Summary Table of Bank Structure and Conditions — Second Quarter 2020

<table>
<thead>
<tr>
<th></th>
<th>Small Banks</th>
<th>Large Banks</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$ Billion</td>
<td>U.S. % Change From</td>
</tr>
<tr>
<td></td>
<td>2020Q2</td>
<td>2020Q1</td>
</tr>
<tr>
<td>Total Assets</td>
<td>2,741.3</td>
<td>56.85</td>
</tr>
<tr>
<td>Total Loans</td>
<td>1,900.0</td>
<td>52.04</td>
</tr>
<tr>
<td>C&amp;I</td>
<td>430.4</td>
<td>593.37</td>
</tr>
<tr>
<td>Real Estate</td>
<td>1,281.9</td>
<td>5.57</td>
</tr>
<tr>
<td>Consumer</td>
<td>68.3</td>
<td>-0.13</td>
</tr>
<tr>
<td>Total Deposits</td>
<td>2,256.4</td>
<td>58.20</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ratios (in %)</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>2020Q2</td>
<td>2020Q1</td>
</tr>
<tr>
<td>Net Income/Avg. Assets (ROA)</td>
<td>1.14</td>
<td>1.19</td>
</tr>
<tr>
<td>Net Interest Inc./Avg. Assets (NIM)</td>
<td>3.36</td>
<td>3.44</td>
</tr>
<tr>
<td>Noninterest Inc./Avg. Assets</td>
<td>1.02</td>
<td>0.99</td>
</tr>
<tr>
<td>Noninterest Exp./Avg. Assets</td>
<td>2.74</td>
<td>2.82</td>
</tr>
<tr>
<td>Loans/Deposits</td>
<td>84.20</td>
<td>85.04</td>
</tr>
<tr>
<td>Equity/Assets</td>
<td>10.75</td>
<td>11.58</td>
</tr>
<tr>
<td>Nonperforming Loans/Total Loans</td>
<td>0.74</td>
<td>0.78</td>
</tr>
</tbody>
</table>

Source: Unless otherwise noted, all data are from Federal Financial Institutions Examination Council (FFIEC) Call Reports.

Notes: The data are adjusted for mergers. Quarterly percentage changes are compound annualized rates except where noted. Ratios are aggregates; that is, the numerators and denominators are summed across all banks in the group, then divided.

Large U.S. banks are defined as banking organizations such as bank holding companies that are ranked in the top 100 in banking assets as of December 31, 2019, including assets of only their commercial bank subsidiaries. Large banks typically operate in multiple regions. The number of large banks may exceed 100 if during the calendar year some banking organizations’ assets grow larger than those of the 100th largest bank at the beginning of the year.

A banking organization is an independent bank or all the banks within a highest-level bank holding company; however, banks less than five years old and special-purpose banks, such as credit card banks, are excluded.

Small tristate banks are defined as those based in the tristate area that were not in the top 100 in assets as of December 31, 2019.

The tristate area consists of Pennsylvania, New Jersey, and Delaware.

Small U.S. banks are defined as those based outside the tristate area that were not in the top 100 in assets as of December 31, 2019, including assets of only their commercial bank subsidiaries.

U.S. excludes tristate banks.

The sample includes 114 small tristate banks, 3,937 small U.S. banks, and 100 large U.S. banks.

*Data for Large Banks were adjusted due to an internal merger at one institution during the second quarter of 2019 in which credit card loans previously held at a nonbanking subsidiary were brought onto the bank’s balance sheet, thus making assets, loans, and consumer loans appear to grow at an extremely and artificially high rate.
Part I: Earnings Ratios
CHART 2
Net Interest Margin

Percent

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2

Small Banks — U.S.
Small Banks — Tristate
Large Banks

Federal Reserve Bank of Philadelphia
Part II: Annual Growth Rates
Data for Large Banks were adjusted due to an internal merger at one institution during the second quarter of 2019 in which credit card loans previously held at a nonbanking subsidiary were brought onto the bank’s balance sheet, thus making assets, loans, and consumer loans appear to grow at an extremely and artificially high rate.
CHART 5
Annual Growth of Total Loans*

Percent

25
20
15
10
5
0

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2

Small Banks — U.S.
Small Banks — Tristate
Large Banks

*Data for Large Banks were adjusted due to an internal merger at one institution during the second quarter of 2019 in which credit card loans previously held at a nonbanking subsidiary were brought onto the bank’s balance sheet, thus making assets, loans, and consumer loans appear to grow at an extremely and artificially high rate.
CHART 5a
Annual Growth of RRE Loans

Percent

Small Banks — U.S.
Small Banks — Tristate
Large Banks

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
CHART 5b
Annual Growth of CRE Loans

Percent

<table>
<thead>
<tr>
<th>Year</th>
<th>Small Banks — U.S.</th>
<th>Small Banks — Tristate</th>
<th>Large Banks</th>
</tr>
</thead>
<tbody>
<tr>
<td>2019Q2</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2019Q3</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2019Q4</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2020Q1</td>
<td></td>
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<td></td>
</tr>
<tr>
<td>2020Q2</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
CHART 5c
Annual Growth of Construction Loans

Percent

Small Banks — Tristate
Small Banks — U.S.
Large Banks

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
CHART 5d
Annual Growth of Loans Secured by Multifamily Properties

Percent

-8 0 8 12 16 20 24

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2

Small Banks — U.S.
Large Banks
Small Banks — Tristate
CHART 5e
Annual Growth of Commercial Mortgages

Percent

Small Banks — U.S.
Small Banks — Tristate
Large Banks

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
CHART 5f
Annual Growth of Commercial & Industrial Loans

Percent

Small Banks — U.S.

Small Banks — Tristate

Large Banks

2019Q2  2019Q3  2019Q4  2020Q1  2020Q2
CHART 5g
Annual Growth of Consumer Loans*

Percent

Small Banks — Tristate (Right Axis)
Small Banks — U.S. (Left Axis)
Large Banks (Left Axis)

*Data for Large Banks were adjusted due to an internal merger at one institution during the second quarter of 2019 in which credit card loans previously held at a nonbanking subsidiary were brought onto the bank’s balance sheet, thus making assets, loans, and consumer loans appear to grow at an extremely and artificially high rate.
CHART 6
Annual Growth of Total Deposits

Percent

24
20
16
12
8
4
0

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2

Large Banks
Small Banks — Tristate
Small Banks — U.S.
Part III: Asset Quality Ratios
CHART 7
Nonperforming Assets as a Share of Total Assets

Percent

Small Banks — U.S.
Small Banks — Tristate
Large Banks

2019Q2  2019Q3  2019Q4  2020Q1  2020Q2
CHART 8
Nonperforming Loans as a Share of Total Loans

Percent

Large Banks
Small Banks — U.S.
Small Banks — Tristate

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
CHART 9
Residential Real Estate Nonperforming Loan Ratio

Percent

Large Banks
Small Banks — U.S.
Small Banks — Tristate

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
CHART 10

Commercial Real Estate Nonperforming Loan Ratio

Percent

- Small Banks — U.S.
- Small Banks — Tristate
- Large Banks

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
CHART 11
Commercial and Industrial Nonperforming Loan Ratio

Percent

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2

Large Banks

Small Banks — U.S.

Small Banks — Tristate
CHART 12
Consumer Nonperforming Loan Ratio

Percent

Large Banks
Small Banks — U.S.
Small Banks — Tristate

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
Part IV: Loan Loss Provisioning and Reserves
CHART 13
Loan Loss Reserves as a Share of Total Assets

Percent

Large Banks
Small Banks — U.S.
Small Banks — Tristate

2019Q2  2019Q3  2019Q4  2020Q1  2020Q2

0.4    0.5    0.6    0.7    0.8    0.9    1.0    1.1
CHART 14
Net Charge-Offs as a Share of Loan Loss Provisions

Percent

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2

Small Banks — U.S.
Small Banks — Tristate

Large Banks
CHART 15
Loan Loss Provisions as a Share of Operating Income

Percent

Large Banks

Small Banks — Tristate

Small Banks — U.S.

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
CHART 16
Loan Loss Coverage Ratio

Percent

Large Banks
Small Banks — Tristate
Small Banks — U.S.

2019Q1  2019Q2  2019Q3  2019Q4  2020Q1
Part V: Capital Ratios
CHART 17
Total Equity as a Share of Total Assets

Percent

Small Banks — U.S.

Small Banks — Tristate

Large Banks

2019Q2  2019Q3  2019Q4  2020Q1  2020Q2
CHART 18
Tier One Leverage Ratio

Percent

2019Q2  2019Q3  2019Q4  2020Q1  2020Q2

Small Banks — U.S.
Small Banks — Tristate
Large Banks
CHART 19
Risk-Based Capital Ratio

Percent

Small Banks — U.S.
Large Banks
Small Banks — Tristate

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
Part VI: Liquidity Ratios
CHART 20
Total Loans as a Share of Total Deposits

Percent

Small Banks — Tristate

Small Banks — U.S.

Large Banks

2019Q2  2019Q3  2019Q4  2020Q1  2020Q2
CHART 21
Core Deposits as a Share of Total Deposits

Percent

2019Q2  2019Q3  2019Q4  2020Q1  2020Q2

Small Banks — Tristate
Small Banks — U.S.
Large Banks

Federal Reserve Bank of Philadelphia
CHART 22
Liquid Assets as a Share of Total Assets

Percent

Large Banks
Small Banks — U.S.
Small Banks — Tristate

2019Q2 2019Q3 2019Q4 2020Q1 2020Q2
Part VII: Market Conditions
CHART 23
New and Existing Home Sales

Thousands

Existing Home Sales

New Home Sales

Sources: Census Bureau and National Association of Realtors, via Haver Analytics.
Questions and comments may be directed to James V. DiSalvo at 215-574-3820 or jim.disalvo@phil.frb.org.

For methodology documentation and back issues, visit www.philadelphi fed.org/research-and-data/publications/banking-brief.

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