



First Quarter 2019 Highlights

FEDERAL RESERVE BANK OF PHILADELPHIA
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Summary Table of Bank Structure and Conditions — First Quarter 2019

	Small Banks						Large Banks			
	U.S.			Tristate			U.S.			
	\$ Billion	% Change From		\$ Billion	% Change From		\$ Billion	% Change From		
	2019Q1	2018Q4	2018Q1	2019Q1	2018Q4	2018Q1		2019Q1	2018Q4	2018Q1
Total Assets	2,348.7	6.37	5.22	154.9	5.28	6.84	Total Assets	13,603.6	3.82	2.58
Total Loans	1,648.1	3.80	6.46	117.5	6.10	7.18	Total Loans	7,116.8	0.59	3.49
C&I	253.9	5.21	7.42	16.2	12.27	11.66	C&I	1,798.2	9.29	8.05
Real Estate	1,218.3	4.46	6.48	89.5	4.45	6.59	Real Estate	3,141.8	0.79	0.86
Consumer	68.5	0.75	4.68	5.5	14.05	19.41	Consumer	979.4	-6.29	2.60
Total Deposits	1,950.3	8.19	5.32	126.3	6.77	8.37	Total Deposits	10,418.0	1.37	2.15
Ratios (in %)	2019Q1	2018Q4	2018Q1	2019Q1	2018Q4	2018Q1	Ratios (in %)	2019Q1	2018Q4	2018Q1
Net Income/Avg. Assets (ROA)	1.24	1.23	1.05	1.13	1.14	0.92	Net Income/Avg. Assets (ROA)	1.30	1.29	0.97
Net Interest Inc./Avg. Assets (NIM)	3.50	3.49	3.41	3.22	3.23	3.20	Net Interest Inc./Avg. Assets (NIM)	2.71	2.69	2.58
Noninterest Inc./Avg. Assets	0.91	0.93	0.97	1.06	1.08	1.13	Noninterest Inc./Avg. Assets	1.51	1.54	1.53
Noninterest Exp./Avg. Assets	2.79	2.81	2.83	2.75	2.76	2.84	Noninterest Exp./Avg. Assets	2.39	2.42	2.43
Loans/Deposits	84.51	85.38	83.59	93.04	93.19	94.07	Loans/Deposits	68.31	68.44	67.43
Equity/Assets	11.61	11.41	11.13	11.07	10.87	10.72	Equity/Assets	11.17	11.07	11.04
Nonperforming Loans/Total Loans	0.73	0.71	0.77	0.66	0.68	0.70	Nonperforming Loans/Total Loans	0.95	0.95	1.14

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, 2018, 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, 2017.

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, 2017, including assets of only their commercial bank subsidiaries.

U.S. excludes tristate banks.

The sample includes 124 small tristate banks, 4,135 small U.S. banks, and 100 large U.S. banks.



Recent Trends in Tristate and U.S. Banking Markets

In the first quarter of 2019, profitability continued to increase at both small and large banks. Loans grew at a healthy rate for small banks, but growth in loans has moderated over the last several quarters. This is especially true for commercial real estate (CRE) loans. Loans grew slower at large banks, mainly because of declining growth in residential real estate (RRE) loans. Commercial and Industrial (C&I) loans grew at a vigorous rate at both large and small banks. Loan quality remained strong as nonperforming loans continued to fall. At large banks, nonperforming RRE loans continued to fall, but there was a small increase in nonperforming consumer loans. Bank capital in the form of equity-to-assets ratios rose.

CHART 1

Profitability Continued to Increase at Both Large and Small Banks

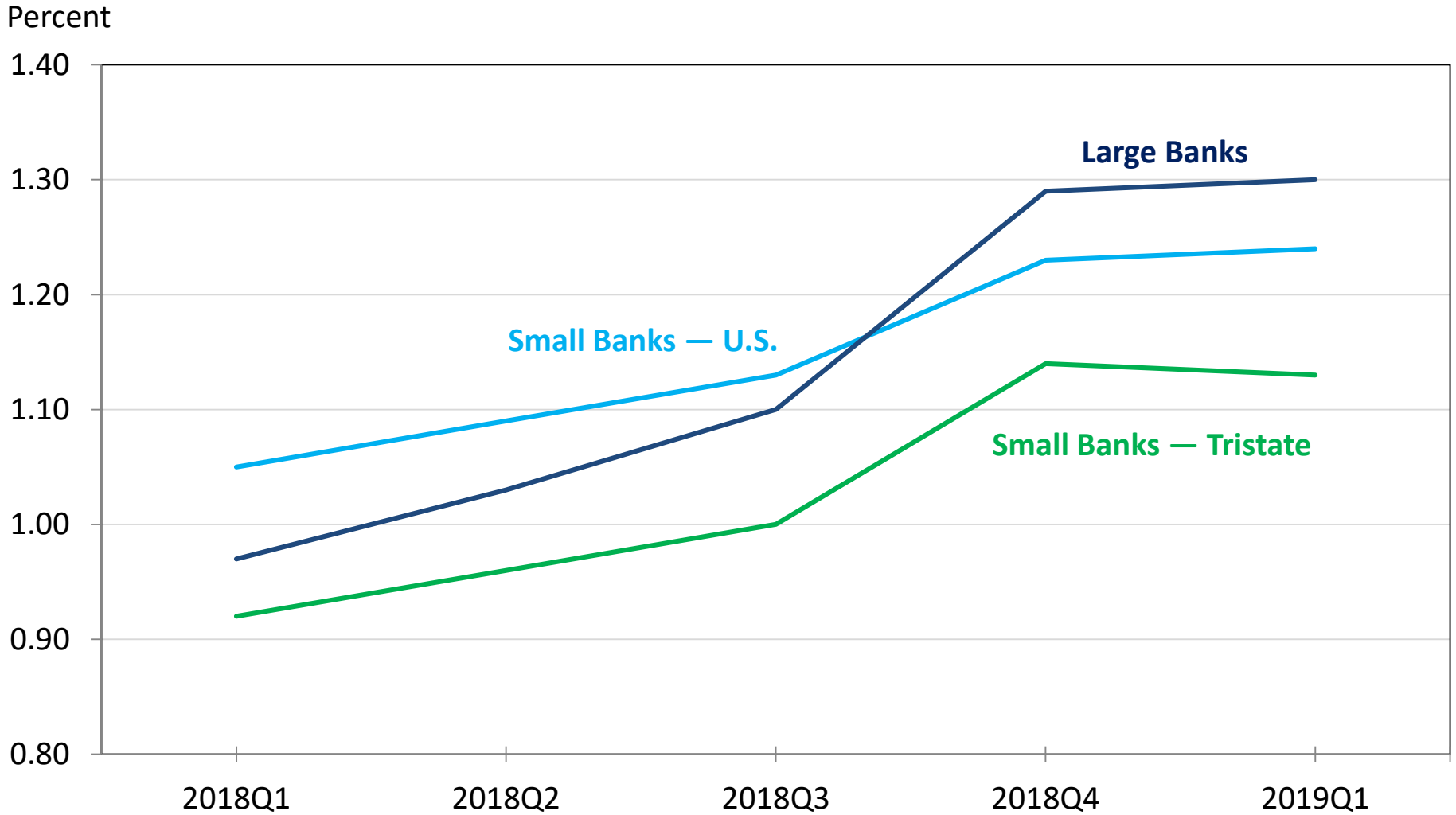


CHART 2 Loan Growth Continued to Moderate

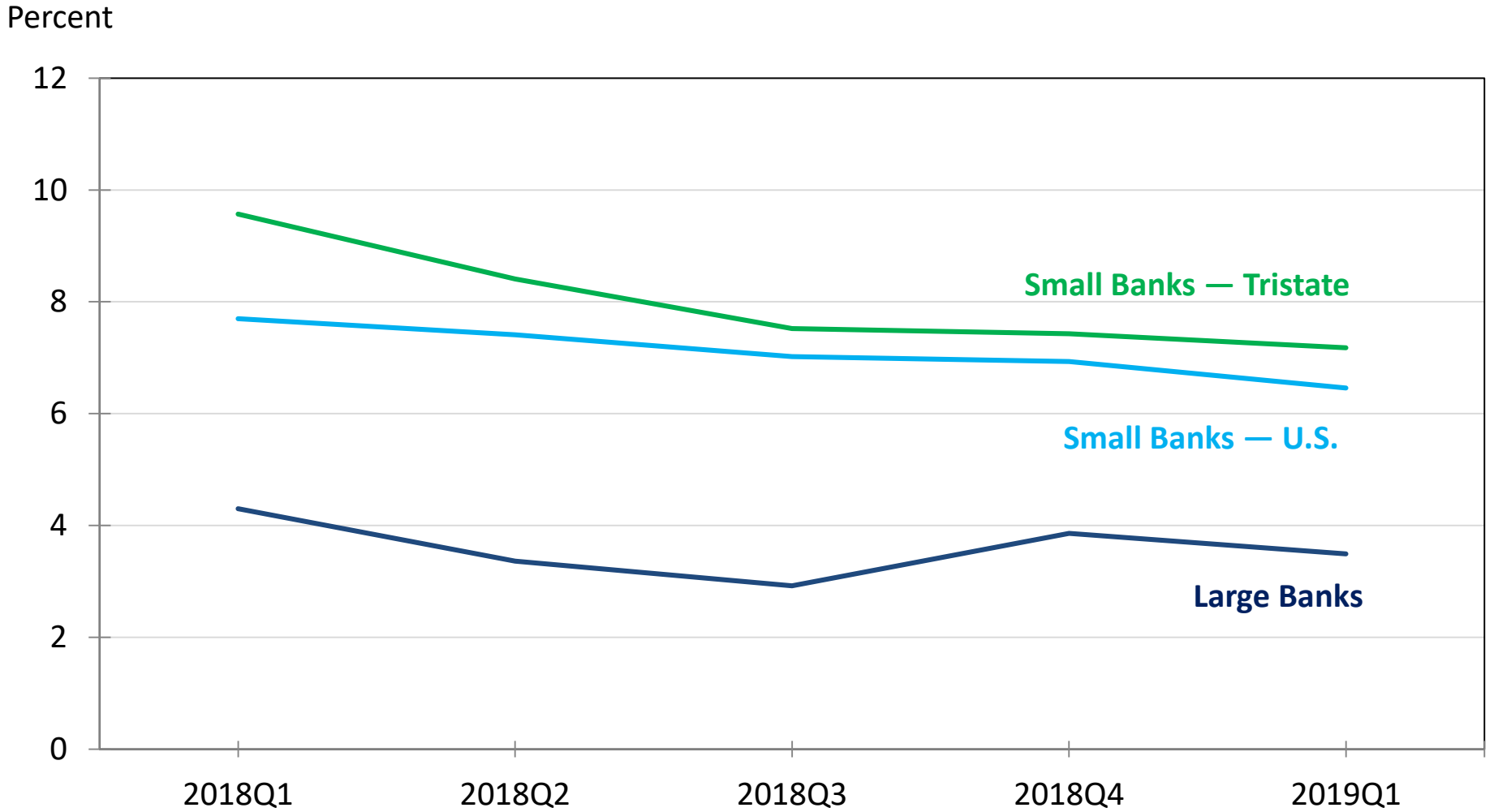


CHART 3 Commercial Loan Growth Accelerated at Large Banks

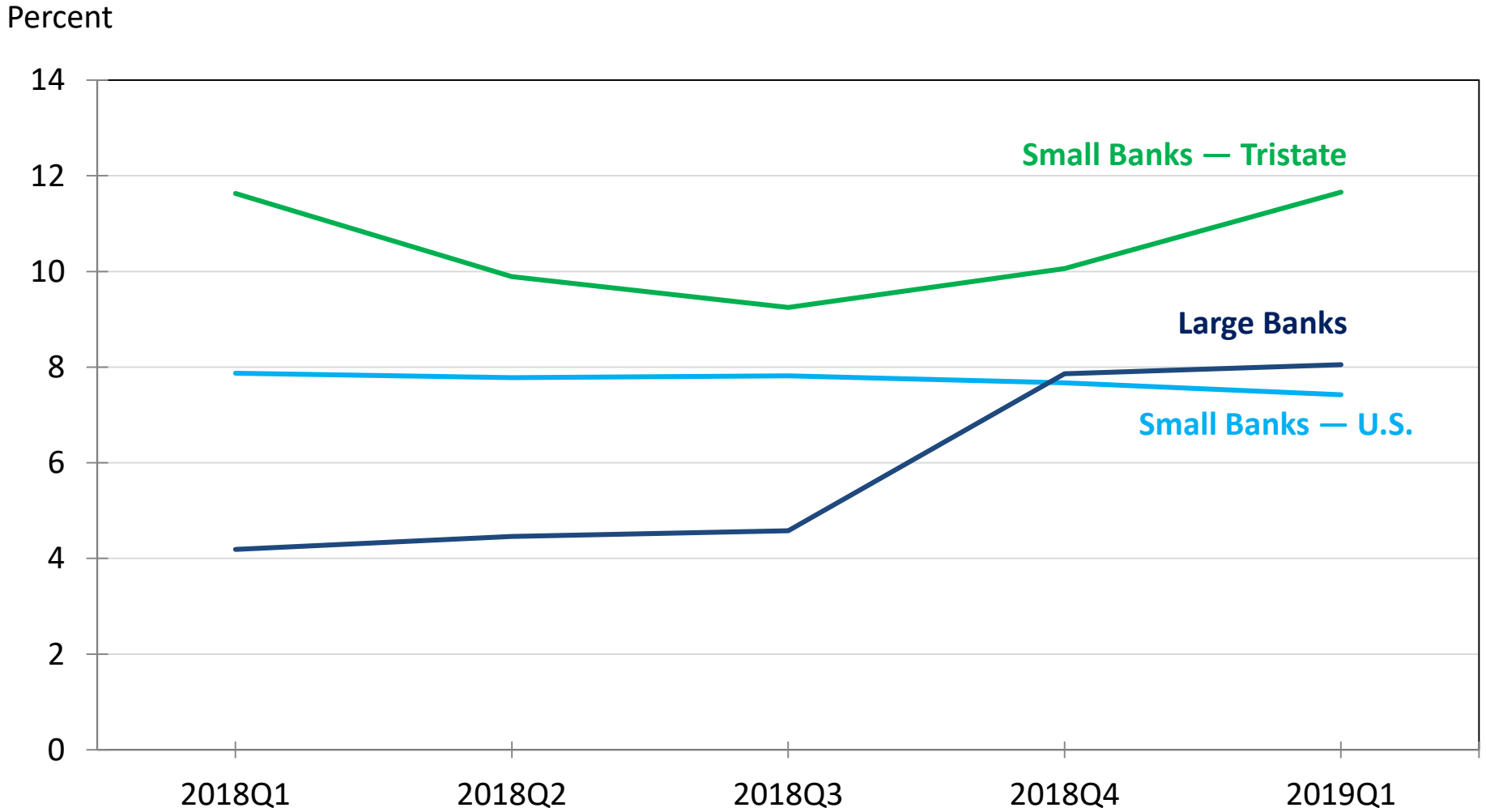


CHART 4

Residential Real Estate Loans Slowed at Large Banks

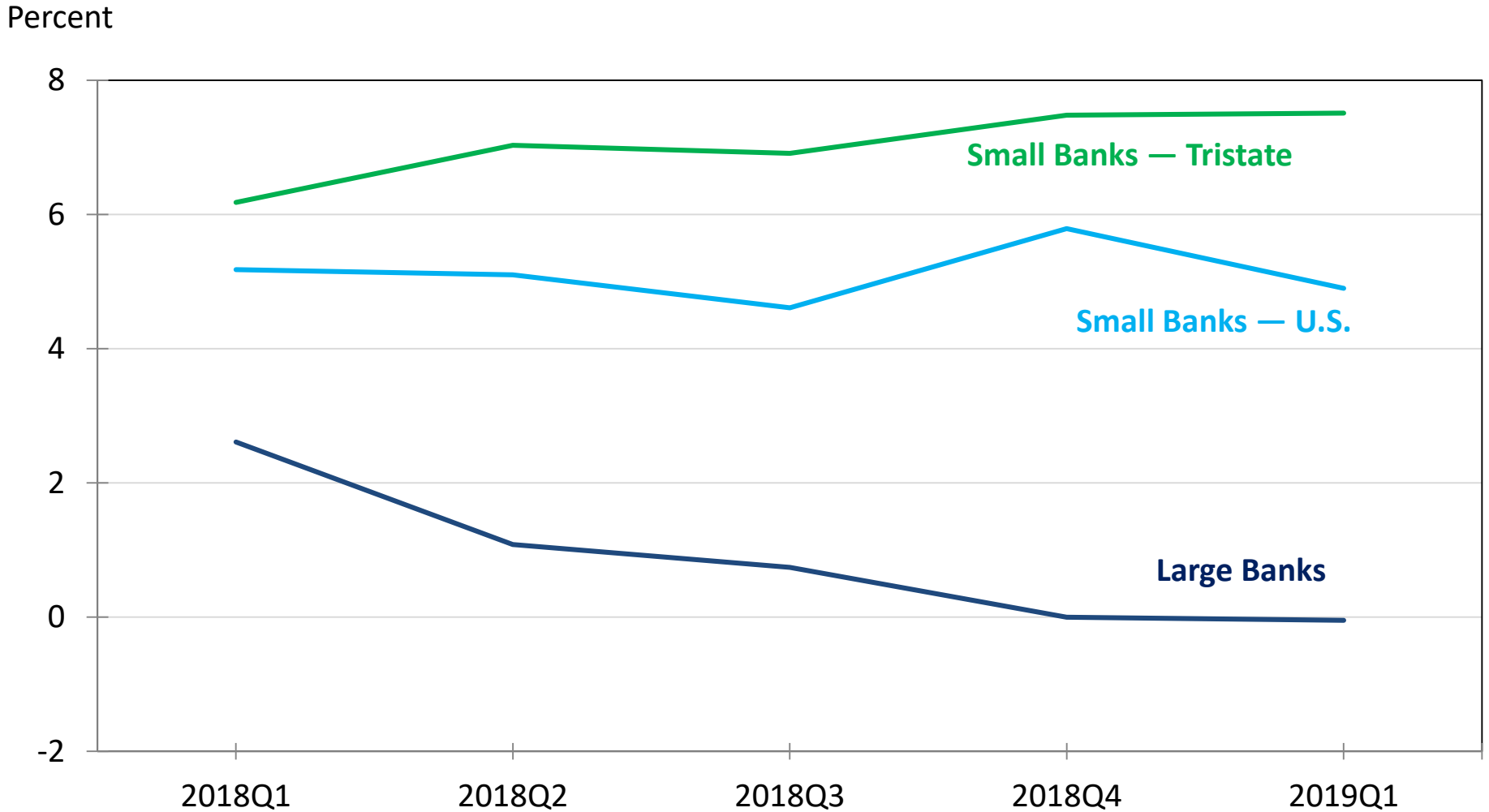


CHART 5

Nonperforming Loans Continued to Fall

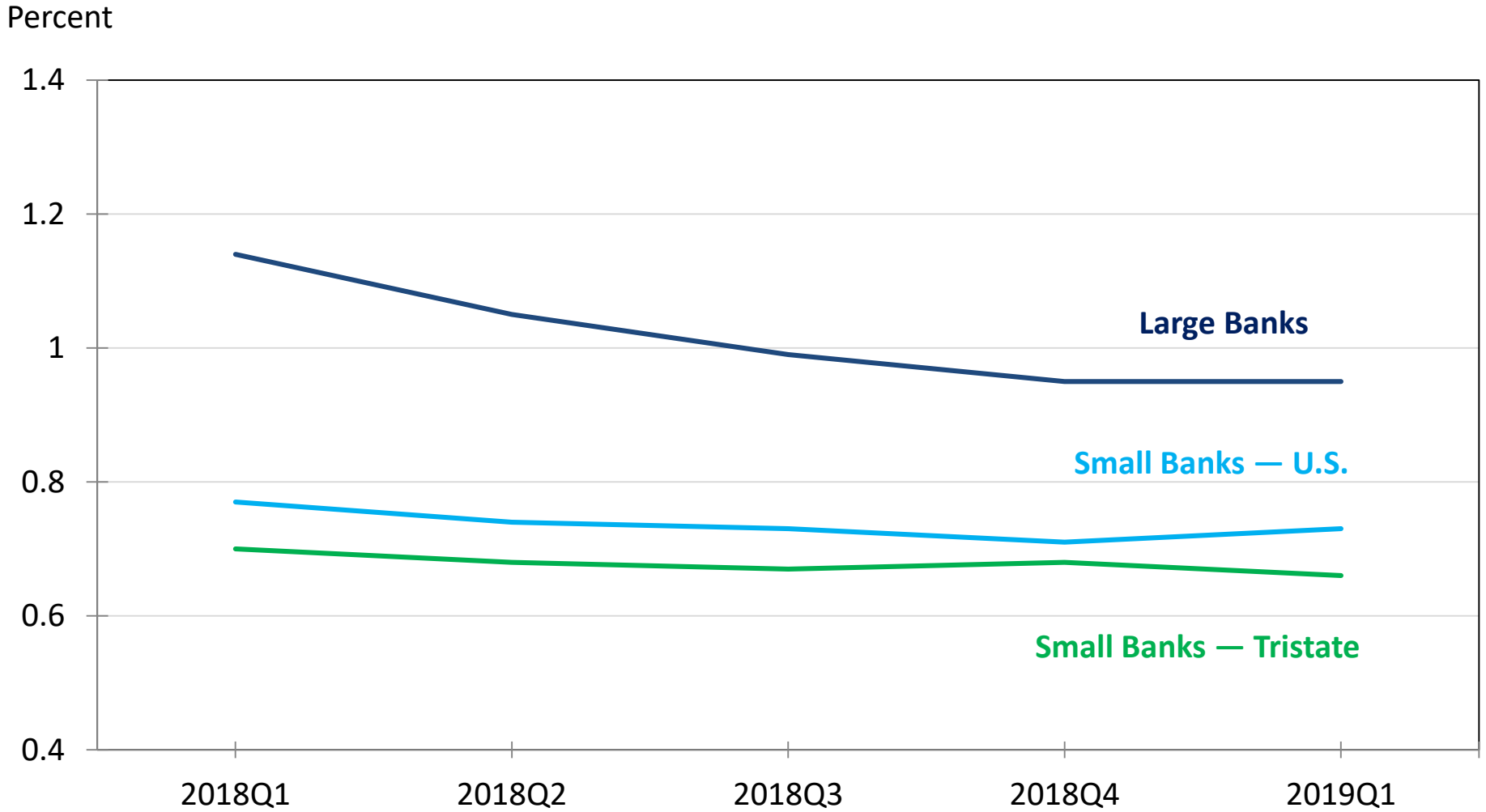


CHART 6

Nonperforming Residential Real Estate Loans Fell at Large Banks

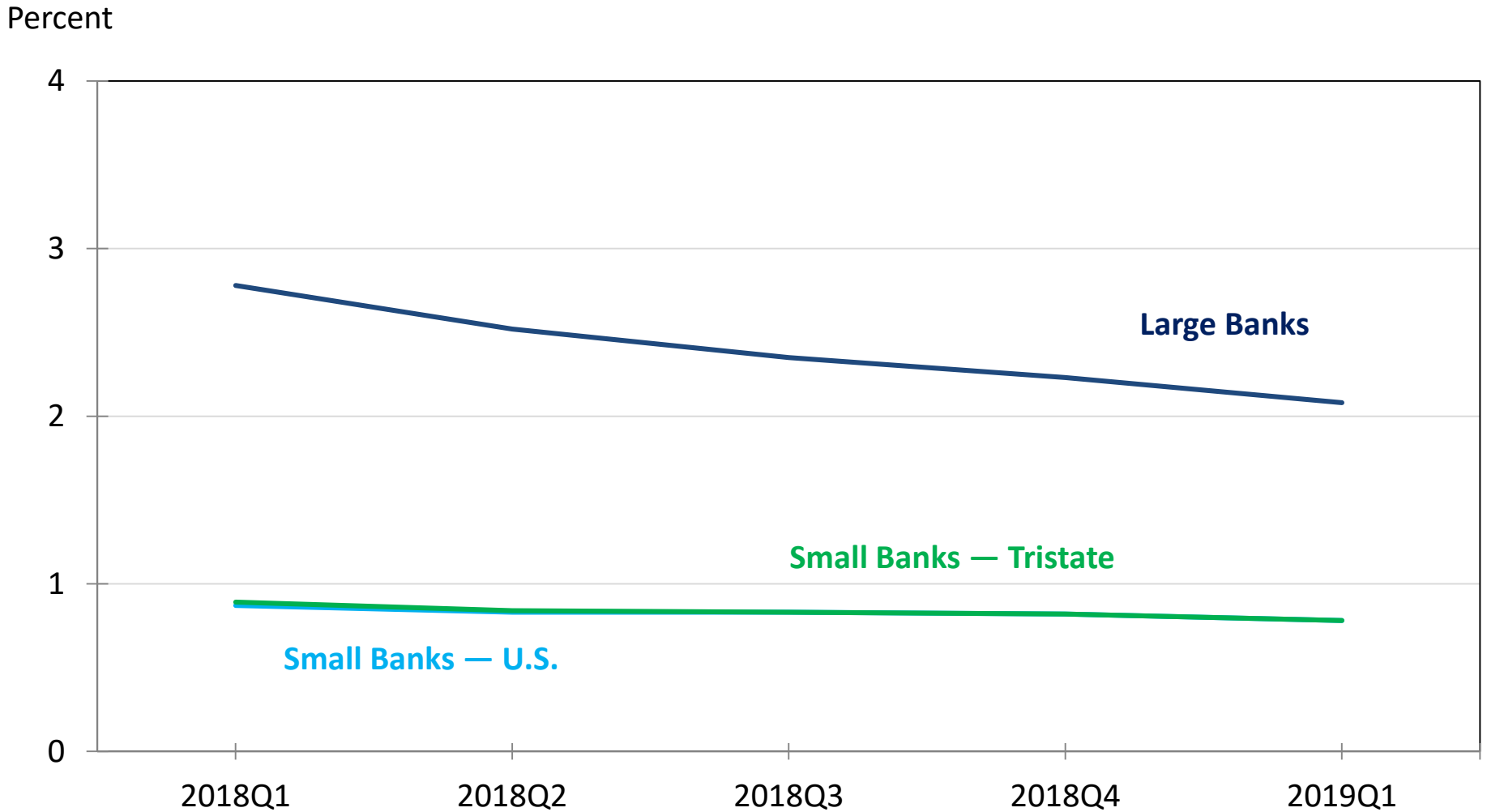


CHART 7

Nonperforming Consumer Loans Grew at Large Banks

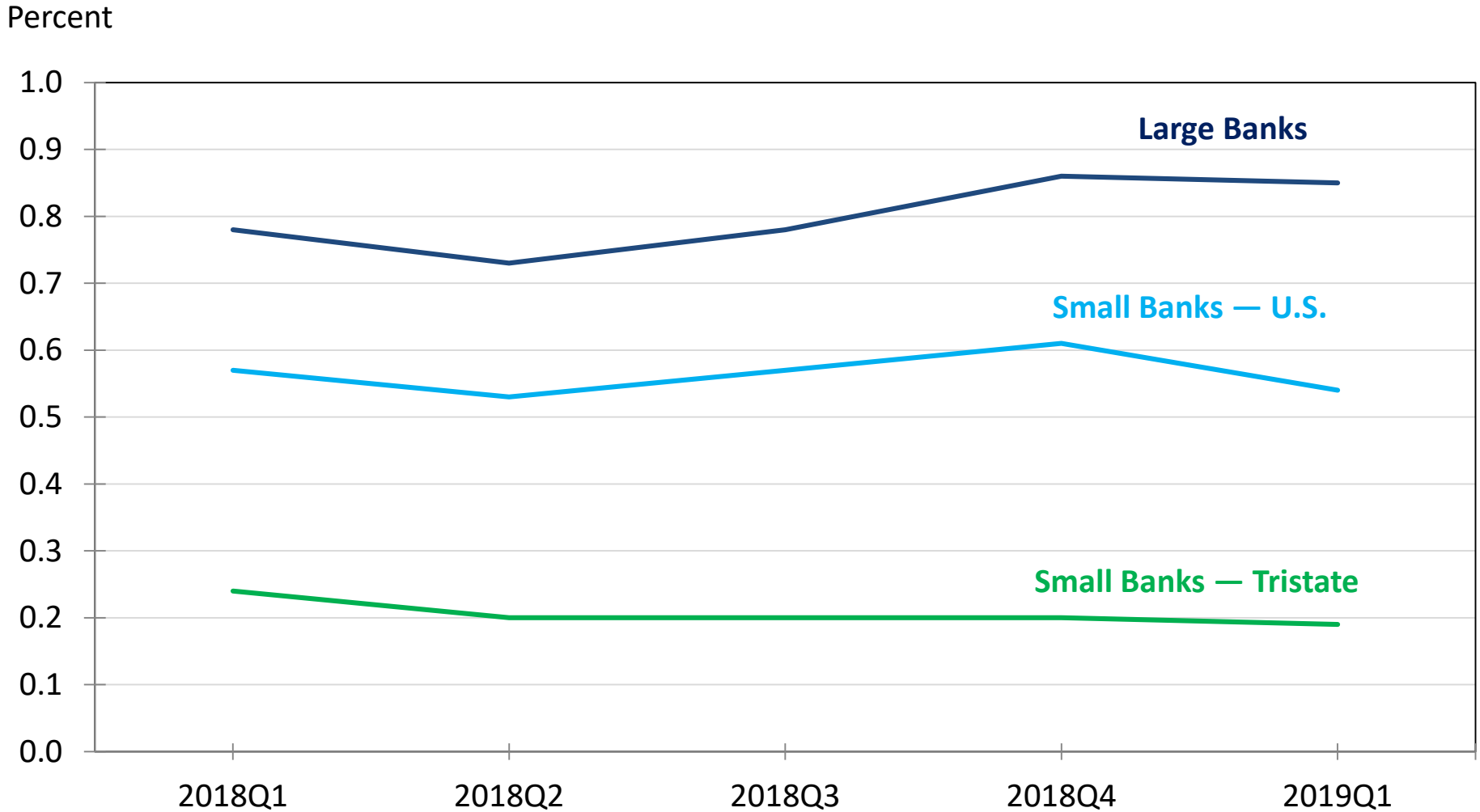
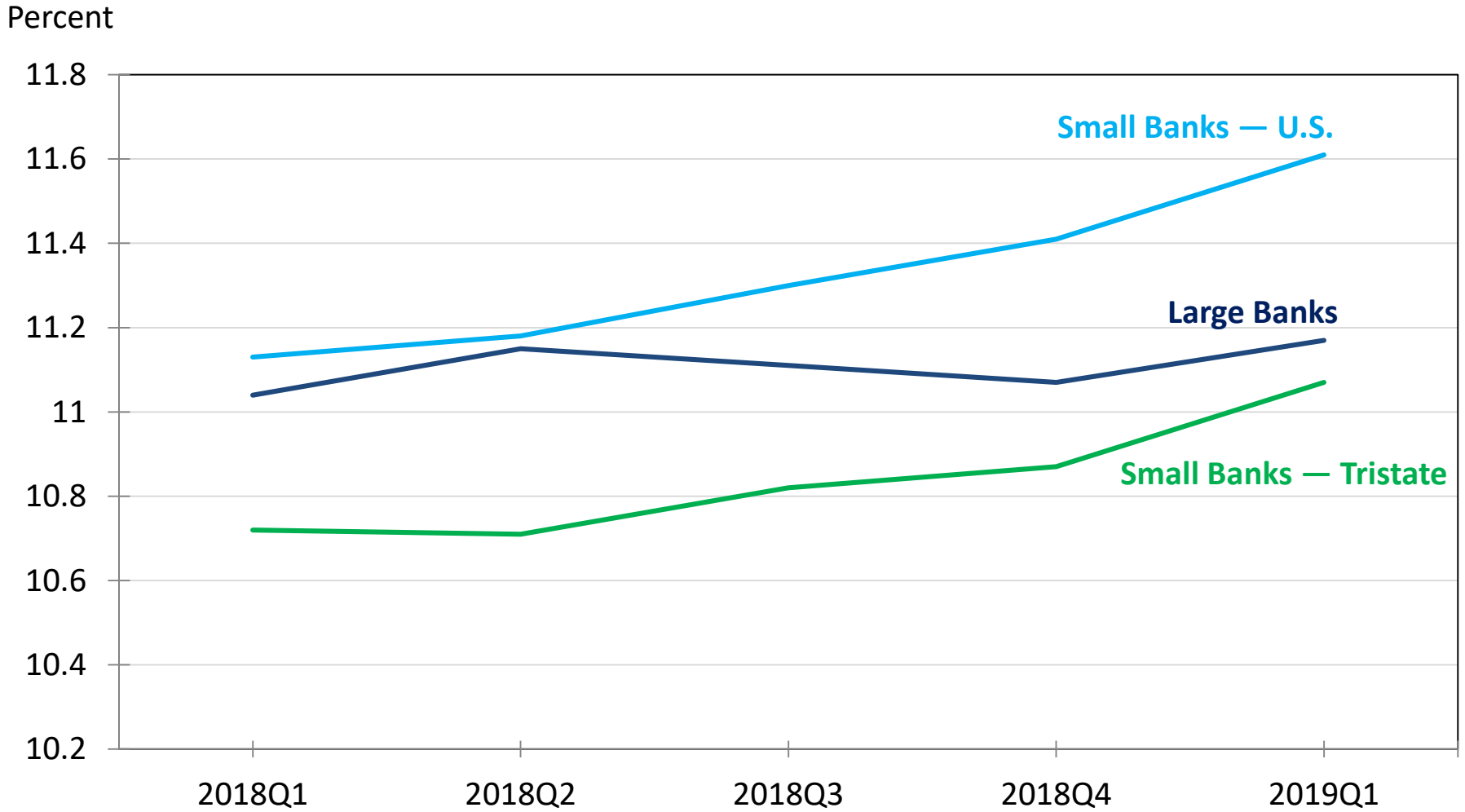


CHART 8 Capital Levels Increased, Especially at Small Banks





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