 0.21 | 0.34 |
| Loans to individuals | 3.02 | 5.06 | 3.16 | 0.55 | 1.44 | 0.42 | 1.44 | 3.04 | 0.50 | 3.10 |
| Credit card loans | 4.74 | 5.22 | 3.83 | 2.37 | 5.69 | 3.81 | 11.34 | 1.18 | 0.63 | 5.03 |
| Other loans to individuals | 1.15 | 3.33 | 0.74 | 0.35 | 1.12 | 0.33 | 1.29 | 3.15 | 0.50 | 1.07 |
| All other loans and leases (including farm) | 0.10 | 2.42 | 0.07 | 0.28 | 0.10 | 0.07 | 0.04 | 0.65 | 0.23 | 0.12 |
| Total loans and leases | 0.67 | 4.72 | 0.79 | 0.12 | 0.25 | 0.04 | 0.89 | 0.32 | 0.09 | 0.82 |
| **Loans Outstanding (in billions)** | | | | | | | | | | |
| All real estate loans | $5,976.9 | $8.1 | $693.9 | $128.9 | $3,611.1 | $186.6 | $62.6 | $8.9 | $38.3 | $1,238.5 |
| Construction and development | 495.8 | 0.1 | 24.0 | 9.7 | 393.3 | 5.1 | 0.6 | 1.0 | 2.9 | 59.1 |
| Nonfarm nonresidential | 1,832.8 | 0.6 | 71.1 | 33.8 | 1,436.0 | 14.1 | 8.8 | 3.1 | 8.2 | 257.1 |
| Multifamily residential real estate | 625.0 | 0.0 | 115.1 | 5.5 | 423.0 | 3.8 | 1.1 | 0.3 | 1.1 | 75.0 |
| Home equity loans | 273.9 | 0.0 | 18.8 | 2.3 | 180.5 | 9.6 | 0.8 | 0.3 | 1.2 | 60.5 |
| Other 1-4 family residential | 2,586.2 | 7.2 | 431.2 | 30.6 | 1,115.2 | 153.1 | 51.2 | 3.7 | 21.6 | 772.3 |
| Commercial and industrial loans | 2,499.8 | 46.3 | 373.4 | 24.1 | 1,229.7 | 6.7 | 41.7 | 1.5 | 4.4 | 772.0 |
| Loans to individuals | 2,111.4 | 376.9 | 445.8 | 6.9 | 349.5 | 15.6 | 168.8 | 1.1 | 4.2 | 742.6 |
| Credit card loans | 1,104.9 | 342.7 | 351.0 | 0.7 | 24.1 | 0.4 | 2.7 | 0.1 | 0.0 | 383.3 |
| Other loans to individuals | 1,006.6 | 34.2 | 94.8 | 6.2 | 325.4 | 15.3 | 166.1 | 1.1 | 4.2 | 359.3 |
| All other loans and leases (including farm) | 1,956.9 | 2.0 | 594.3 | 41.0 | 522.5 | 6.5 | 16.5 | 0.7 | 2.6 | 770.8 |
| Total loans and leases (plus unearned income) | 12,545.1 | 433.4 | 2,107.4 | 201.0 | 5,712.8 | 215.3 | 289.6 | 12.2 | 49.4 | 3,523.9 |
| **Memo: Other Real Estate Owned (in millions)** | | | | | | | | | | |
| All other real estate owned | 3,394.2 | 0.2 | 305.0 | 73.9 | 2,146.6 | 40.3 | 22.1 | 14.8 | 24.1 | 767.2 |
| Construction and development | 474.0 | 0.0 | 10.0 | 14.7 | 400.9 | 9.4 | 1.4 | 4.3 | 8.1 | 25.2 |
| Nonfarm nonresidential | 1,965.7 | 0.0 | 184.0 | 29.4 | 1,203.6 | 10.7 | 0.2 | 6.8 | 7.9 | 523.1 |
| Multifamily residential real estate | 148.6 | 0.0 | 6.0 | 0.8 | 137.0 | 0.1 | 0.0 | 0.0 | 0.4 | 4.3 |
| 1-4 family residential | 766.2 | 0.2 | 103.0 | 12.6 | 384.3 | 20.1 | 20.5 | 3.7 | 7.3 | 214.5 |
| Farmland | 37.0 | 0.0 | 0.0 | 16.4 | 20.2 | 0.0 | 0.0 | 0.0 | 0.3 | 0.0 |

* See Table IV-A for explanations.

** Noncurrent loan rates represent the percentage of loans in each category that are past due 90 days or more or that are in nonaccrual status.

**TABLE V-A. Loan Performance, All FDIC-Insured Institutions**

| | | Asset Size Distribution | | | | | Geographic Regions* | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **June 30, 2024** | All Insured Institutions | Less Than $100 Million | $100 Million to $1 Billion | $1 Billion to $10 Billion | $10 Billion to $250 Billion | Greater Than $250 Billion | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| **Percent of Loans 30-89 Days Past Due** | | | | | | | | | | | | |
| All loans secured by real estate | 0.46 | 1.05 | 0.49 | 0.32 | 0.53 | 0.47 | 0.50 | 0.45 | 0.38 | 0.49 | 0.68 | 0.30 |
| Construction and development | 0.40 | 1.15 | 0.55 | 0.43 | 0.36 | 0.32 | 0.45 | 0.27 | 0.35 | 0.40 | 0.46 | 0.41 |
| Nonfarm nonresidential | 0.26 | 0.73 | 0.38 | 0.24 | 0.19 | 0.34 | 0.28 | 0.19 | 0.32 | 0.29 | 0.22 | 0.24 |
| Multifamily residential real estate | 0.39 | 0.36 | 0.22 | 0.24 | 0.55 | 0.31 | 0.65 | 0.13 | 0.29 | 0.48 | 0.17 | 0.17 |
| Home equity loans | 0.58 | 0.43 | 0.55 | 0.51 | 0.68 | 0.53 | 0.58 | 0.53 | 0.62 | 0.63 | 0.67 | 0.48 |
| Other 1-4 family residential | 0.64 | 1.38 | 0.63 | 0.41 | 0.88 | 0.55 | 0.61 | 0.70 | 0.41 | 0.62 | 1.48 | 0.39 |
| Commercial and industrial loans | 0.31 | 1.18 | 0.74 | 0.42 | 0.28 | 0.28 | 0.22 | 0.24 | 0.35 | 0.35 | 0.37 | 0.47 |
| Loans to individuals | 1.56 | 1.48 | 1.20 | 1.77 | 1.52 | 1.57 | 1.42 | 2.13 | 0.92 | 1.40 | 1.35 | 1.79 |
| Credit card loans | 1.52 | 3.51 | 1.97 | 3.44 | 1.57 | 1.44 | 1.83 | 1.90 | 1.03 | 1.30 | 0.58 | 1.55 |
| Other loans to individuals | 1.60 | 1.47 | 1.18 | 1.41 | 1.49 | 1.77 | 1.06 | 2.38 | 0.80 | 1.64 | 1.40 | 2.02 |
| All other loans and leases (including farm) | 0.16 | 0.52 | 0.49 | 0.34 | 0.15 | 0.15 | 0.05 | 0.08 | 0.31 | 0.17 | 0.22 | 0.08 |
| Total loans and leases | 0.57 | 1.02 | 0.54 | 0.42 | 0.63 | 0.57 | 0.53 | 0.66 | 0.44 | 0.53 | 0.62 | 0.77 |
| **Percent of Loans Noncurrent**** | | | | | | | | | | | | |
| All real estate loans | 1.10 | 0.99 | 0.57 | 0.58 | 1.10 | 1.58 | 1.24 | 1.15 | 1.00 | 1.40 | 0.99 | 0.65 |
| Construction and development | 0.59 | 0.91 | 0.59 | 0.75 | 0.34 | 0.86 | 0.82 | 0.58 | 0.78 | 0.35 | 0.41 | 0.60 |
| Nonfarm nonresidential | 1.36 | 1.40 | 0.68 | 0.57 | 1.16 | 3.29 | 1.72 | 1.62 | 1.24 | 2.24 | 0.63 | 0.69 |
| Multifamily residential real estate | 0.50 | 0.90 | 0.33 | 0.44 | 0.77 | 0.24 | 0.94 | 0.32 | 0.33 | 0.29 | 0.44 | 0.18 |
| Home equity loans | 1.69 | 0.84 | 0.57 | 0.49 | 1.13 | 2.88 | 1.52 | 1.21 | 2.14 | 3.67 | 0.82 | 0.68 |
| Other 1-4 family residential | 1.11 | 0.91 | 0.49 | 0.57 | 1.35 | 1.22 | 1.00 | 0.97 | 1.00 | 1.31 | 1.86 | 0.76 |
| Commercial and industrial loans | 0.82 | 1.41 | 1.04 | 1.20 | 0.91 | 0.68 | 1.19 | 0.73 | 0.90 | 0.44 | 0.82 | 0.93 |
| Loans to individuals | 1.09 | 0.78 | 0.42 | 1.02 | 1.07 | 1.11 | 1.20 | 1.26 | 0.70 | 1.18 | 0.58 | 1.14 |
| Credit card loans | 1.64 | 1.73 | 1.01 | 3.49 | 1.74 | 1.55 | 1.99 | 1.98 | 1.10 | 1.47 | 0.41 | 1.71 |
| Other loans to individuals | 0.47 | 0.77 | 0.40 | 0.48 | 0.50 | 0.45 | 0.51 | 0.52 | 0.27 | 0.43 | 0.59 | 0.58 |
| All other loans and leases (including farm) | 0.22 | 0.68 | 0.59 | 0.54 | 0.19 | 0.20 | 0.37 | 0.09 | 0.27 | 0.13 | 0.40 | 0.16 |
| Total loans and leases | 0.91 | 0.99 | 0.62 | 0.70 | 0.95 | 0.97 | 1.09 | 0.90 | 0.80 | 0.92 | 0.90 | 0.80 |
| **Percent of Loans Charged-Off (net, YTD)** | | | | | | | | | | | | |
| All real estate loans | 0.11 | 0.00 | 0.02 | 0.04 | 0.12 | 0.17 | 0.17 | 0.17 | 0.05 | 0.13 | 0.05 | 0.07 |
| Construction and development | 0.04 | 0.06 | 0.01 | 0.02 | 0.05 | 0.05 | 0.07 | 0.03 | 0.03 | 0.05 | 0.02 | 0.03 |
| Nonfarm nonresidential | 0.33 | 0.00 | 0.03 | 0.06 | 0.28 | 0.95 | 0.45 | 0.51 | 0.22 | 0.49 | 0.09 | 0.15 |
| Multifamily residential real estate | 0.07 | 0.12 | 0.01 | 0.06 | 0.10 | 0.05 | 0.14 | 0.01 | 0.03 | 0.14 | 0.01 | 0.02 |
| Home equity loans | -0.05 | 0.00 | 0.03 | 0.01 | 0.00 | -0.12 | 0.01 | -0.09 | -0.08 | -0.12 | 0.01 | 0.01 |
| Other 1-4 family residential | 0.00 | 0.01 | 0.00 | 0.00 | 0.00 | -0.01 | -0.01 | -0.01 | -0.01 | 0.00 | 0.02 | 0.03 |
| Commercial and industrial loans | 0.44 | 0.31 | 0.27 | 0.44 | 0.57 | 0.38 | 0.33 | 0.43 | 0.50 | 0.28 | 0.38 | 0.95 |
| Loans to individuals | 3.02 | 0.52 | 0.95 | 3.16 | 2.99 | 3.09 | 3.30 | 3.19 | 2.08 | 3.68 | 0.91 | 3.22 |
| Credit card loans | 4.74 | 14.47 | 6.65 | 10.23 | 4.99 | 4.46 | 5.74 | 5.08 | 3.46 | 4.60 | 1.58 | 4.97 |
| Other loans to individuals | 1.15 | 0.42 | 0.82 | 1.55 | 1.25 | 1.01 | 1.17 | 1.22 | 0.62 | 1.33 | 0.86 | 1.51 |
| All other loans and leases (including farm) | 0.10 | -0.03 | 0.11 | 0.27 | 0.09 | 0.10 | 0.08 | 0.11 | 0.11 | 0.09 | 0.17 | 0.13 |
| Total loans and leases | 0.67 | 0.07 | 0.09 | 0.28 | 0.76 | 0.78 | 0.68 | 0.80 | 0.45 | 0.69 | 0.15 | 1.20 |
| **Loans Outstanding (in billions)** | | | | | | | | | | | | |
| All real estate loans | $5,976.9 | $16.5 | $557.8 | $1,273.8 | $2,098.9 | $2,029.9 | $1,291.2 | $1,017.8 | $1,348.5 | $924.2 | $763.0 | $632.3 |
| Construction and development | 495.8 | 1.1 | 55.7 | 139.1 | 203.3 | 96.6 | 89.8 | 77.3 | 87.9 | 71.8 | 121.7 | 47.4 |
| Nonfarm nonresidential | 1,832.8 | 3.5 | 200.4 | 534.0 | 729.7 | 365.2 | 408.7 | 337.9 | 305.0 | 226.7 | 306.6 | 247.9 |
| Multifamily residential real estate | 625.0 | 0.5 | 33.9 | 142.7 | 251.7 | 196.2 | 197.5 | 56.8 | 181.2 | 66.3 | 43.6 | 79.6 |
| Home equity loans | 273.9 | 0.3 | 17.4 | 43.6 | 102.7 | 110.0 | 75.9 | 58.5 | 68.5 | 26.4 | 21.9 | 22.7 |
| Other 1-4 family residential | 2,586.2 | 8.0 | 198.1 | 372.1 | 794.1 | 1,213.9 | 513.8 | 472.3 | 678.2 | 452.0 | 244.7 | 225.2 |
| Commercial and industrial loans | 2,499.8 | 2.9 | 83.6 | 259.3 | 811.3 | 1,342.7 | 420.5 | 630.6 | 604.5 | 438.8 | 198.4 | 207.0 |
| Loans to individuals | 2,111.4 | 1.6 | 27.1 | 94.8 | 816.0 | 1,171.9 | 392.1 | 484.0 | 424.1 | 315.1 | 42.3 | 453.9 |
| Credit card loans | 1,104.9 | 0.0 | 0.6 | 17.1 | 378.2 | 709.0 | 181.9 | 246.1 | 221.8 | 228.2 | 2.8 | 224.0 |
| Other loans to individuals | 1,006.6 | 1.6 | 26.5 | 77.8 | 437.8 | 462.9 | 210.2 | 237.9 | 202.3 | 86.9 | 39.5 | 229.8 |
| All other loans and leases (including farm) | 1,956.9 | 3.3 | 42.0 | 78.6 | 494.3 | 1,338.8 | 366.8 | 412.9 | 544.0 | 414.0 | 73.6 | 145.5 |
| Total loans and leases (plus unearned income) | 12,545.1 | 24.3 | 710.5 | 1,706.6 | 4,220.5 | 5,883.3 | 2,470.6 | 2,545.3 | 2,921.1 | 2,092.0 | 1,077.3 | 1,438.7 |
| **Memo: Other Real Estate Owned (in millions)** | | | | | | | | | | | | |
| All other real estate owned | 3,394.2 | 22.9 | 383.8 | 979.7 | 849.8 | 1,158.1 | 423.8 | 690.3 | 618.9 | 633.2 | 773.3 | 254.7 |
| Construction and development | 474.0 | 1.7 | 118.1 | 208.4 | 118.4 | 27.6 | 45.3 | 38.1 | 30.3 | 114.0 | 220.0 | 26.5 |
| Nonfarm nonresidential | 1,965.7 | 9.6 | 149.0 | 536.8 | 413.3 | 857.0 | 137.8 | 496.7 | 375.6 | 414.7 | 410.6 | 130.4 |
| Multifamily residential real estate | 148.6 | 3.7 | 11.9 | 99.4 | 22.6 | 11.2 | 40.5 | 5.4 | 17.4 | 52.6 | 22.9 | 10.0 |
| 1-4 family residential | 766.2 | 7.7 | 88.4 | 115.3 | 294.5 | 260.4 | 200.2 | 145.1 | 193.3 | 42.8 | 98.4 | 86.5 |
| Farmland | 37.0 | 0.2 | 16.4 | 19.2 | 1.0 | 0.0 | 0.0 | 5.1 | 1.7 | 7.2 | 21.4 | 1.5 |

* See Table IV-A for explanations.

** Noncurrent loan rates represent the percentage of loans in each category that are past due 90 days or more or that are in nonaccrual status.

**TABLE VI-A. Derivatives, All FDIC-Insured Call Report Filers**

| (dollar figures in millions; notional amounts unless otherwise indicated) | 2nd Quarter 2024 | 1st Quarter 2024 | 4th Quarter 2023 | 3rd Quarter 2023 | 2nd Quarter 2023 | %Change 23Q2-24Q2 | Asset Size Distribution: Less Than $100 Million | $100 Million to $1 Billion | $1 Billion to $10 Billion | $10 Billion to $250 Billion | Greater Than $250 Billion |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **ALL DERIVATIVE HOLDERS** | | | | | | | | | | | |
| Number of institutions reporting derivatives | 1,232 | 1,209 | 1,186 | 1,186 | 1,188 | 3.7 | 10 | 508 | 567 | 133 | 14 |
| Total assets of institutions reporting derivatives | $22,113,041 | $22,048,631 | $21,695,752 | $21,461,212 | $21,520,764 | 2.8 | $599 | $262,586 | $1,781,325 | $6,278,633 | $13,789,899 |
| Total deposits of institutions reporting derivatives | 17,342,447 | 17,425,665 | 17,192,988 | 16,948,507 | 17,039,587 | 1.8 | 440 | 219,196 | 1,458,450 | 5,057,831 | 10,606,530 |
| Total derivatives | 211,482,233 | 209,327,843 | 194,773,965 | 207,457,275 | 224,649,005 | -5.9 | 184 | 13,512 | 241,455 | 4,126,483 | 207,100,599 |
| **Derivative Contracts by Underlying Risk Exposure** | | | | | | | | | | | |
| Interest rate | 144,997,017 | 144,461,987 | 136,305,506 | 145,867,852 | 164,099,799 | -11.6 | 184 | 13,266 | 233,354 | 2,221,604 | 142,528,608 |
| Foreign exchange* | 54,366,372 | 53,056,308 | 47,555,596 | 49,994,101 | 49,083,132 | 10.8 | 0 | 0 | 3,063 | 1,638,737 | 52,724,571 |
| Equity | 6,307,683 | 6,252,639 | 5,673,759 | 5,935,178 | 5,471,364 | 15.3 | 0 | 32 | 66 | 74,233 | 6,233,353 |
| Commodity & other (excluding credit derivatives) | 1,698,859 | 1,557,382 | 1,492,562 | 1,544,142 | 1,519,658 | 11.8 | 0 | 0 | 146 | 93,548 | 1,605,165 |
| Credit | 4,111,544 | 3,998,851 | 3,745,780 | 4,115,115 | 4,474,264 | -8.1 | 0 | 15 | 4,264 | 98,361 | 4,008,903 |
| Total | 211,481,474 | 209,327,166 | 194,773,203 | 207,456,389 | 224,648,217 | -5.9 | 184 | 13,314 | 240,894 | 4,126,483 | 207,100,599 |
| **Derivative Contracts by Transaction Type** | | | | | | | | | | | |
| Swaps | 127,082,692 | 124,892,692 | 117,303,421 | 124,696,738 | 143,242,663 | -11.3 | 0 | 1,634 | 165,939 | 2,523,280 | 124,391,838 |
| Futures & forwards | 36,700,822 | 36,821,596 | 31,807,000 | 34,331,184 | 33,317,789 | 10.2 | 0 | 1,212 | 8,719 | 1,052,155 | 35,638,735 |
| Purchased options | 19,983,251 | 20,186,260 | 19,595,099 | 20,220,326 | 20,128,140 | -0.7 | 0 | 873 | 22,315 | 211,299 | 19,748,763 |
| Written options | 20,219,395 | 20,192,038 | 20,012,756 | 20,929,531 | 20,751,786 | -2.6 | 0 | 1,276 | 10,046 | 183,013 | 20,025,060 |
| Total | 203,986,159 | 202,092,585 | 188,718,277 | 200,177,778 | 217,440,378 | -6.2 | 0 | 4,995 | 207,019 | 3,969,747 | 199,804,397 |
| **Fair Value of Derivative Contracts** | | | | | | | | | | | |
| Interest rate contracts | 67,174 | 63,247 | 56,308 | 72,427 | 54,260 | 23.8 | 0 | 60 | 1,689 | 161 | 65,265 |
| Foreign exchange contracts | 5,251 | 11,737 | -14,861 | 17,473 | 9,781 | -46.3 | 0 | 0 | -1 | 416 | 4,836 |
| Equity contracts | -17,438 | -18,264 | -9,259 | -2,176 | -7,184 | N/M | 0 | 3 | 1 | -617 | -16,825 |
| Commodity & other (excluding credit derivatives) | 3,273 | 1,531 | 620 | 4,374 | 1,819 | 79.9 | 0 | 0 | 2 | 159 | 3,112 |
| Credit derivatives as guarantor** | 20,415 | 23,067 | 21,218 | 11,961 | 15,417 | 32.4 | 0 | 0 | 9 | 50 | 20,356 |
| Credit derivatives as beneficiary** | -24,337 | -26,934 | -27,002 | -10,044 | -17,353 | N/M | 0 | 0 | -14 | -823 | -23,500 |
| **Derivative Contracts by Maturity*** ** | | | | | | | | | | | |
| Interest rate contracts < 1 year | 95,828,261 | 96,124,330 | 87,575,398 | 97,310,457 | 112,941,103 | -15.2 | 0 | 1,907 | 26,791 | 1,007,990 | 94,791,573 |
| 1-5 years | 29,557,273 | 29,103,598 | 29,666,453 | 29,225,270 | 29,394,254 | 0.6 | 0 | 3,867 | 107,289 | 757,404 | 28,688,714 |
| > 5 years | 23,268,543 | 22,392,575 | 21,816,336 | 21,230,144 | 21,501,885 | 8.2 | 0 | 1,896 | 66,142 | 320,616 | 22,879,889 |
| Foreign exchange and gold contracts < 1 year | 39,180,428 | 39,005,225 | 34,341,088 | 36,129,459 | 35,713,645 | 9.7 | 0 | 0 | 2,053 | 1,478,595 | 37,699,780 |
| 1-5 years | 6,854,640 | 6,726,699 | 6,861,582 | 6,295,543 | 5,264,869 | 30.2 | 0 | 0 | 175 | 101,298 | 6,753,167 |
| > 5 years | 3,422,696 | 3,485,706 | 3,501,034 | 3,277,695 | 3,320,695 | 3.1 | 0 | 0 | 3 | 6,251 | 3,416,442 |
| Equity contracts < 1 year | 6,414,377 | 6,047,242 | 5,469,120 | 5,522,081 | 5,331,690 | 20.3 | 0 | 9 | 19 | 28,551 | 6,385,798 |
| 1-5 years | 1,459,359 | 1,401,254 | 1,304,408 | 1,435,623 | 1,142,255 | 27.8 | 0 | 23 | 13 | 36,148 | 1,423,175 |
| > 5 years | 142,927 | 110,710 | 98,619 | 109,587 | 133,313 | 7.2 | 0 | 0 | 2 | 3,547 | 139,378 |
| Commodity & other contracts (including credit < 1 year | 2,997,198 | 2,953,338 | 2,680,092 | 2,842,877 | 2,903,727 | 3.2 | 0 | 2 | 244 | 41,605 | 2,955,347 |
| derivatives, excluding gold contracts) 1-5 years | 2,867,315 | 2,504,009 | 2,517,107 | 2,637,106 | 3,037,621 | -5.6 | 0 | 27 | 2,222 | 68,841 | 2,796,225 |
| > 5 years | 245,372 | 426,304 | 238,847 | 437,961 | 270,522 | -9.3 | 0 | 70 | 1,908 | 10,107 | 233,288 |
| **Risk-Based Capital: Credit Equivalent Amount** | | | | | | | | | | | |
| Total current exposure to tier 1 capital (%) | 13.1 | 13.0 | 12.6 | 16.1 | 14.4 | | 0.0 | 0.7 | 2.4 | 3.8 | 20.0 |
| Total potential future exposure to tier 1 capital (%) | 32.0 | 32.4 | 31.7 | 30.5 | 31.6 | | 0.0 | 0.2 | 1.0 | 5.1 | 51.8 |
| Total exposure (credit equivalent amount) to tier 1 capital (%) | 45.1 | 45.4 | 44.3 | 46.5 | 46.0 | | 0.0 | 0.9 | 3.4 | 8.9 | 71.7 |
| **Credit losses on derivatives****** | -9.0 | -3.5 | -24.7 | -21.1 | -13.4 | -32.8 | 0.0 | -1.2 | 3.3 | -1.8 | -9.3 |
| **HELD FOR TRADING** | | | | | | | | | | | |
| Number of institutions reporting derivatives | 152 | 156 | 151 | 156 | 153 | -0.7 | 0 | 8 | 75 | 57 | 12 |
| Total assets of institutions reporting derivatives | 16,636,856 | 16,700,419 | 16,414,775 | 16,244,085 | 16,282,959 | 2.2 | 0 | 4,561 | 365,776 | 3,120,767 | 13,145,751 |
| Total deposits of institutions reporting derivatives | 12,912,993 | 13,068,372 | 12,897,584 | 12,708,914 | 12,812,084 | 0.8 | 0 | 3,789 | 300,834 | 2,515,947 | 10,092,423 |
| **Derivative Contracts by Underlying Risk Exposure** | | | | | | | | | | | |
| Interest rate | 140,033,547 | 139,469,216 | 131,459,220 | 140,769,769 | 157,950,237 | -11.3 | 0 | 262 | 41,759 | 871,044 | 139,120,482 |
| Foreign exchange | 50,448,166 | 49,298,883 | 44,703,325 | 46,281,426 | 45,798,355 | 10.2 | 0 | 0 | 2,853 | 1,538,304 | 48,907,009 |
| Equity | 6,243,753 | 6,180,309 | 5,613,118 | 5,877,436 | 5,417,822 | 15.2 | 0 | 0 | 49 | 57,298 | 6,186,406 |
| Commodity & other | 1,656,989 | 1,491,661 | 1,427,211 | 1,496,944 | 1,476,394 | 12.2 | 0 | 0 | 53 | 85,567 | 1,571,369 |
| Total | 198,382,456 | 196,440,070 | 183,202,875 | 194,425,575 | 210,642,807 | -5.8 | 0 | 262 | 44,714 | 2,552,213 | 195,785,266 |
| **Trading Revenues: Cash & Derivative Instruments** | | | | | | | | | | | |
| Interest rate** | 4,932 | 1,822 | 6,018 | 641 | 3,479 | 41.8 | 0 | 0 | 4 | 72 | 4,855 |
| Foreign exchange** | 4,377 | 7,550 | 2,332 | 8,037 | 5,173 | -15.4 | 0 | 0 | 2 | 138 | 4,237 |
| Equity** | 5,511 | 4,812 | 3,602 | 2,262 | 3,995 | 37.9 | 0 | 0 | 9 | 408 | 5,094 |
| Commodity & other (including credit derivatives)** | 1,034 | 1,446 | -305 | 2,286 | 1,027 | 0.7 | 0 | 0 | 0 | 63 | 971 |
| Total trading revenues** | 15,854 | 15,631 | 11,647 | 13,227 | 13,674 | 15.9 | 0 | 0 | 16 | 680 | 15,158 |
| **Share of Revenue** | | | | | | | | | | | |
| Trading revenues to gross revenues (%)** | 5.9 | 5.9 | 4.6 | 5.2 | 5.6 | | 0.0 | 0.0 | 0.3 | 1.4 | 7.1 |
| Trading revenues to net operating revenues (%)** | 35.0 | 34.6 | 53.9 | 25.7 | 27.0 | | 0.0 | 0.0 | 1.6 | 9.1 | 41.2 |
| **HELD FOR PURPOSES OTHER THAN TRADING** | | | | | | | | | | | |
| Number of institutions reporting derivatives | 545 | 543 | 550 | 548 | 547 | -0.4 | 1 | 98 | 306 | 126 | 14 |
| Total assets of institutions reporting derivatives | 21,148,708 | 21,208,497 | 20,914,201 | 20,678,162 | 20,733,805 | 2.0 | 59 | 53,557 | 1,266,829 | 6,038,364 | 13,789,899 |
| Total deposits of institutions reporting derivatives | 16,555,108 | 16,729,196 | 16,546,945 | 16,294,726 | 16,387,662 | 1.0 | 43 | 44,638 | 1,036,668 | 4,867,229 | 10,606,530 |
| **Derivative Contracts by Underlying Risk Exposure** | | | | | | | | | | | |
| Interest rate | 4,925,423 | 4,957,808 | 4,815,185 | 5,069,794 | 6,123,182 | -19.6 | 0 | 4,702 | 162,035 | 1,350,561 | 3,408,126 |
| Foreign exchange | 572,481 | 556,658 | 574,225 | 577,469 | 577,582 | -0.9 | 0 | 0 | 161 | 42,058 | 530,262 |
| Equity | 63,929 | 72,329 | 60,641 | 57,742 | 53,542 | 19.4 | 0 | 32 | 16 | 16,935 | 46,947 |
| Commodity & other | 41,870 | 65,720 | 65,351 | 47,198 | 43,264 | -3.2 | 0 | 0 | 93 | 7,980 | 33,796 |
| Total notional amount | 5,603,703 | 5,652,515 | 5,515,402 | 5,752,203 | 6,797,570 | -17.6 | 0 | 4,733 | 162,305 | 1,417,534 | 4,019,131 |

All line items are reported on a quarterly basis. N/M - Not Meaningful

* Includes spot foreign exchange contracts. All other references to foreign exchange contracts in which notional values or fair values are reported exclude spot foreign exchange contracts.

** Does not include banks filing the FFIEC 051 report form, which was introduced in first quarter 2017.

*** Derivative contracts subject to the risk-based capital requirements for derivatives.

**** Credit losses on derivatives is applicable to all banks filing the FFIEC 031 report form and banks filing the FFIEC 041 report form that have $300 million or more in total assets, but is not applicaable to banks filing the FFIEC 051 form.

**TABLE VII-A. Servicing, Securitization, and Asset Sales Activities (All FDIC-Insured Call Report Filers)***

| (dollar figures in millions) | 2nd Quarter 2024 | 1st Quarter 2024 | 4th Quarter 2023 | 3rd Quarter 2023 | 2nd Quarter 2023 | %Change 23Q2-24Q2 | Asset Size Distribution: Less Than $100 Million | $100 Million to $1 Billion | $1 Billion to $10 Billion | $10 Billion to $250 Billion | Greater Than $250 Billion |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **Assets Sold and Securitized with Servicing Retained or with Recourse or Other Seller-Provided Credit Enhancements** | | | | | | | | | | | |
| Number of institutions reporting securitization activities | 67 | 65 | 64 | 62 | 61 | 9.8 | 0 | 5 | 12 | 39 | 11 |
| **Outstanding Principal Balance by Asset Type**** | | | | | | | | | | | |
| 1-4 family residential loans | $296,530 | $304,316 | $299,981 | $303,098 | $251,654 | 17.8 | $0 | $2,203 | $12,041 | $58,647 | $223,640 |
| Home equity loans | 797 | 3 | 4 | 4 | 4 | N/M | 0 | 0 | 0 | 3 | 794 |
| Credit card receivables | 101 | 111 | 125 | 131 | 130 | -22.3 | 0 | 0 | 0 | 101 | 0 |
| Auto loans | 7,738 | 5,518 | 3,649 | 2,110 | 1,336 | 479.2 | 0 | 0 | 0 | 3,450 | 4,288 |
| Other consumer loans | 7,284 | 7,658 | 12,792 | 1,370 | 1,545 | 371.5 | 0 | 0 | 0 | 495 | 6,788 |
| Commercial and industrial loans | 4,243 | 4,129 | 5,837 | 5,157 | 5,481 | -22.6 | 0 | 0 | 0 | 0 | 4,243 |
| All other loans, leases, and other assets | 122,137 | 115,861 | 111,937 | 112,796 | 111,473 | 9.6 | 0 | 21 | 5,019 | 14,852 | 102,244 |
| Total securitized and sold | 438,830 | 437,596 | 434,325 | 424,666 | 371,623 | 18.1 | 0 | 2,224 | 17,060 | 77,548 | 341,998 |
| | | | | | | | | | | | |
| **Maximum Credit Exposure by Asset Type**** | | | | | | | | | | | |
| 1-4 family residential loans | 609 | 590 | 571 | 866 | 874 | -30.3 | 0 | 0 | 0 | 338 | 271 |
| Home equity loans | 17 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 17 |
| Credit card receivables | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Auto loans | 313 | 210 | 112 | 45 | 12 | 2,508.3 | 0 | 0 | 0 | 115 | 198 |
| Other consumer loans | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Commercial and industrial loans | 190 | 193 | 276 | 259 | 210 | -9.5 | 0 | 0 | 0 | 0 | 190 |
| All other loans, leases, and other assets | 1,771 | 1,763 | 1,737 | 2,790 | 2,767 | -36.0 | 0 | 4 | 41 | 402 | 1,324 |
| Total credit exposure | 2,900 | 2,756 | 2,696 | 3,960 | 3,863 | -24.9 | 0 | 4 | 41 | 855 | 2,000 |
| Total unused liquidity commitments provided to institution's own securitizations | 151 | 164 | 211 | 199 | 229 | -34.1 | 0 | 0 | 0 | 0 | 151 |
| | | | | | | | | | | | |
| **Securitized Loans, Leases, and Other Assets 30-89 Days Past Due (%)**** | | | | | | | | | | | |
| 1-4 family residential loans | 3.8 | 3.4 | 3.9 | 3.5 | 2.7 | | 0.0 | 0.9 | 0.4 | 3.9 | 4.0 |
| Home equity loans | 2.0 | 3.8 | 4.4 | 6.1 | 6.3 | | 0.0 | 0.0 | 0.0 | 5.3 | 2.0 |
| Credit card receivables | 5.9 | 6.3 | 7.2 | 6.9 | 6.2 | | 0.0 | 0.0 | 0.0 | 5.9 | 0.0 |
| Auto loans | 3.0 | 3.1 | 4.4 | 4.4 | 4.5 | | 0.0 | 0.0 | 0.0 | 6.1 | 0.6 |
| Other consumer loans | 0.4 | 0.4 | 1.0 | 2.5 | 2.2 | | 0.0 | 0.0 | 0.0 | 1.8 | 0.3 |
| Commercial and industrial loans | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| All other loans, leases, and other assets | 0.9 | 0.4 | 0.9 | 0.8 | 0.5 | | 0.0 | 0.0 | 0.4 | 2.0 | 0.7 |
| Total loans, leases, and other assets | 2.5 | 2.1 | 2.5 | 2.3 | 1.6 | | 0.0 | 0.0 | 0.0 | 1.4 | 2.9 |
| **Securitized Loans, Leases, and Other Assets 90 Days or More Past Due (%)**** | | | | | | | | | | | |
| 1-4 family residential loans | 1.1 | 1.2 | 1.3 | 1.2 | 0.8 | | 0.0 | 0.4 | 0.1 | 1.9 | 0.9 |
| Home equity loans | 0.2 | 24.0 | 27.4 | 25.5 | 27.0 | | 0.0 | 0.0 | 0.0 | 24.5 | 0.1 |
| Credit card receivables | 7.9 | 9.9 | 10.4 | 8.4 | 6.2 | | 0.0 | 0.0 | 0.0 | 7.9 | 0.0 |
| Auto loans | 0.3 | 0.3 | 0.5 | 0.3 | 0.3 | | 0.0 | 0.0 | 0.0 | 0.7 | 0.0 |
| Other consumer loans | 0.3 | 0.3 | 0.3 | 1.7 | 1.5 | | 0.0 | 0.0 | 0.0 | 1.4 | 0.2 |
| Commercial and industrial loans | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| All other loans, leases, and other assets | 1.4 | 1.1 | 1.0 | 0.9 | 0.9 | | 0.0 | 0.0 | 0.8 | 1.0 | 1.5 |
| Total loans, leases, and other assets | 1.1 | 1.1 | 1.2 | 1.1 | 0.8 | | 0.0 | 0.4 | 0.3 | 1.7 | 1.1 |
| **Securitized Loans, Leases, and Other Assets Charged-Off (net, YTD, annualized, %)**** | | | | | | | | | | | |
| 1-4 family residential loans | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Home equity loans | 0.0 | -2.6 | 2.9 | 2.9 | 1.2 | | 0.0 | 0.0 | 0.0 | -1.9 | 0.0 |
| Credit card receivables | 21.8 | 10.8 | 24.8 | 16.0 | 10.0 | | 0.0 | 0.0 | 0.0 | 21.8 | 0.0 |
| Auto loans | 0.6 | 0.4 | 0.9 | 0.8 | 0.4 | | 0.0 | 0.0 | 0.0 | 1.2 | 0.1 |
| Other consumer loans | 0.1 | 0.0 | 0.2 | 1.2 | 0.8 | | 0.0 | 0.0 | 0.0 | 0.6 | 0.0 |
| Commercial and industrial loans | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| All other loans, leases, and other assets | 0.1 | 0.1 | 0.3 | 0.2 | 0.1 | | 0.0 | 0.0 | 0.3 | 0.8 | 0.0 |
| Total loans, leases, and other assets | 0.0 | 0.0 | 0.1 | 0.1 | 0.1 | | 0.0 | 0.0 | 0.1 | 0.2 | 0.0 |
| | | | | | | | | | | | |
| **Seller's Interests in Institution's Own Securitizations - Carried as Securities or Loans***** | | | | | | | | | | | |
| Home equity loans | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Credit card receivables | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| Commercial and industrial loans | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 | 0 |
| | | | | | | | | | | | |
| **Assets Sold with Recourse and Not Securitized** | | | | | | | | | | | |
| Number of institutions reporting asset sales | 304 | 310 | 309 | 310 | 307 | -1.0 | 4 | 87 | 140 | 63 | 10 |
| **Outstanding Principal Balance by Asset Type** | | | | | | | | | | | |
| 1-4 family residential loans | 24,558 | 23,194 | 23,274 | 24,385 | 20,352 | 20.7 | 30 | 2,199 | 10,192 | 11,146 | 992 |
| All other loans, leases, and other assets | 152,474 | 152,408 | 149,036 | 149,386 | 146,945 | 3.8 | 0 | 38 | 2,225 | 47,238 | 102,972 |
| Total sold and not securitized | 177,032 | 175,602 | 172,310 | 173,770 | 167,297 | 5.8 | 30 | 2,237 | 12,417 | 58,384 | 103,964 |
| | | | | | | | | | | | |
| **Maximum Credit Exposure by Asset Type** | | | | | | | | | | | |
| 1-4 family residential loans | 6,940 | 6,198 | 6,045 | 6,646 | 6,487 | 7.0 | 1 | 315 | 3,135 | 2,856 | 633 |
| All other loans, leases, and other assets | 44,814 | 45,086 | 44,351 | 44,053 | 43,182 | 3.8 | 0 | 38 | 612 | 14,431 | 29,733 |
| Total credit exposure | 51,754 | 51,284 | 50,396 | 50,699 | 49,669 | 4.2 | 1 | 354 | 3,747 | 17,287 | 30,366 |
| | | | | | | | | | | | |
| **Support for Securitization Facilities Sponsored by Other Institutions** | | | | | | | | | | | |
| Number of institutions reporting securitization facilities sponsored by others | 34 | 33 | 34 | 34 | 33 | 3.0 | 0 | 11 | 11 | 4 | 8 |
| Total credit exposure | 11,575 | 11,807 | 11,786 | 18,578 | 20,303 | -43.0 | 0 | 55 | 122 | 572 | 10,827 |
| Total unused liquidity commitments | 1,561 | 1,532 | 1,915 | 2,415 | 2,722 | -42.7 | 0 | 0 | 0 | 0 | 1,561 |
| | | | | | | | | | | | |
| **Other** | | | | | | | | | | | |
| Assets serviced for others**** | 6,104,982 | 6,154,396 | 6,213,978 | 6,453,146 | 6,238,588 | -2.1 | 2,835 | 210,315 | 400,570 | 1,525,270 | 3,965,992 |
| Asset-backed commercial paper conduits | | | | | | | | | | | |
| Credit exposure to conduits sponsored by institutions and others | 5,025 | 4,940 | 5,127 | 5,071 | 4,920 | 2.1 | 0 | 0 | 0 | 0 | 5,025 |
| Unused liquidity commitments to conduits sponsored by institutions and others | 64,140 | 68,389 | 68,403 | 68,303 | 69,682 | -8.0 | 0 | 0 | 0 | 0 | 64,140 |
| Net servicing income (for the quarter) | 2,099 | 2,538 | 770 | 3,164 | 2,391 | -12.2 | 6 | 114 | 443 | 699 | 837 |
| Net securitization income (for the quarter) | 86 | 20 | 54 | 57 | 30 | 186.7 | 0 | 0 | 12 | 3 | 72 |
| Total credit exposure to Tier 1 capital (%)***** | 3.0 | 3.1 | 3.0 | 3.4 | 3.5 | | 0.0 | 0.3 | 1.5 | 2.9 | 3.7 |

* Does not include banks filing the FFIEC 051 report form, which was introduced in first quarter 2017.

N/M - Not Meaningful

** Beginning in June 2018, for banks that file the FFIEC 041 report form, all other loans include home equity loans, credit card receivables, auto loans, other consumer loans, and commercial and industrial loans.

*** Beginning in June 2018, only includes banks that file the FFIEC 031 report form.

**** The amount of financial assets serviced for others, other than closed-end 1-4 family residential mortgages, is reported when these assets are greater than $10 million.

***** Total credit exposure includes the sum of the three line items titled "Total credit exposure" reported above.

## COMMUNITY BANK PERFORMANCE

Community banks are identified by criteria defined in the *2012 FDIC Community Banking Study*. When comparing community bank performance across quarters, previous-quarter dollar amounts are based on community banks designated as such in the current quarter, adjusted for mergers. In contrast, previous-quarter ratios are based on community banks designated during the previous quarter.

- ***Net Income Increased From the Prior Quarter but Decreased From One Year Earlier***
- ***The Net Interest Margin Increased From the Previous Quarter***
- ***Provision Expense Increased From the Previous Quarter and One Year Earlier***
- ***Asset Quality Metrics Remained Favorable Despite Modest Deterioration***
- ***Loan Growth Was Broad-Based Across Loan Categories***
- ***Total Deposits Increased Quarter Over Quarter***

### Community Bank Net Income Increased From the Prior Quarter but Decreased From One Year Earlier

Second quarter net income for the 4,104 community banks increased $72.6 million (1.1 percent) from the previous quarter to $6.4 billion. An increase in net interest income (up $546.4 million, or 2.7 percent) and noninterest income (up $253.9 million, or 5.0 percent) more than exceeded the increase in noninterest expense (up $365.7 million, or 2.1 percent) and provision expense (up $140.5 million, or 18.2 percent). Community banks also booked a securities loss of $104.4 million, compared to a gain of $70.7 million in the previous quarter. More than half (61.6 percent) of all community banks reported a quarter-over-quarter increase in net income.

The pretax return on assets ratio at community banks of 1.14 percent increased 1 basis point from one quarter earlier but was down 14 basis points from the year-ago quarter. The share of community banks that were unprofitable during the quarter was 6.7 percent, down from 7.2 percent last quarter.

Net income declined $568.9 billion (8.2 percent) from second quarter 2023, driven primarily by higher noninterest expense.

### The Net Interest Margin Increased From the Previous Quarter

The community bank net interest margin (NIM) increased 7 basis points from the previous quarter to 3.30 percent as the yield on earning assets increased 15 basis points, outpacing the cost of funds increase of 8 basis points. The NIM was down 10 basis points from the year-earlier quarter because the cost of funds increased 63 basis points while the yield on earning assets increased 54 basis points.[1]

### Net Operating Revenue Increased in the Second Quarter

Community bank net operating revenue (net interest income plus noninterest income) increased $800.3 million (3.2 percent) quarter over quarter as net interest income and noninterest income increased from the previous quarter. Interest income increased in the second quarter—mainly from real estate loan income—by a greater amount than interest expense, resulting in a $546.4 million (2.7 percent) increase in net interest income. Noninterest income increased $253.9 million (5.0

[1] The change in NIM does not tie to the difference in funding and yield changes due to rounding.

percent) from the previous quarter predominantly due to higher net gains on loan sales and "all other" noninterest income.[2]

Net operating revenue increased $483.5 million (1.9 percent) year over year as net interest income increased $221.5 million and noninterest income increased $262.0 million. Higher net gains on loan sales drove the annual increase in noninterest income.

**Noninterest Expense Increased Quarter Over Quarter and Year Over Year**

Noninterest expense increased $365.7 million (2.1 percent) from a quarter earlier and increased $929.1 million (5.6 percent) from a year earlier to $17.5 billion. Higher amortization expense of intangible assets and "all other" noninterest expense led the quarterly increase in noninterest expense, while higher salaries and employee benefit expense and "all other" noninterest expense led the yearly increase in noninterest expense.[3] The efficiency ratio (noninterest expense as a share of net operating revenue) improved 1.1 percentage points from a quarter earlier to 65.6 percent as the growth in net operating revenue outpaced the growth in noninterest expense.

**Provision Expense Increased From the Previous Quarter and One Year Earlier**

Quarterly provision expense of $913.5 million was up $140.5 million (18.2 percent) from a quarter earlier and up $213.9 million (30.6 percent) from a year earlier. The reserve coverage ratio (the ratio of the allowance for credit losses to noncurrent loans) decreased 10.4 percentage points from a quarter earlier and 60.8 percentage points from a year earlier to 200.3 percent, driven by higher noncurrent loan balances.

**Asset Quality Metrics Remained Favorable Despite Modest Deterioration**

The share of loans and leases 90 days or more past due or in nonaccrual status increased 3 basis points from first quarter 2024 to 0.61 percent. Noncurrent loan balances for all major loan portfolios except consumer loans and residential real estate loans increased from one quarter earlier. Despite the increasing trend, the second quarter noncurrent rate was 34 basis points below the pre-pandemic average of 0.96 percent.[4]

The community bank net charge-off rate increased 2 basis points from one quarter earlier and 5 basis points from one year earlier to 0.14 percent. This ratio was 1 basis point lower than the pre-pandemic average of 0.15 percent. Nearly 39 percent of the annual increase in net charge-off volume occurred in commercial and industrial loans, a moderately sized loan portfolio at community banks (12.8 percent of total loan balances). The net charge-off rate for commercial and industrial loans increased 16 basis points from one year earlier to 0.37 percent.

[2] All other noninterest income includes material write-in items as well as income related to wire transfers and ATM fees, bank card and credit card interchange fees, safe deposit box rent, printing and sale of checks, earnings on/increase in value of cash surrender value of life insurance, and other noninterest sources.
[3] All other noninterest expense includes material write-in items as well as expense related to data processing, advertising, and marketing; legal fees; and consulting and advisory fees.
[4] The "pre-pandemic average" refers to the period of first quarter 2015 through fourth quarter 2019 and is used consistently throughout this report.

### Unrealized Losses on Securities Decreased From the Previous Quarter

Unrealized losses on securities totaled $54.8 billion in second quarter 2024, down $775.7 million (1.4 percent) from the previous quarter and down $7.7 billion (12.3 percent) from the previous year.[5] Unrealized losses on held-to-maturity securities ($9.1 billion) and available-for-sale securities ($45.7 billion) both decreased quarter over quarter. The vast majority of community banks (96.7 percent) reported unrealized losses on securities.

### Total Assets Increased From the Previous Quarter and One Year Earlier

Total assets at community banks increased $14.5 billion (0.5 percent) quarter over quarter and $101.8 billion (3.9 percent) year over year. Quarterly growth in total loans and leases was $30.9 billion (1.7 percent) in second quarter 2024, up from the $16.8 billion (0.9 percent) increase in first quarter 2024. Total loans and leases grew $111.9 billion (6.3 percent) from a year earlier. Securities balances fell $8.1 billion (1.5 percent) quarter over quarter and $29.6 billion (5.4 percent) year over year. Cash and balances due from depository institutions decreased $8.2 billion (4.7 percent) quarter over quarter but increased $14.4 billion (9.4 percent) year over year.

### Loan Growth Was Broad-Based Across Loan Categories

Loan and lease balances increased $30.9 billion (1.7 percent) from one quarter earlier. Growth was broad-based across all major portfolios. Increases in nonfarm, nonresidential commercial real estate (CRE) loans (up $7.9 billion, or 1.4 percent) and 1–4 family residential real estate loans (up $7.8 billion, or 1.7 percent) led the quarter-over-quarter loan growth. The majority of community banks (75.7 percent) reported quarterly growth in total loan balances.

Loan and lease balances increased 6.3 percent from the previous year. Increases in nonfarm nonresidential CRE loans (up $33.9 billion, or 6.3 percent) and 1–4 family residential real estate loans (up $30.5 billion, or 7.0 percent) led the year-over-year loan growth.

### Total Deposits Increased Quarter Over Quarter

Community banks reported an increase in deposits of 0.2 percent ($4.5 billion) during second quarter 2024. Just over half of all community banks (50.6 percent) reported an increase in deposit balances from the previous quarter. Community banks reported growth in estimated insured deposits (up $2.4 billion, or 0.2 percent) but a decline in estimated uninsured deposits (down $748.4 million, or 0.1 percent). In the second quarter, growth in interest-bearing deposits (up $8.5 billion, or 0.5 percent) was somewhat offset by a decline in noninterest-bearing deposits (down $3.9 billion, or 0.8 percent). Total deposits increased 3.5 percent ($75.3 billion) from one year earlier.

### Capital Ratios Increased During the Quarter

The tier one risk-based capital ratio for community banks that did not file the community bank leverage ratio (CBLR) was 13.94 percent, up 4 basis points from the previous quarter, as tier 1 capital growth outpaced an increase in risk-weighted assets. The average CBLR for the 1,624 community banks that elected to use the CBLR framework was 12.16 percent, up 9 basis points from

[5] Unrealized losses on securities reflect the difference between the market value as of quarter-end and the book value of non-equity securities. This calculation does not account for any unrealized gains or losses in accumulated other comprehensive income because these cannot be derived from Consolidated Reports of Condition and Income.

first quarter 2024. The leverage capital ratio for community banks was 10.84 percent, up 8 basis points from a quarter earlier.

**The Number of Community Banks Declined in Second Quarter 2024**

The number of community banks declined to 4,104 in the first quarter, down 27 from the previous quarter. Three community banks closed, several banks transitioned from community to noncommunity banks or vice versa, and 22 merged out of existence during the quarter. One community bank failed in the second quarter.

**Table I-B. Selected Indicators, FDIC-Insured Community Banks**

| | 2024* | 2023* | 2023 | 2022 | 2021 | 2020 | 2019 |
|---|---|---|---|---|---|---|---|
| Return on assets (%) | 0.95 | 1.05 | 1.01 | 1.15 | 1.26 | 1.09 | 1.20 |
| Return on equity (%) | 9.60 | 11.15 | 10.71 | 11.93 | 11.69 | 9.70 | 10.24 |
| Core capital (leverage) ratio (%) | 10.84 | 10.69 | 10.71 | 10.50 | 10.16 | 10.32 | 11.14 |
| Noncurrent assets plus other real estate owned to assets (%) | 0.46 | 0.36 | 0.40 | 0.33 | 0.40 | 0.60 | 0.65 |
| Net charge-offs to loans (%) | 0.12 | 0.09 | 0.12 | 0.07 | 0.07 | 0.12 | 0.13 |
| Asset growth rate (%) | -0.77 | -1.74 | -0.46 | -1.42 | 9.03 | 12.87 | 2.55 |
| Net interest margin (%) | 3.27 | 3.44 | 3.39 | 3.45 | 3.28 | 3.39 | 3.66 |
| Net operating income growth (%) | -12.94 | -3.36 | -11.45 | -3.68 | 30.14 | -1.79 | 0.13 |
| Number of institutions reporting | 4,104 | 4,203 | 4,147 | 4,264 | 4,391 | 4,560 | 4,750 |
| Percentage of unprofitable institutions (%) | 6.46 | 4.28 | 5.40 | 3.61 | 3.26 | 4.54 | 3.96 |

* Through June 30, ratios annualized where appropriate. Asset growth rates are for 12 months ending June 30.

**Table II-B. Aggregate Condition and Income Data, FDIC-Insured Community Banks**

| (dollar figures in millions) | 2nd Quarter 2024 | 1st Quarter 2024 | 2nd Quarter 2023 | % Change 23Q2-24Q2 |
|---|---|---|---|---|
| Number of institutions reporting | 4,104 | 4,131 | 4,203 | -2.4 |
| Total employees (full-time equivalent) | 366,534 | 366,403 | 375,719 | -2.4 |
| **CONDITION DATA** | | | | |
| Total assets | $2,710,212 | $2,716,257 | $2,731,313 | -0.8 |
| Loans secured by real estate | 1,477,026 | 1,468,597 | 1,442,884 | 2.4 |
| 1-4 Family residential mortgages | 467,177 | 462,188 | 445,867 | 4.8 |
| Nonfarm nonresidential | 576,575 | 576,235 | 572,737 | 0.7 |
| Construction and development | 154,987 | 154,888 | 153,309 | 1.1 |
| Home equity lines | 48,778 | 47,122 | 45,141 | 8.1 |
| Commercial & industrial loans | 240,872 | 238,295 | 242,764 | -0.8 |
| Loans to individuals | 75,160 | 74,060 | 88,119 | -14.7 |
| Credit cards | 3,081 | 3,075 | 2,937 | 4.9 |
| Farm loans | 52,335 | 49,781 | 47,363 | 10.5 |
| Other loans & leases | 42,813 | 41,815 | 49,437 | -13.4 |
| Less: Unearned income | 739 | 728 | 758 | -2.5 |
| Total loans & leases | 1,887,466 | 1,871,821 | 1,869,808 | 0.9 |
| Less: Reserve for losses* | 23,204 | 23,103 | 22,917 | 1.3 |
| Net loans and leases | 1,864,263 | 1,848,718 | 1,846,891 | 0.9 |
| Securities** | 521,752 | 532,676 | 566,453 | -7.9 |
| Other real estate owned | 852 | 840 | 789 | 7.9 |
| Goodwill and other intangibles | 17,745 | 18,030 | 18,240 | -2.7 |
| All other assets | 305,601 | 315,992 | 298,939 | 2.2 |
| Total liabilities and capital | 2,710,212 | 2,716,257 | 2,731,313 | -0.8 |
| Deposits | 2,255,329 | 2,267,769 | 2,277,637 | -1.0 |
| Domestic office deposits | 2,252,140 | 2,264,898 | 2,276,842 | -1.1 |
| Foreign office deposits | 3,190 | 2,871 | 795 | 301.2 |
| Brokered deposits | 107,105 | 111,439 | 114,335 | -6.3 |
| Estimated insured deposits | 1,587,694 | 1,597,416 | 1,606,797 | -1.2 |
| Other borrowed funds | 155,533 | 152,676 | 165,985 | -6.3 |
| Subordinated debt | 371 | 172 | 315 | 17.9 |
| All other liabilities | 29,576 | 28,682 | 27,741 | 6.6 |
| Total equity capital (includes minority interests) | 269,403 | 266,957 | 259,635 | 3.8 |
| Bank equity capital | 269,284 | 266,813 | 259,530 | 3.8 |
| Loans and leases 30-89 days past due | 8,702 | 8,845 | 6,223 | 39.8 |
| Noncurrent loans and leases | 11,586 | 10,967 | 8,777 | 32.0 |
| Restructured loans and leases | 3,208 | 2,629 | 2,568 | 24.9 |
| Mortgage-backed securities | 219,173 | 220,987 | 231,458 | -5.3 |
| Earning assets | 2,534,480 | 2,544,528 | 2,553,740 | -0.8 |
| FHLB Advances | 108,994 | 100,272 | 117,699 | -7.4 |
| Unused loan commitments | 393,097 | 398,268 | 424,443 | -7.4 |
| Trust assets | 478,554 | 358,724 | 349,041 | 37.1 |
| Assets securitized and sold | 21,923 | 21,417 | 26,144 | -16.1 |
| Notional amount of derivatives | 139,891 | 138,269 | 128,857 | 8.6 |

| INCOME DATA | First Half 2024 | First Half 2023 | % Change | 2nd Quarter 2024 | 2nd Quarter 2023 | % Change 23Q2-24Q2 |
|---|---|---|---|---|---|---|
| Total interest income | $68,595 | $61,225 | 12.0 | $34,890 | $31,682 | 10.1 |
| Total interest expense | 27,445 | 17,724 | 54.8 | 14,033 | 10,093 | 39.0 |
| Net interest income | 41,151 | 43,501 | -5.4 | 20,857 | 21,588 | -3.4 |
| Provision for credit losses*** | 1,688 | 1,549 | 9.0 | 914 | 787 | 16.0 |
| Total noninterest income | 10,424 | 9,746 | 7.0 | 5,340 | 5,093 | 4.8 |
| Total noninterest expense | 34,565 | 33,964 | 1.8 | 17,473 | 17,114 | 2.1 |
| Securities gains (losses) | -34 | -494 | -93.1 | -104 | -74 | 41.7 |
| Applicable income taxes | 2,542 | 3,037 | -16.3 | 1,294 | 1,495 | -13.4 |
| Extraordinary gains, net**** | 0 | 5 | N/M | 0 | 1 | N/M |
| Total net income (includes minority interests) | 12,745 | 14,207 | -10.3 | 6,413 | 7,211 | -11.1 |
| Bank net income | 12,739 | 14,204 | -10.3 | 6,409 | 7,209 | -11.1 |
| Net charge-offs | 1,162 | 841 | 38.1 | 642 | 422 | 52.2 |
| Cash dividends | 6,053 | 6,206 | -2.5 | 3,261 | 3,383 | -3.6 |
| Retained earnings | 6,687 | 7,997 | -16.4 | 3,148 | 3,826 | -17.7 |
| Net operating income | 12,777 | 14,677 | -12.9 | 6,498 | 7,285 | -10.8 |

* For institutions that have adopted ASU 2016-13, this item represents the allowance for credit losses on loans and leases held for investment and allocated transfer risk. Beginning in 2024, almost all institutions
** For institutions that have adopted ASU 2016-13, securities are reported net of allowances for credit losses. Beginning in 2024, almost all institutions have adopted ASU 2016-13.
*** For institutions that have adopted ASU 2016-13, this item represents provisions for credit losses on a consolidated basis; for institutions that have not adopted ASU 2016-13, this item represents the provision
**** See Notes to Users for explanation.
N/M - Not Meaningful

**Table II-B. Aggregate Condition and Income Data, FDIC-Insured Community Banks**
**Prior Periods Adjusted for Mergers**

| (dollar figures in millions) | 2nd Quarter 2024 | 1st Quarter 2024 | 2nd Quarter 2023 | % Change 23Q2-24Q2 |
|---|---|---|---|---|
| Number of institutions reporting | 4,104 | 4,104 | 4,100 | 0.1 |
| Total employees (full-time equivalent) | 366,534 | 364,294 | 368,269 | -0.5 |
| **CONDITION DATA** | | | | |
| Total assets | $2,710,212 | $2,695,675 | $2,608,359 | 3.9 |
| Loans secured by real estate | 1,477,026 | 1,455,038 | 1,385,368 | 6.6 |
| 1-4 Family residential mortgages | 467,177 | 459,413 | 436,650 | 7.0 |
| Nonfarm nonresidential | 576,575 | 568,648 | 542,633 | 6.3 |
| Construction and development | 154,987 | 154,187 | 148,846 | 4.1 |
| Home equity lines | 48,778 | 46,811 | 43,299 | 12.7 |
| Commercial & industrial loans | 240,872 | 237,139 | 231,907 | 3.9 |
| Loans to individuals | 75,160 | 74,227 | 73,212 | 2.7 |
| Credit cards | 3,081 | 3,071 | 2,956 | 4.2 |
| Farm loans | 52,335 | 49,638 | 46,301 | 13.0 |
| Other loans & leases | 42,813 | 41,249 | 39,479 | 8.4 |
| Less: Unearned income | 739 | 719 | 732 | 1.0 |
| Total loans & leases | 1,887,466 | 1,856,572 | 1,775,535 | 6.3 |
| Less: Reserve for losses* | 23,204 | 22,939 | 22,124 | 4.9 |
| Net loans and leases | 1,864,263 | 1,833,633 | 1,753,411 | 6.3 |
| Securities** | 521,752 | 529,878 | 551,314 | -5.4 |
| Other real estate owned | 852 | 840 | 751 | 13.5 |
| Goodwill and other intangibles | 17,745 | 17,837 | 17,822 | -0.4 |
| All other assets | 305,601 | 313,487 | 285,061 | 7.2 |
| | | | | |
| Total liabilities and capital | 2,710,212 | 2,695,675 | 2,608,359 | 3.9 |
| Deposits | 2,255,329 | 2,250,481 | 2,179,392 | 3.5 |
| Domestic office deposits | 2,252,140 | 2,247,610 | 2,176,866 | 3.5 |
| Foreign office deposits | 3,190 | 2,871 | 2,526 | 26.3 |
| Brokered deposits | 107,105 | 109,794 | 95,804 | 11.8 |
| Estimated insured deposits | 1,587,694 | 1,585,282 | 1,531,683 | 3.7 |
| Other borrowed funds | 155,533 | 151,140 | 154,222 | 0.9 |
| Subordinated debt | 371 | 171 | 174 | 112.9 |
| All other liabilities | 29,576 | 29,000 | 26,884 | 10.0 |
| Total equity capital (includes minority interests) | 269,403 | 264,883 | 247,688 | 8.8 |
| Bank equity capital | 269,284 | 264,765 | 247,581 | 8.8 |
| | | | | |
| Loans and leases 30-89 days past due | 8,702 | 8,812 | 6,062 | 43.5 |
| Noncurrent loans and leases | 11,586 | 11,020 | 8,457 | 37.0 |
| Restructured loans and leases | 3,208 | 2,623 | 2,579 | 24.4 |
| Mortgage-backed securities | 219,173 | 219,598 | 221,636 | -1.1 |
| Earning assets | 2,534,480 | 2,524,816 | 2,436,560 | 4.0 |
| FHLB Advances | 108,994 | 99,123 | 109,648 | -0.6 |
| Unused loan commitments | 393,097 | 395,139 | 403,496 | -2.6 |
| Trust assets | 478,554 | 445,379 | 440,954 | 8.5 |
| Assets securitized and sold | 21,923 | 25,304 | 27,954 | -21.6 |
| Notional amount of derivatives | 139,891 | 134,173 | 117,025 | 19.5 |

| INCOME DATA | First Half 2024 | First Half 2023 | % Change | 2nd Quarter 2024 | 2nd Quarter 2023 | % Change 23Q2-24Q2 |
|---|---|---|---|---|---|---|
| Total interest income | $68,595 | $57,895 | 18.5 | $34,890 | $29,957 | 16.5 |
| Total interest expense | 27,445 | 16,270 | 68.7 | 14,033 | 9,321 | 50.6 |
| Net interest income | 41,151 | 41,625 | -1.1 | 20,857 | 20,636 | 1.1 |
| Provision for credit losses*** | 1,688 | 1,358 | 24.3 | 914 | 700 | 30.6 |
| Total noninterest income | 10,424 | 9,794 | 6.4 | 5,340 | 5,078 | 5.2 |
| Total noninterest expense | 34,565 | 32,746 | 5.6 | 17,473 | 16,543 | 5.6 |
| Securities gains (losses) | -34 | -175 | -80.5 | -104 | -73 | 42.3 |
| Applicable income taxes | 2,542 | 2,877 | -11.6 | 1,294 | 1,417 | -8.7 |
| Extraordinary gains, net**** | 0 | 5 | N/M | 0 | 1 | N/M |
| Total net income (includes minority interests) | 12,745 | 14,267 | -10.7 | 6,413 | 6,980 | -8.1 |
| Bank net income | 12,739 | 14,263 | -10.7 | 6,409 | 6,978 | -8.2 |
| Net charge-offs | 1,162 | 703 | 65.2 | 642 | 377 | 70.4 |
| Cash dividends | 6,053 | 6,081 | -0.5 | 3,261 | 3,308 | -1.4 |
| Retained earnings | 6,687 | 8,182 | -18.3 | 3,148 | 3,669 | -14.2 |
| Net operating income | 12,777 | 14,427 | -11.4 | 6,498 | 7,052 | -7.9 |

* For institutions that have adopted ASU 2016-13, this item represents the allowance for credit losses on loans and leases held for investment and allocated transfer risk. Beginning in 2024, almost all
** For institutions that have adopted ASU 2016-13, securities are reported net of allowances for credit losses. Beginning in 2024, almost all institutions have adopted ASU 2016-13.
*** For institutions that have adopted ASU 2016-13, this item represents provisions for credit losses on a consolidated basis; for institutions that have not adopted ASU 2016-13, this item represents the
**** See Notes to Users for explanation.

N/M - Not Meaningful

**Table III-B. Aggregate Condition and Income Data by Geographic Region, FDIC-Insured Community Banks**
**Second Quarter 2024**

| (dollar figures in millions) | All Community Banks | Geographic Regions* New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
|---|---|---|---|---|---|---|---|
| Number of institutions reporting | 4,104 | 453 | 457 | 896 | 1,115 | 933 | 250 |
| Total employees (full-time equivalent) | 366,534 | 71,558 | 37,506 | 74,885 | 71,382 | 80,948 | 30,255 |
| **CONDITION DATA** | | | | | | | |
| Total assets | $2,710,212 | $628,163 | $266,785 | $501,280 | $525,711 | $532,286 | $255,987 |
| Loans secured by real estate | 1,477,026 | 383,997 | 144,209 | 266,630 | 268,552 | 276,902 | 136,737 |
| 1-4 Family residential mortgages | 467,177 | 148,274 | 45,770 | 82,229 | 77,308 | 82,817 | 30,778 |
| Nonfarm nonresidential | 576,575 | 136,319 | 62,431 | 102,477 | 92,715 | 114,922 | 67,711 |
| Construction and development | 154,987 | 27,472 | 17,508 | 25,036 | 28,579 | 44,776 | 11,615 |
| Home equity lines | 48,778 | 12,192 | 6,083 | 10,860 | 6,636 | 6,419 | 6,588 |
| Commercial & industrial loans | 240,872 | 45,140 | 22,201 | 51,329 | 54,630 | 47,574 | 19,997 |
| Loans to individuals | 75,160 | 18,425 | 7,538 | 13,062 | 13,956 | 13,349 | 8,831 |
| Credit cards | 3,081 | 558 | 120 | 181 | 977 | 235 | 1,009 |
| Farm loans | 52,335 | 519 | 1,601 | 7,916 | 31,088 | 8,370 | 2,841 |
| Other loans & leases | 42,813 | 11,258 | 3,028 | 9,010 | 8,580 | 8,012 | 2,926 |
| Less: Unearned income | 739 | 151 | 90 | 75 | 107 | 188 | 129 |
| Total loans & leases | 1,887,466 | 459,188 | 178,487 | 347,872 | 376,698 | 354,019 | 171,203 |
| Less: Reserve for losses** | 23,204 | 4,620 | 2,218 | 4,359 | 4,751 | 4,608 | 2,647 |
| Net loans and leases | 1,864,263 | 454,568 | 176,269 | 343,513 | 371,947 | 349,411 | 168,555 |
| Securities*** | 521,752 | 102,927 | 52,745 | 102,235 | 100,051 | 110,594 | 53,200 |
| Other real estate owned | 852 | 149 | 97 | 115 | 171 | 256 | 64 |
| Goodwill and other intangibles | 17,745 | 4,293 | 799 | 3,627 | 3,568 | 3,590 | 1,869 |
| All other assets | 305,601 | 66,227 | 36,875 | 51,791 | 49,973 | 68,436 | 32,299 |
| Total liabilities and capital | 2,710,212 | 628,163 | 266,785 | 501,280 | 525,711 | 532,286 | 255,987 |
| Deposits | 2,255,329 | 505,769 | 230,293 | 417,083 | 435,093 | 454,659 | 212,432 |
| Domestic office deposits | 2,252,140 | 504,607 | 230,293 | 417,083 | 435,093 | 454,659 | 210,404 |
| Foreign office deposits | 3,190 | 1,162 | 0 | 0 | 0 | 0 | 2,027 |
| Brokered deposits | 107,105 | 26,822 | 8,704 | 19,936 | 24,146 | 18,687 | 8,811 |
| Estimated insured deposits | 1,587,694 | 356,552 | 159,983 | 300,533 | 326,006 | 307,758 | 136,864 |
| Other borrowed funds | 155,533 | 48,631 | 8,051 | 30,926 | 35,208 | 19,903 | 12,812 |
| Subordinated debt | 371 | 7 | 0 | 14 | 1 | 339 | 10 |
| All other liabilities | 29,576 | 9,059 | 2,499 | 4,800 | 5,138 | 4,658 | 3,423 |
| Total equity capital (includes minority interests) | 269,403 | 64,697 | 25,942 | 48,458 | 50,270 | 52,726 | 27,310 |
| Bank equity capital | 269,284 | 64,695 | 25,945 | 48,348 | 50,269 | 52,717 | 27,309 |
| Loans and leases 30-89 days past due | 8,702 | 2,004 | 804 | 1,355 | 1,671 | 2,248 | 619 |
| Noncurrent loans and leases | 11,586 | 3,074 | 1,038 | 2,084 | 1,896 | 2,516 | 978 |
| Restructured loans and leases | 3,208 | 1,104 | 227 | 602 | 565 | 530 | 180 |
| Mortgage-backed securities | 219,173 | 53,254 | 21,687 | 38,661 | 33,886 | 43,226 | 28,459 |
| Earning assets | 2,534,480 | 586,609 | 250,119 | 468,403 | 492,833 | 497,399 | 239,117 |
| FHLB Advances | 108,994 | 38,072 | 5,162 | 23,098 | 25,427 | 10,191 | 7,043 |
| Unused loan commitments | 393,097 | 86,161 | 34,117 | 75,010 | 88,657 | 68,918 | 40,234 |
| Trust assets | 478,554 | 158,812 | 13,488 | 85,756 | 144,540 | 50,919 | 25,039 |
| Assets securitized and sold | 21,923 | 9,673 | 36 | 2,893 | 6,237 | 2,454 | 630 |
| Notional amount of derivatives | 139,891 | 57,134 | 6,179 | 24,518 | 31,349 | 11,781 | 8,929 |

| INCOME DATA | All Community Banks | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
|---|---|---|---|---|---|---|---|
| Total interest income | $34,890 | $7,618 | $3,549 | $6,311 | $6,837 | $7,302 | $3,273 |
| Total interest expense | 14,033 | 3,439 | 1,290 | 2,505 | 2,901 | 2,740 | 1,157 |
| Net interest income | 20,857 | 4,179 | 2,259 | 3,806 | 3,936 | 4,562 | 2,116 |
| Provision for credit losses**** | 914 | 168 | 76 | 147 | 159 | 166 | 199 |
| Total noninterest income | 5,340 | 1,302 | 454 | 1,135 | 1,006 | 989 | 453 |
| Total noninterest expense | 17,473 | 4,056 | 1,749 | 3,129 | 3,246 | 3,539 | 1,753 |
| Securities gains (losses) | -104 | -4 | -1 | -35 | -14 | -19 | -32 |
| Applicable income taxes | 1,294 | 299 | 173 | 272 | 203 | 224 | 124 |
| Extraordinary gains, net***** | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total net income (includes minority interests) | 6,413 | 954 | 714 | 1,361 | 1,320 | 1,603 | 461 |
| Bank net income | 6,409 | 954 | 713 | 1,359 | 1,320 | 1,602 | 461 |
| Net charge-offs | 642 | 152 | 42 | 92 | 125 | 117 | 113 |
| Cash dividends | 3,261 | 413 | 248 | 723 | 651 | 977 | 247 |
| Retained earnings | 3,148 | 540 | 465 | 636 | 669 | 624 | 214 |
| Net operating income | 6,498 | 957 | 715 | 1,389 | 1,331 | 1,619 | 486 |

* See Table IV-A for explanation.

** For institutions that have adopted ASU 2016-13, this item represents the allowance for credit losses on loans and leases held for investment and allocated transfer risk. Beginning in 2024, almost all

*** For institutions that have adopted ASU 2016-13, securities are reported net of allowances for credit losses. Beginning in 2024, almost all institutions have adopted ASU 2016-13.

**** For institutions that have adopted ASU 2016-13, this item represents provisions for credit losses on a consolidated basis; for institutions that have not adopted ASU 2016-13, this item represents the

***** See Notes to Users for explanation.

**Table IV-B. Second Quarter 2024, FDIC-Insured Community Banks**

| | All Community Banks | | Second Quarter 2024, Geographic Regions* | | | | | |
|---|---|---|---|---|---|---|---|---|
| | 2nd Quarter 2024 | 1st Quarter 2024 | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| **Performance ratios (annualized, %)** | | | | | | | | |
| Yield on earning assets | 5.52 | 5.37 | 5.21 | 5.70 | 5.40 | 5.56 | 5.87 | 5.49 |
| Cost of funding earning assets | 2.22 | 2.14 | 2.35 | 2.07 | 2.15 | 2.36 | 2.20 | 1.94 |
| Net interest margin | 3.30 | 3.23 | 2.86 | 3.63 | 3.26 | 3.20 | 3.67 | 3.55 |
| Noninterest income to assets | 0.79 | 0.73 | 0.83 | 0.68 | 0.91 | 0.77 | 0.74 | 0.71 |
| Noninterest expense to assets | 2.59 | 2.53 | 2.59 | 2.64 | 2.51 | 2.48 | 2.66 | 2.75 |
| Loan and lease loss provision to assets | 0.14 | 0.11 | 0.11 | 0.11 | 0.12 | 0.12 | 0.13 | 0.31 |
| Net operating income to assets | 0.96 | 0.94 | 0.61 | 1.08 | 1.11 | 1.02 | 1.22 | 0.76 |
| Pretax return on assets | 1.14 | 1.13 | 0.80 | 1.34 | 1.31 | 1.16 | 1.37 | 0.92 |
| Return on assets | 0.95 | 0.94 | 0.61 | 1.07 | 1.09 | 1.01 | 1.21 | 0.72 |
| Return on equity | 9.60 | 9.59 | 5.93 | 11.15 | 11.34 | 10.60 | 12.27 | 6.81 |
| Net charge-offs to loans and leases | 0.14 | 0.11 | 0.13 | 0.10 | 0.11 | 0.13 | 0.13 | 0.27 |
| Loan and lease loss provision to net charge-offs | 143.80 | 155.51 | 115.85 | 184.04 | 156.86 | 127.35 | 138.84 | 179.07 |
| Efficiency ratio | 65.65 | 66.79 | 71.89 | 64.30 | 62.88 | 65.21 | 63.37 | 64.82 |
| Net interest income to operating revenue | 79.62 | 80.52 | 76.25 | 83.27 | 77.02 | 79.64 | 82.18 | 82.36 |
| % of unprofitable institutions | 6.75 | 7.21 | 14.57 | 8.97 | 6.58 | 3.50 | 4.18 | 13.20 |
| % of institutions with earnings gains | 47.03 | 35.71 | 30.24 | 45.95 | 48.33 | 52.83 | 49.52 | 39.60 |

*See Table IV-A for explanation.

**Table V-B. First Half 2024, FDIC-Insured Community Banks**

| | All Community Banks | | First Half 2024, Geographic Regions* | | | | | |
|---|---|---|---|---|---|---|---|---|
| | First Half 2024 | First Half 2023 | New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
| **Performance ratios (%)** | | | | | | | | |
| Yield on earning assets | 5.45 | 4.85 | 5.16 | 5.63 | 5.33 | 5.48 | 5.80 | 5.41 |
| Cost of funding earning assets | 2.18 | 1.40 | 2.31 | 2.04 | 2.11 | 2.31 | 2.17 | 1.90 |
| Net interest margin | 3.27 | 3.44 | 2.84 | 3.59 | 3.23 | 3.17 | 3.63 | 3.51 |
| Noninterest income to assets | 0.77 | 0.72 | 0.82 | 0.67 | 0.87 | 0.76 | 0.71 | 0.73 |
| Noninterest expense to assets | 2.57 | 2.51 | 2.57 | 2.63 | 2.50 | 2.47 | 2.65 | 2.68 |
| Loan and lease loss provision to assets | 0.13 | 0.11 | 0.10 | 0.11 | 0.10 | 0.11 | 0.12 | 0.30 |
| Net operating income to assets | 0.95 | 1.09 | 0.62 | 1.05 | 1.08 | 1.00 | 1.18 | 0.81 |
| Pretax return on assets | 1.14 | 1.28 | 0.84 | 1.30 | 1.27 | 1.15 | 1.32 | 0.99 |
| Return on assets | 0.95 | 1.05 | 0.65 | 1.05 | 1.06 | 1.00 | 1.16 | 0.77 |
| Return on equity | 9.60 | 11.15 | 6.36 | 10.92 | 11.06 | 10.59 | 11.85 | 7.34 |
| Net charge-offs to loans and leases | 0.12 | 0.09 | 0.11 | 0.08 | 0.09 | 0.11 | 0.13 | 0.31 |
| Loan and lease loss provision to net charge-offs | 149.25 | 176.83 | 127.51 | 212.05 | 170.08 | 146.96 | 145.08 | 146.98 |
| Efficiency ratio | 66.27 | 63.41 | 72.66 | 64.89 | 63.74 | 65.58 | 64.07 | 64.96 |
| Net interest income to operating revenue | 79.79 | 81.70 | 76.44 | 83.43 | 77.59 | 79.52 | 82.60 | 81.78 |
| % of unprofitable institutions | 6.46 | 4.28 | 12.58 | 8.53 | 7.14 | 2.69 | 5.04 | 11.20 |
| % of institutions with earnings gains | 39.50 | 60.43 | 25.17 | 40.26 | 40.74 | 43.14 | 42.02 | 34.00 |

*See Table IV-A for explanation.

**Table VI-B. Loan Performance, FDIC-Insured Community Banks**

| June 30, 2024 | All Community Banks | Geographic Regions*: New York | Atlanta | Chicago | Kansas City | Dallas | San Francisco |
|---|---|---|---|---|---|---|---|
| **Percent of Loans 30-89 Days Past Due** | | | | | | | |
| All loans secured by real estate | 0.39 | 0.38 | 0.39 | 0.36 | 0.37 | 0.52 | 0.25 |
| Construction and development | 0.49 | 0.73 | 0.25 | 0.28 | 0.52 | 0.60 | 0.30 |
| Nonfarm nonresidential | 0.28 | 0.25 | 0.31 | 0.27 | 0.26 | 0.32 | 0.26 |
| Multifamily residential real estate | 0.24 | 0.38 | 0.09 | 0.13 | 0.17 | 0.18 | 0.14 |
| Home equity loans | 0.51 | 0.61 | 0.40 | 0.52 | 0.50 | 0.57 | 0.36 |
| Other 1-4 family residential | 0.52 | 0.41 | 0.60 | 0.56 | 0.49 | 0.78 | 0.26 |
| Commercial and industrial loans | 0.53 | 0.31 | 0.61 | 0.44 | 0.61 | 0.68 | 0.64 |
| Loans to individuals | 1.72 | 2.14 | 1.13 | 0.82 | 1.25 | 2.99 | 1.45 |
| Credit card loans | 3.76 | 4.42 | 1.64 | 1.22 | 5.13 | 1.37 | 3.32 |
| Other loans to individuals | 1.63 | 2.07 | 1.13 | 0.82 | 0.96 | 3.02 | 1.21 |
| All other loans and leases (including farm) | 0.40 | 0.19 | 0.33 | 0.33 | 0.44 | 0.61 | 0.31 |
| Total loans and leases | 0.46 | 0.44 | 0.45 | 0.39 | 0.44 | 0.63 | 0.36 |
| **Percent of Loans Noncurrent** | | | | | | | |
| All loans secured by real estate | 0.56 | 0.64 | 0.53 | 0.55 | 0.45 | 0.64 | 0.46 |
| Construction and development | 0.69 | 0.91 | 0.39 | 0.72 | 0.61 | 0.63 | 1.04 |
| Nonfarm nonresidential | 0.60 | 0.71 | 0.60 | 0.63 | 0.49 | 0.64 | 0.40 |
| Multifamily residential real estate | 0.43 | 0.68 | 0.18 | 0.21 | 0.31 | 0.31 | 0.25 |
| Home equity loans | 0.50 | 0.61 | 0.25 | 0.36 | 0.40 | 0.47 | 0.92 |
| Other 1-4 family residential | 0.50 | 0.49 | 0.54 | 0.53 | 0.41 | 0.62 | 0.30 |
| Commercial and industrial loans | 0.96 | 1.01 | 0.82 | 0.95 | 0.83 | 1.06 | 1.10 |
| Loans to individuals | 0.59 | 0.45 | 0.52 | 0.31 | 0.50 | 1.08 | 0.80 |
| Credit card loans | 2.49 | 1.82 | 0.45 | 0.55 | 2.39 | 0.73 | 3.95 |
| Other loans to individuals | 0.51 | 0.40 | 0.52 | 0.31 | 0.36 | 1.08 | 0.39 |
| All other loans and leases (including farm) | 0.57 | 0.75 | 1.00 | 0.53 | 0.39 | 0.65 | 0.96 |
| Total loans and leases | 0.61 | 0.67 | 0.58 | 0.60 | 0.50 | 0.71 | 0.57 |
| **Percent of Loans Charged-Off (net, YTD)** | | | | | | | |
| All loans secured by real estate | 0.02 | 0.02 | 0.00 | 0.02 | 0.02 | 0.02 | 0.06 |
| Construction and development | 0.02 | 0.00 | -0.02 | 0.03 | 0.04 | 0.02 | 0.01 |
| Nonfarm nonresidential | 0.04 | 0.05 | 0.01 | 0.04 | 0.03 | 0.02 | 0.10 |
| Multifamily residential real estate | 0.04 | 0.06 | 0.00 | 0.06 | 0.07 | 0.02 | -0.02 |
| Home equity loans | 0.01 | -0.01 | 0.00 | -0.01 | 0.01 | 0.01 | 0.11 |
| Other 1-4 family residential | 0.00 | 0.00 | -0.01 | 0.00 | 0.00 | 0.02 | 0.00 |
| Commercial and industrial loans | 0.32 | 0.33 | 0.32 | 0.29 | 0.23 | 0.33 | 0.57 |
| Loans to individuals | 1.51 | 1.33 | 0.89 | 0.45 | 1.70 | 1.47 | 3.88 |
| Credit card loans | 11.55 | 5.53 | 1.91 | 1.87 | 17.41 | 1.92 | 14.48 |
| Other loans to individuals | 1.08 | 1.20 | 0.87 | 0.43 | 0.48 | 1.47 | 2.46 |
| All other loans and leases (including farm) | 0.12 | 0.14 | 0.14 | 0.17 | 0.02 | 0.23 | 0.23 |
| Total loans and leases | 0.12 | 0.11 | 0.08 | 0.09 | 0.11 | 0.13 | 0.31 |
| **Loans Outstanding (in billions)** | | | | | | | |
| All real estate loans | $1,477.0 | $384.0 | $144.2 | $266.6 | $268.6 | $276.9 | $136.7 |
| Construction and development | 155.0 | 27.5 | 17.5 | 25.0 | 28.6 | 44.8 | 11.6 |
| Nonfarm nonresidential | 576.6 | 136.3 | 62.4 | 102.5 | 92.7 | 114.9 | 67.7 |
| Multifamily residential real estate | 142.0 | 57.5 | 7.6 | 27.2 | 22.3 | 11.3 | 16.2 |
| Home equity loans | 48.8 | 12.2 | 6.1 | 10.9 | 6.6 | 6.4 | 6.6 |
| Other 1-4 family residential | 467.2 | 148.3 | 45.8 | 82.2 | 77.3 | 82.8 | 30.8 |
| Commercial and industrial loans | 240.9 | 45.1 | 22.2 | 51.3 | 54.6 | 47.6 | 20.0 |
| Loans to individuals | 75.2 | 18.4 | 7.5 | 13.1 | 14.0 | 13.3 | 8.8 |
| Credit card loans | 3.1 | 0.6 | 0.1 | 0.2 | 1.0 | 0.2 | 1.0 |
| Other loans to individuals | 72.1 | 17.9 | 7.4 | 12.9 | 13.0 | 13.1 | 7.8 |
| All other loans and leases (including farm) | 95.1 | 11.8 | 4.6 | 16.9 | 39.7 | 16.4 | 5.8 |
| Total loans and leases (plus unearned income) | 1,888.2 | 459.3 | 178.6 | 347.9 | 376.8 | 354.2 | 171.3 |
| **Memo: Unfunded Commitments (in millions)** | | | | | | | |
| Total Unfunded Commitments | 393,097 | 86,161 | 34,117 | 75,010 | 88,657 | 68,918 | 40,234 |
| Construction and development: 1-4 family residential | 31,631 | 5,310 | 4,479 | 4,539 | 5,261 | 9,909 | 2,133 |
| Construction and development: CRE and other | 83,048 | 18,375 | 8,411 | 14,910 | 15,099 | 18,923 | 7,330 |
| Commercial and industrial | 123,824 | 29,081 | 9,250 | 27,430 | 25,632 | 20,069 | 12,361 |

* See Table IV-A for explanation.

Note: Noncurrent loan rates represent the percentage of loans in each category that are past due 90 days or more or that are in nonaccrual status.

## INSURANCE FUND INDICATORS

- ***Deposit Insurance Fund Increases by $3.9 Billion***
- ***DIF Reserve Ratio Rises 4 Basis Points, Ends Second Quarter at 1.21 Percent***
- ***One Institution Failed During the Second Quarter***

During the second quarter, the Deposit Insurance Fund (DIF) balance increased by $3.9 billion to $129.2 billion. The rise in the DIF was primarily driven by assessment income of $3.2 billion. Interest earned on securities and negative provisions added a combined $1.3 billion to the fund during the quarter. These gains were partially offset by operating expenses of $0.6 billion. There was one institution that failed during the second quarter at an estimated cost to the Fund of $667 million.

The deposit insurance assessment base—average consolidated total assets minus average tangible equity—increased by 0.2 percent in the second quarter and increased by 0.9 percent from a year ago.[1][2]

Total estimated insured deposits declined by 0.9 percent in the second quarter though increased by 0.8 percent year over year. The DIF's reserve ratio (the fund balance as a percent of insured deposits) was 1.21 percent on June 30, 2024, up 4 basis points from the previous quarter and 10 basis points higher than the previous year.

The FDIC adopted a DIF Restoration Plan on September 15, 2020, to return the reserve ratio to 1.35 percent, the statutory minimum, by September 2028 as required by law. Based on FDIC projections, the reserve ratio remains on track to reach 1.35 percent by the statutory deadline. The FDIC will continue to monitor factors affecting the reserve ratio, including but not limited to, insured deposit growth and potential losses due to bank failures and related reserves, as required under the current Restoration Plan.

[1] There are additional adjustments to the assessment base for banker's banks and custodial banks.

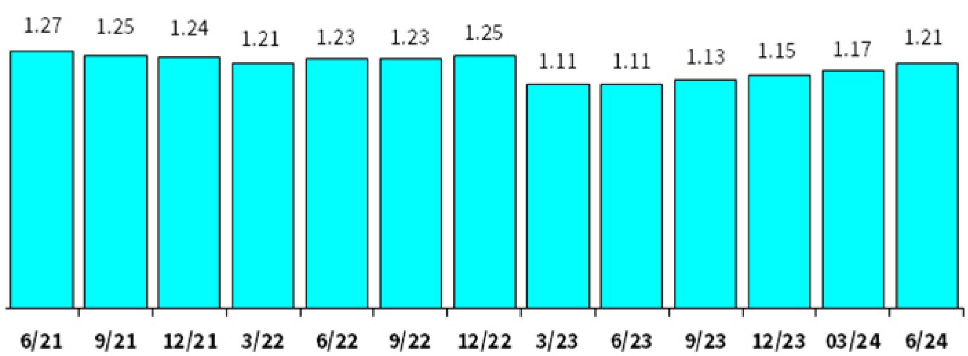
[2] Figures for estimated insured deposits and the assessment base include insured branches of foreign banks, in addition to insured commercial banks and savings institutions.

**Table I-C. Insurance Fund Balances and Selected Indicators***

| | Deposit Insurance Fund** | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *(dollar figures in millions)* | 2nd Quarter 2024 | 1st Quarter 2024 | 4th Quarter 2023 | 3nd Quarter 2023 | 2nd Quarter 2023 | 1st Quarter 2023 | 4th Quarter 2022 | 3rd Quarter 2022 | 2nd Quarter 2022 | 1st Quarter 2022 | 4th Quarter 2021 | 3rd Quarter 2021 | 2nd Quarter 2021 |
| **Beginning Fund Balance** | $125,300 | $121,778 | $119,339 | $116,968 | $116,071 | $128,218 | $125,457 | $124,458 | $123,039 | $123,141 | $121,935 | $120,547 | $119,362 |
| **Changes in Fund Balance:** | | | | | | | | | | | | | |
| Assessments earned | 3,218 | 3,248 | 3,107 | 3,225 | 3,127 | 3,306 | 2,142 | 2,145 | 2,086 | 1,938 | 1,967 | 1,662 | 1,589 |
| Interest earned on investment securities | 981 | 795 | 574 | 828 | 673 | 661 | 498 | 332 | 225 | 191 | 197 | 221 | 251 |
| Realized gain on sale of investments | 0 | 0 | -450 | -272 | 96 | -1,666 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Operating expenses | 609 | 564 | 604 | 517 | 497 | 508 | 515 | 456 | 460 | 453 | 475 | 448 | 466 |
| Provision for insurance losses | -320 | 9 | 856 | 1,237 | 2,033 | 16,402 | -48 | -49 | -86 | 100 | 8 | -53 | -42 |
| All other income, net of expenses | 19 | 32 | 30 | 4 | 3 | 12 | 114 | 6 | 29 | 8 | 61 | 65 | 2 |
| Unrealized gain/(loss) on available-for-sale securities*** | 7 | 20 | 638 | 340 | -472 | 2,450 | 474 | -1,077 | -547 | -1,686 | -536 | -165 | -233 |
| Total fund balance change | 3,936 | 3,522 | 2,439 | 2,371 | 897 | -12,147 | 2,761 | 999 | 1,419 | -102 | 1,206 | 1,388 | 1,185 |
| **Ending Fund Balance** | 129,236 | 125,300 | 121,778 | 119,339 | 116,968 | 116,071 | 128,218 | 125,457 | 124,458 | 123,039 | 123,141 | 121,935 | 120,547 |
| Percent change from four quarters earlier | 10.49 | 7.95 | -5.02 | -4.88 | -6.02 | -5.66 | 4.12 | 2.89 | 3.24 | 3.08 | 4.45 | 4.72 | 5.14 |
| **Reserve Ratio (%)** | 1.21 | 1.17 | 1.15 | 1.13 | 1.11 | 1.11 | 1.25 | 1.23 | 1.23 | 1.21 | 1.24 | 1.25 | 1.27 |
| **Estimated Insured Deposits** | 10,646,636 | 10,743,486 | 10,621,339 | 10,567,465 | 10,566,836 | 10,472,144 | 10,267,169 | 10,178,398 | 10,085,379 | 10,145,091 | 9,904,680 | 9,743,499 | 9,469,753 |
| Percent change from four quarters earlier | 0.76 | 2.59 | 3.45 | 3.82 | 4.77 | 3.22 | 3.66 | 4.46 | 6.50 | 6.85 | 8.83 | 9.49 | 7.43 |
| Percent of Total Deposit Liabilites After Exclusions | 59.70 | 59.75 | 59.69 | 59.29 | 59.25 | 58.41 | 55.69 | 55.24 | 54.34 | 53.74 | 52.98 | 53.69 | 53.56 |
| **Estimated Uninsured Deposits** | 7,186,514 | 7,237,147 | 7,172,312 | 7,257,350 | 7,268,630 | 7,455,260 | 8,168,754 | 8,247,629 | 8,475,874 | 8,732,412 | 8,788,725 | 8,405,095 | 8,209,279 |
| Percent change from four quarters earlier | -1.13 | -2.93 | -12.20 | -12.01 | -14.24 | -14.63 | -7.05 | -1.87 | 3.25 | 9.94 | 14.39 | 15.42 | 14.17 |
| Percent of Total Deposit Liabilites After Exclusions | 40.30 | 40.25 | 40.31 | 40.71 | 40.75 | 41.59 | 44.31 | 44.76 | 45.66 | 46.26 | 47.02 | 46.31 | 46.44 |
| **Total Deposit Liabilities After Exclusions**** | 17,833,150 | 17,980,632 | 17,793,652 | 17,824,814 | 17,835,467 | 17,927,403 | 18,435,923 | 18,426,027 | 18,561,252 | 18,877,503 | 18,693,405 | 18,148,594 | 17,679,032 |
| Percent change from four quarters earlier | -0.01 | 0.30 | -3.48 | -3.26 | -3.91 | -5.03 | -1.38 | 1.53 | 4.99 | 8.26 | 11.37 | 12.16 | 10.46 |
| **Assessment Base***** | 21,015,372 | 20,971,238 | 20,887,860 | 20,715,979 | 20,836,184 | 20,726,962 | 21,010,979 | 21,024,476 | 21,053,618 | 20,936,265 | 20,677,903 | 20,123,703 | 19,771,625 |
| Percent change from four quarters earlier | 0.86 | 1.18 | -0.59 | -1.47 | -1.03 | -1.00 | 1.61 | 4.48 | 6.48 | 8.45 | 9.38 | 8.36 | 8.26 |
| **Number of Institutions Reporting** | 4,548 | 4,577 | 4,596 | 4,623 | 4,654 | 4,681 | 4,715 | 4,755 | 4,780 | 4,805 | 4,848 | 4,923 | 4,959 |

* Includes insured branches of foreign banks (IBAs) and any revisions to prior quarter data.
** Quarterly financial statement results are unaudited.
*** Includes unrealized postretirement benefit gain (loss).
**** Does not equal total deposits and domestic office deposits in the tables above due to adjustments to align with the determination of deposit insurance coverage in the event of a bank failure.
***** Average consolidated total assets minus tangible equity, with adjustments for banker's banks and custodial banks.

**DIF Reserve Ratios**
**Percent of Insured Deposits**




**Deposit Insurance Fund Balance and Insured Deposits ($ Millions)**

| | DIF Balance | DIF-Insured Deposits |
|---|---|---|
| 6/21 | $120,547 | $9,469,753 |
| 9/21 | 121,935 | 9,743,499 |
| 12/21 | 123,141 | 9,904,680 |
| 3/22 | 123,039 | 10,145,091 |
| 6/22 | 124,458 | 10,085,379 |
| 9/22 | 125,457 | 10,178,398 |
| 12/22 | 128,218 | 10,267,169 |
| 3/23 | 116,071 | 10,472,144 |
| 6/23 | 116,968 | 10,566,836 |
| 9/23 | 119,339 | 10,567,465 |
| 12/23 | 121,778 | 10,621,339 |
| 03/24 | 125,300 | 10,743,486 |
| 6/24 | 129,236 | 10,646,636 |

**Table II-C. Problem Institutions and Failed Institutions**

| *(dollar figures in millions)* | 2024*** | 2023*** | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 |
|---|---|---|---|---|---|---|---|---|---|
| **Problem Institutions** | | | | | | | | | |
| Number of institutions | 66 | 43 | 52 | 39 | 44 | 56 | 51 | 60 | 95 |
| Total assets* | $83,389 | $46,014 | $66,279 | $47,463 | $170,172 | $55,830 | $46,190 | $48,481 | $13,939 |
| **Failed Institutions** | | | | | | | | | |
| Number of institutions | 1 | 2 | 5 | 0 | 0 | 4 | 4 | 0 | 8 |
| Total assets** | $5,866 | $319,390 | $552,539 | $0 | $0 | $455 | $209 | $0 | $5,082 |

* Assets shown are what were on record as of the last day of the quarter.
** Total assets are based on final Call Reports submitted by failed institutions.
*** Through June 30.

**Table III-C. Estimated FDIC-Insured Deposits by Type of Institution**

| *(dollar figures in millions)* **June 30, 2024** | Number of Institutions | Total Assets | Domestic Deposits* | Est. Insured Deposits |
|---|---|---|---|---|
| ***Commercial Banks and Savings Institutions*** | | | | |
| FDIC-Insured Commercial Banks | 3,985 | $22,686,417 | $16,382,733 | $9,800,480 |
| FDIC-Supervised | 2,620 | 3,835,424 | 3,071,553 | 2,088,850 |
| OCC-Supervised | 697 | 15,217,162 | 10,653,073 | 6,210,145 |
| Federal Reserve-Supervised | 668 | 3,633,831 | 2,658,107 | 1,501,485 |
| FDIC-Insured Savings Institutions | 554 | 1,200,717 | 955,813 | 795,204 |
| OCC-Supervised | 241 | 538,398 | 424,384 | 359,642 |
| FDIC-Supervised | 276 | 312,994 | 245,469 | 186,202 |
| Federal Reserve-Supervised | 37 | 349,325 | 285,959 | 249,360 |
| ***Total Commercial Banks and Savings Institutions*** | 4,539 | 23,887,133 | 17,338,545 | 10,595,684 |
| ***Other FDIC-Insured Institutions*** | | | | |
| U.S. Branches of Foreign Banks | 9 | 101,710 | 57,700 | 50,953 |
| ***Total FDIC-Insured Institutions*** | 4,548 | 23,988,843 | 17,396,245 | 10,646,636 |

* Excludes $1.5 trillion in foreign office deposits, which are not FDIC insured.

**Table IV-C. Distribution of Institutions and Assessment Base by Assessment Rate Range**

**Quarter Ending March 31, 2024 (dollar figures in billions)**

| Annual Rate in Basis Points | Number of Institutions | Percent of Total Institutions | Amount of Assessment Base | Percent of Total Assessment Base |
|---|---|---|---|---|
| 2.50 - 5.00 | 2,656 | 58.0 | $5,556.2 | 26.49 |
| 5.01 - 8.00 | 1,250 | 27.3 | 13,045.2 | 62.21 |
| 8.01 - 12.00 | 528 | 11.5 | 1,931.4 | 9.21 |
| 12.01 - 17.00 | 58 | 1.3 | 114.3 | 0.55 |
| >17.00 | 85 | 1.9 | 324.2 | 1.55 |

## Notes to Users

This publication contains financial data and other information for depository institutions insured by the Federal Deposit Insurance Corporation (FDIC). These notes are an integral part of this publication and provide information regarding the comparability of source data and reporting differences over time.

**Tables I-A through VIII-A.**
The information presented in Tables I-A through VIII-A of the *FDIC Quarterly Banking Profile* is aggregated for all FDIC-insured Call Report filers, both commercial banks and savings institutions. Some tables are arrayed by groups of FDIC-insured institutions based on predominant types of asset concentration, while other tables aggregate institutions by asset size and geographic region. Quarterly and full-year data are provided for selected indicators, including aggregate condition and income data, performance ratios, condition ratios, and structural changes, as well as past due, noncurrent, and charge-off information for loans outstanding and other assets.

**Tables I-B through VI-B.**
The information presented in Tables I-B through VI-B is aggregated for all FDIC-insured commercial banks and savings institutions meeting the criteria for community banks that were developed for the FDIC's *Community Banking Study,* published in December, 2012: https://www.fdic.gov/resources/community-banking/cbi-study.html.

The determination of which insured institutions are considered community banks is based on five steps.

The first step in defining a community bank is to aggregate all charter-level data reported under each holding company into a single banking organization. This aggregation applies both to balance-sheet measures and the number and location of banking offices. Under the FDIC definition, if the banking organization is designated as a community bank, every charter reporting under that organization is also considered a community bank when working with data at the charter level.

The second step is to exclude any banking organization where more than 50 percent of total assets are held in certain specialty banking charters, including: *credit card specialists, consumer nonbank banks, industrial loan companies, trust companies, bankers' banks*, and banks holding 10 percent or more of total assets in foreign offices.

Once the specialty organizations are removed, the third step involves including organizations that engage in basic banking activities as measured by the total loans-to-assets ratio (greater than 33 percent) and the ratio of core deposits to assets (greater than 50 percent). Core deposits are defined as non-brokered deposits in domestic offices. Analysis of the underlying data shows that these thresholds establish meaningful levels of basic lending and deposit gathering and still allow for a degree of diversity in how individual banks construct their balance sheets.

The fourth step includes organizations that operate within a limited geographic scope. This limitation of scope is used as a proxy measure for a bank's relationship approach to banking. Banks that operate within a limited market area have more ease in managing relationships at a personal level. Under this step, four criteria are applied to each banking organization. They include both a minimum and maximum number of total banking offices, a maximum level of deposits for any one office, and location-based criteria. The limits on the number of and deposits per office are adjusted upward quarterly. For banking offices, banks must have more than one office, and the maximum number of offices is 40 in 1985 and reached 107 in 2024. The maximum level of deposits for any one office is $1.25 billion in deposits in 1985 and reached $10.87 billion in deposits in 2024. The remaining geographic limitations are also based on maximums for the number of states (fixed at 3) and large metropolitan areas (fixed at 2) in which the organization maintains offices. Branch office data are based on the most recent data from the annual June 30 *Summary of Deposits Survey* that are available at the time of publication.

Finally, the definition establishes an asset-size limit, also adjusted upward quarterly and below which the limits on banking activities and geographic scope are waived. The asset-size limit is $250 million in 1985 and reached $2.17 billion in 2024. This final step acknowledges the fact that most of those small banks that are not excluded as specialty banks meet the requirements for banking activities and geographic limits in any event.

**Summary of FDIC Research Definition of Community Banking Organizations**
Community banks are designated at the level of the banking.
(All charters under designated holding companies are considered community banking charters.)
**Exclude**: Any organization with:
- No loans or no core deposits
- Assets held in foreign branches ≥ 10% of total assets
- More than 50% of assets in certain specialty banks, including:
  - credit card specialists
  - consumer nonbank banks[1]
  - industrial loan companies
  - trust companies
  - bankers' banks

**Include**: All remaining banking organizations with:
- Total assets < indexed size threshold[2]
- Total assets ≥ indexed size threshold, where:
  - Loan to assets > 33%
  - Core deposits to assets > 50%
  - More than 1 office but no more than the indexed maximum number of offices.[3]
  - Number of large MSAs with offices ≤ 2
  - Number of states with offices ≤ 3
  - No single office with deposits > indexed maximum branch deposit size.[4]

[1] Consumer nonbank banks are financial institutions with limited charters that can make commercial loans or take deposits, but not both.
[2] Asset size threshold indexed to equal $250 million in 1985 and $2.17 billion in 2024.
[3] Maximum number of offices indexed to equal 40 in 1985 and 107 in 2024.
[4] Maximum branch deposit size indexed to equal $1.25 billion in 1985 and $10.87 billion in 2024.

**Tables I-C through IV-C.**
A separate set of tables (Tables I-C through IV-C) provides comparative quarterly data related to the Deposit Insurance Fund (DIF), problem institutions, failed institutions, estimated FDIC-insured deposits, as well as assessment rate information. Depository institutions that are not insured by the FDIC through the DIF are not included in the *FDIC Quarterly Banking Profile*. U.S. branches of institutions headquartered in foreign countries and non-deposit trust companies are not included unless otherwise indicated. Efforts are made to obtain financial reports for all active institutions. However, in some cases, final financial reports are not available for institutions that have closed or converted their charters.

### DATA SOURCES

The financial information appearing in this publication is obtained primarily from the Federal Financial Institutions Examination Council (FFIEC) *Consolidated Reports of Condition and Income* (*Call Reports)* and the OTS *Thrift Financial Reports* (TFR) submitted by all FDIC-insured depository institutions. (TFR filers began filing Call Reports effective with the quarter ending March 31, 2012.) This information is stored on and retrieved from the FDIC's Research Information System (RIS) database.

### COMPUTATION METHODOLOGY

Parent institutions are required to file consolidated reports, while their subsidiary financial institutions are still required to file separate reports. Data from subsidiary institution reports are included in the *Quarterly Banking Profile* tables, which can lead to double-counting. No adjustments are made for any double-counting of subsidiary data. Additionally, certain adjustments are made to the OTS *Thrift Financial Reports* to provide closer conformance with the reporting and accounting requirements of the FFIEC *Call Reports*. (TFR filers began filing Call Reports effective with the quarter ending March 31, 2012.)

All condition and performance ratios represent weighted averages, which is the sum of the individual numerator values divided by the sum of individual denominator values. All asset and liability figures used in calculating performance ratios represent average amounts for the period (beginning-of-period amount plus end-of-period amount plus any interim periods, divided by the total number of periods). For "pooling-of-interest" mergers, the assets of the acquired institution(s) are included in average assets, since the year-to-date income includes the results of all merged institutions. No adjustments are made for "purchase accounting" mergers. Growth rates represent the percentage change over a 12-month period in totals for institutions in the base period to totals for institutions in the current period. For the community bank subgroup, growth rates will reflect changes over time in the number and identities of institutions designated as community banks, as well as changes in the assets and liabilities, and income and expenses of group members. Unless indicated otherwise, growth rates are not adjusted for mergers or other changes in the composition of the community bank subgroup. When community bank growth rates are adjusted for mergers, prior period balances used in the calculations represent totals for the current group of community bank reporters, plus prior period amounts for any institutions that were subsequently merged into current community banks.

All data are collected and presented based on the location of each reporting institution's main office. Reported data may include assets and liabilities located outside of the reporting institution's home state. In addition, institutions may relocate across state lines or change their charters, resulting in an inter-regional or inter-industry migration; institutions can move their home offices between regions, savings institutions can convert to commercial banks, or commercial banks may convert to savings institutions.

### ACCOUNTING CHANGES

Financial accounting pronouncements by the Financial Accounting Standards Board (FASB) can result in changes in an individual bank's accounting policies and in the Call Reports they submit. Such accounting changes can affect the aggregate amounts presented in the QBP for the current period and the period-to-period comparability of such financial data.

The current quarter's Financial Institution Letter (FIL) and related Call Report supplemental instructions can provide additional explanation to the QBP reader beyond any material accounting changes discussed in the QBP analysis.

https://www.fdic.gov/news/financial-institution-letters/2024/consolidated-reports-condition-and-income-second-quarter

https://www.fdic.gov/resources/bankers/call-reports/index.html

Further information on changes in financial statement presentation, income recognition and disclosure is available from the FASB.

https://www.fasb.org/standards

**DEFINITIONS (in alphabetical order)**

**All other assets** – total cash, balances due from depository institutions, premises, fixed assets, direct investments in real estate, investment in unconsolidated subsidiaries, customers' liability on acceptances outstanding, assets held in trading accounts, federal funds sold, securities purchased with agreements to resell, fair market value of derivatives, prepaid deposit insurance assessments, and other assets.

**All other liabilities** – bank's liability on acceptances, limited-life preferred stock, allowance for estimated off-balance-sheet credit losses, fair market value of derivatives, and other liabilities.

**Assessment base** – Effective April 1, 2011, the deposit insurance assessment base changed to "average consolidated total assets minus average tangible equity" with an additional adjustment to the assessment base for banker's banks and custodial banks. Previously, the assessment base consisted of deposit liabilities after exclusions.

**Assessment rate schedule** – Initial base assessment rates for small institutions (except new institutions) are based on a combination of financial ratios and CAMELS component ratings. Initial rates for large institutions—generally those with at least $10 billion in assets—are also based on CAMELS component ratings and certain financial measures combined into two scorecards—one for most large institutions and another for the remaining very large institutions that are structurally and operationally complex or that pose unique challenges and risks in case of failure (highly complex institutions). The FDIC may take additional information into account to make a limited adjustment to a large institution's scorecard results, which are used to determine a large institution's initial base assessment rate.

Initial rates for small institutions are subject to minimums and maximums based on an institution's CAMELS composite rating.

The current assessment rate schedule became effective January 1, 2023. Under the current schedule, initial base assessment rates range from 5 to 32 basis points. An institution's total base assessment rate may differ from its initial rate due to three possible adjustments: (1) Unsecured Debt Adjustment: An institution's rate may decrease by up to 5 basis points for unsecured debt. The unsecured debt adjustment cannot exceed the lesser of 5 basis points or 50 percent of an institution's initial base assessment rate (IBAR). Thus, for example, an institution with an IBAR of 5 basis points would have a maximum unsecured debt adjustment of 2.5 basis points and could not have a total base assessment rate lower than 2.5 basis points. (2) Depository Institution Debt Adjustment: For institutions that hold long-term unsecured debt issued by another insured depository institution, a 50 basis point charge is applied to the amount of such debt held in excess of 3 percent of an institution's Tier 1 capital. (3) Brokered Deposit Adjustment: Rates for large institutions that are not well capitalized or do not have a composite CAMELS rating of 1 or 2 may increase (not to exceed 10 basis points) if their brokered deposits exceed 10 percent of domestic deposits.

The assessment rate schedule effective January 1, 2023, is shown in the following table:

Total Base Assessment Rates*

| | Established Small Banks | | | Large & Highly Complex Institutions |
|---|---|---|---|---|
| | CAMELS Composite | | | |
| | 1 or 2 | 3 | 4 or 5 | |
| Initial Base Assessment Rate | 5 to 18 | 8 to 32 | 18 to 32 | 5 to 32 |
| Unsecured Debt Adjustment | -5 to 0 | -5 to 0 | -5 to 0 | -5 to 0 |
| Brokered Deposit Adjustment | N/A | N/A | N/A | 0 to 10 |
| Total Base Assessment Rate | 2.5 to 18 | 4 to 32 | 13 to 32 | 2.5 to 42 |

* All amounts for all categories are in basis points annually. Total base rates that are not the minimum or maximum rate will vary between these rates. Total base assessment rates do not include the depository institution debt adjustment.

Each institution is assigned a risk-based rate for a quarterly assessment period near the end of the quarter following the assessment period. Payment is generally due on the 30th day of the last month of the quarter following the assessment period. Supervisory rating changes are effective for assessment purposes as of the examination transmittal date.

**Assets securitized and sold** – total outstanding principal balance of assets securitized and sold with servicing retained or other seller-provided credit enhancements.

**Capital Purchase Program (CPP) –** As announced in October 2008 under the TARP, the Treasury Department purchase of noncumulative perpetual preferred stock and related warrants that is treated as Tier 1 capital for regulatory capital purposes is included in "Total equity capital." Such warrants to purchase common stock or noncumulative preferred stock issued by publicly-traded banks are reflected as well in "Surplus." Warrants to purchase common stock or noncumulative preferred stock of not-publicly-traded bank stock are classified in a bank's balance sheet as "Other liabilities."

**Common equity Tier 1 capital ratio –** ratio of common equity Tier 1 capital to risk-weighted assets. Common equity Tier 1 capital includes common stock instruments and related surplus, retained earnings, accumulated other comprehensive income (AOCI), and limited amounts of common equity Tier 1 minority interest, minus applicable regulatory adjustments and deductions. Items that are fully deducted from common equity Tier 1 capital include goodwill, other intangible assets (excluding mortgage servicing assets) and certain deferred tax assets; items that are subject to limits in common equity Tier 1 capital include mortgage servicing assets, eligible deferred tax assets, and certain significant investments. Beginning March 2020, this ratio does not include institutions that have a Community Bank Leverage Ratio election in effect at the report date.

**Construction and development loans –** includes loans for all property types under construction, as well as loans for land acquisition and development.

**Core capital –** common equity capital plus noncumulative perpetual preferred stock plus minority interest in consolidated subsidiaries, less goodwill and other ineligible intangible assets. The amount of eligible intangibles (including servicing rights) included in core capital is limited in accordance with supervisory capital regulations.

**Cost of funding earning assets –** total interest expense paid on deposits and other borrowed money as a percentage of average earning assets.

**Credit enhancements** – techniques whereby a company attempts to reduce the credit risk of its obligations. Credit enhancement may be provided by a third party (external credit enhancement) or by the originator (internal credit enhancement), and more than one type of enhancement may be associated with a given issuance.

**Deposit Insurance Fund (DIF)** – the Bank (BIF) and Savings Association (SAIF) Insurance Funds were merged in 2006 by the Federal Deposit Insurance Reform Act to form the DIF.

**Deposits liabilities after exclusions —** amount equal to gross total deposit liabilities meeting the statutory definition of a deposit in Section 3(l) of the Federal Deposit Insurance Act, before deducting allowable exclusions. Deposit liabilities after exclusions may differ from amounts reported for total deposits or total domestic deposits due to adjustments made to align with the determination of deposit insurance coverage in the event of a bank failure, including reporting based on an unconsolidated single FDIC certificate number basis.

**Derivatives notional amount –** the notional, or contractual, amounts of derivatives represent the level of involvement in the types of derivatives transactions and are not a quantification of market risk or credit risk. Notional amounts represent the amounts used to calculate contractual cash flows to be exchanged.

**Derivatives credit equivalent amount –** the fair value of the derivative plus an additional amount for potential future credit exposure based on the notional amount, the remaining maturity and type of the contract.

**Derivatives transaction types:**

***Futures and forward contracts*** – contracts in which the buyer agrees to purchase and the seller agrees to sell, at a specified future date, a specific quantity of an underlying variable or index at a specified price or yield. These contracts exist for a variety of variables or indices, (traditional agricultural or physical commodities, as well as currencies and interest rates). Futures contracts are standardized and are traded on organized exchanges which set limits on counterparty credit exposure. Forward contracts do not have standardized terms and are traded over the counter.

***Option contracts*** – contracts in which the buyer acquires the right to buy from or sell to another party some specified amount of an underlying variable or index at a stated price (strike price) during a period or on a specified future date, in return for compensation (such as a fee or premium). The seller is obligated to purchase or sell the variable or index at the discretion of the buyer of the contract.

***Swaps*** – obligations between two parties to exchange a series of cash flows at periodic intervals (settlement dates), for a specified period. The cash flows of a swap are either fixed, or determined for each settlement date by multiplying the quantity (notional principal) of the underlying variable or index by specified reference rates or prices. Except for currency swaps, the notional principal is used to calculate each payment but is not exchanged.

**Derivatives underlying risk exposure** – the potential exposure characterized by the level of banks' concentration in particular underlying instruments, in general. Exposure can result from market risk, credit risk, and operational risk, as well as, interest rate risk.

**Domestic deposits to total assets** – total domestic office deposits as a percent of total assets on a consolidated basis.

**Earning assets** – all loans and other investments that earn interest or dividend income.

**Efficiency ratio** – Noninterest expense less amortization of intangible assets as a percent of net interest income plus noninterest income. This ratio measures the proportion of net operating revenues that are absorbed by overhead expenses, so that a lower value indicates greater efficiency.

**Estimated insured deposits** – In general, insured deposits are total deposit liabilities after exclusions minus estimated uninsured deposits. Beginning September 30, 2009, insured deposits reflect an increase in the FDIC's standard maximum deposit insurance amount from $100,000 to $250,000. From December 31, 2010, through December 31, 2012, insured deposits also include all funds held in noninterest-bearing transaction accounts, without limit.

**Estimated uninsured deposits –** In general, institutions with $1 billion or more in total assets report estimated uninsured deposits in domestic offices of the bank and in insured branches in Puerto Rico and U.S. territories and possessions, including related interest accrued and unpaid. For institutions that do not report estimated uninsured deposits, the FDIC calculates this amount as the amount of deposit and retirement accounts with balances greater than the standard maximum deposit insurance amount (SMDIA), currently $250,000, minus the portion that is insured. The amount that is insured is estimated by multiplying the number of accounts with balances greater than the SMDIA, as reported on the Call Report, by the SMDIA. For example, under the current SMDIA, if an institution reports a number and amount of deposit and retirement accounts with balances greater than $250,000 of 1,000 and $500 million, respectively, estimated uninsured deposits as calculated by the FDIC would equal $250 million ($500,000,000 – 1,000 * $250,000).

**Failed/assisted institutions** – An institution fails when regulators take control of the institution, placing the assets and liabilities into a bridge bank, conservatorship, receivership, or another healthy institution. This action may require the FDIC to provide funds to cover losses. An institution is defined as "assisted" when the institution remains open and receives assistance in order to continue operating.

**Fair Value** – the valuation of various assets and liabilities on the balance sheet—including trading assets and liabilities, available-for-sale securities, loans held for sale, assets and liabilities accounted for under the fair value option, and foreclosed assets—involves the use of fair values. During periods of market stress, the fair values of some financial instruments and nonfinancial assets may decline.

**FHLB advances** – all borrowings by FDIC-insured institutions from the Federal Home Loan Bank System (FHLB), as reported by Call Report filers, and by TFR filers prior to March 31, 2012.

**Goodwill and other intangibles** – Intangible assets include servicing rights, purchased credit card relationships, and other identifiable intangible assets. Goodwill is the excess of the purchase price over the fair market value of the net assets acquired, less subsequent impairment adjustments. Other intangible assets are recorded at fair value, less subsequent quarterly amortization and impairment adjustments.

**Liquidity ratio** – liquid assets to total assets. Liquid assets include cash, federal funds sold, and securities including unrealized gains/losses on held-to-maturity securities less pledged securities.

**Loans secured by real estate** – includes home equity loans, junior liens secured by 1-4 family residential properties, and all other loans secured by real estate.

**Loans to individuals** – includes outstanding credit card balances and other secured and unsecured consumer loans.

**Long-term assets (5+ years)** – loans and debt securities with remaining maturities or repricing intervals of over five years.

**Maximum credit exposure** – the maximum contractual credit exposure remaining under recourse arrangements and other seller-provided credit enhancements provided by the reporting bank to securitizations.

**Mortgage-backed securities** – certificates of participation in pools of residential mortgages and collateralized mortgage obligations issued or guaranteed by government-sponsored or private enterprises. Also, see "Securities," below.

**Net charge-offs** – total loans and leases charged off (removed from balance sheet because of uncollectability), less amounts recovered on loans and leases previously charged off.

**Net interest margin** – the difference between interest and dividends earned on interest-bearing assets and interest paid to depositors and other creditors, expressed as a percentage of average earning assets. No adjustments are made for interest income that is tax exempt.

**Net loans to total assets** – loans and lease financing receivables, net of unearned income, allowance and reserves, as a percent of total assets on a consolidated basis.

**Net operating income** – income excluding discretionary transactions such as gains (or losses) on the sale of investment securities and extraordinary items. Income taxes subtracted from operating income have been adjusted to exclude the portion applicable to securities gains (or losses).

**Noncurrent assets** – the sum of loans, leases, debt securities, and other assets that are 90 days or more past due, or in nonaccrual status.

**Noncurrent loans & leases** – the sum of loans and leases 90 days or more past due, and loans and leases in nonaccrual status.

**Number of institutions reporting** – the number of institutions that actually filed a financial report.

**New reporters** – insured institutions filing quarterly financial reports for the first time.

**Other borrowed funds** – federal funds purchased, securities sold with agreements to repurchase, demand notes issued to the U.S. Treasury, FHLB advances, other borrowed money, mortgage indebtedness, obligations under capitalized leases and trading liabilities, less revaluation losses on assets held in trading accounts.

**Other real estate owned** – primarily foreclosed property. Direct and indirect investments in real estate ventures are excluded. The amount is reflected net of valuation allowances. For institutions that filed a Thrift Financial Report (TFR), the valuation allowance subtracted also includes allowances for other repossessed assets. Also, for TFR filers the components of other real estate owned are reported gross of valuation allowances. (TFR filers began filing Call Reports effective with the quarter ending March 31, 2012.)

**Percent of institutions with earnings gains** – the percent of institutions that increased their net income (or decreased their losses) compared to the same period a year earlier.

**"Problem" institutions** – Federal regulators assign a composite rating to each financial institution, based upon an evaluation of financial and operational criteria. The rating is based on a scale of 1 to 5 in ascending order of supervisory concern. "Problem" institutions are those institutions with financial, operational, or managerial weaknesses that threaten their continued financial viability. Depending upon the degree of risk and supervisory concern, they are rated either a "4" or "5." The number and assets of "problem" institutions are based on FDIC composite ratings. Prior to March 31, 2008, for institutions whose primary federal regulator was the OTS, the OTS composite rating was used.

**Recourse** – an arrangement in which a bank retains, in form or in substance, any credit risk directly or indirectly associated with an asset it has sold (in accordance with generally accepted accounting principles) that exceeds a pro rata share of the bank's claim on the asset. If a bank has no claim on an asset it has sold, then the retention of any credit risk is recourse.

**Reserves for losses** – the allowance for loan and lease losses on a consolidated basis.

**Restructured loans and leases** – loan and lease financing receivables with terms restructured from the original contract. Excludes restructured loans and leases that are not in compliance with the modified terms.

**Retained earnings** – net income less cash dividends on common and preferred stock for the reporting period.

**Return on assets** – bank net income (including gains or losses on securities and extraordinary items) as a percentage of average total (consolidated) assets. The basic yardstick of bank profitability.

**Return on equity** – bank net income (including gains or losses on securities and extraordinary items) as a percentage of average total equity capital.

**Risk-weighted assets** – assets adjusted for risk-based capital definitions which include on-balance-sheet as well as off-balance-sheet items multiplied by risk-weights that range from zero to 200 percent. A conversion factor is used to assign a balance sheet equivalent amount for selected off-balance-sheet accounts.

**Securities** – excludes securities held in trading accounts. Banks' securities portfolios consist of securities designated as "held-to-maturity" (reported at amortized cost (book value)), securities designated as "available-for-sale" (reported at fair (market) value), and equity securities with readily determinable fair values not held for trading.

**Securities gains (losses)** – realized gains (losses) on held-to-maturity and available-for-sale securities, before adjustments for income taxes. Thrift Financial Report (TFR) filers also include gains (losses) on the sales of assets held for sale. (TFR filers began filing Call Reports effective with the quarter ending March 31, 2012.)

**Seller's interest in institution's own securitizations** – the reporting bank's ownership interest in loans and other assets that have been securitized, except an interest that is a form of recourse or other seller-provided credit enhancement. Seller's interests differ from the securities issued to investors by the securitization structure. The principal amount of a seller's interest is generally equal to the total principal amount of the pool of assets included in the securitization structure less the principal amount of those assets attributable to investors, i.e., in the form of securities issued to investors.

**Small Business Lending Fund** – The Small Business Lending Fund (SBLF) was enacted into law in September

2010 as part of the Small Business Jobs Act of 2010 to encourage lending to small businesses by providing capital to qualified community institutions with assets of less than $10 billion. The SBLF Program is administered by the U.S. Treasury Department (https://home.treasury.gov/policy-issues/small-business-programs/small-business-lending-fund). Under the SBLF Program, the Treasury Department purchased noncumulative perpetual preferred stock from qualifying depository institutions and holding companies (other than Subchapter S and mutual institutions). When this stock has been issued by a depository institution, it is reported as "Perpetual preferred stock and related surplus." For regulatory capital purposes, this noncumulative perpetual preferred stock qualifies as a component of Tier 1 capital. Qualifying Subchapter S corporations and mutual institutions issue unsecured subordinated debentures to the Treasury Department through the SBLF. Depository institutions that issued these debentures report them as "Subordinated notes and debentures." For regulatory capital purposes, the debentures are eligible for inclusion in an institution's Tier 2 capital in accordance with their primary federal regulator's capital standards. To participate in the SBLF Program, an institution with outstanding securities issued to the Treasury Department under the Capital Purchase Program (CPP) was required to refinance or repay in full the CPP securities at the time of the SBLF funding. Any outstanding warrants that an institution issued to the Treasury Department under the CPP remain outstanding after the refinancing of the CPP stock through the SBLF Program unless the institution chooses to repurchase them.

**Subchapter S Corporation** – A Subchapter S corporation is treated as a pass-through entity, similar to a partnership, for federal income tax purposes. It is generally not subject to any federal income taxes at the corporate level. This can have the effect of reducing institutions' reported taxes and increasing their after-tax earnings.

**Trust assets** – market value, or other reasonably available value of fiduciary and related assets, to include marketable securities, and other financial and physical assets. Common physical assets held in fiduciary accounts include real estate, equipment, collectibles, and household goods. Such fiduciary assets are not included in the assets of the financial institution.

**Unearned income and contra accounts** – unearned income for Call Report filers only.

**Unused loan commitments** – includes credit card lines, home equity lines, commitments to make loans for construction, loans secured by commercial real estate, and unused commitments to originate or purchase loans. (Excluded are commitments after June 2003 for originated mortgage loans held for sale, which are accounted for as derivatives on the balance sheet.)

**Yield on earning assets** – total interest, dividend, and fee income earned on loans and investments as a percentage of average earning assets.