

*Quarterly
Journal*

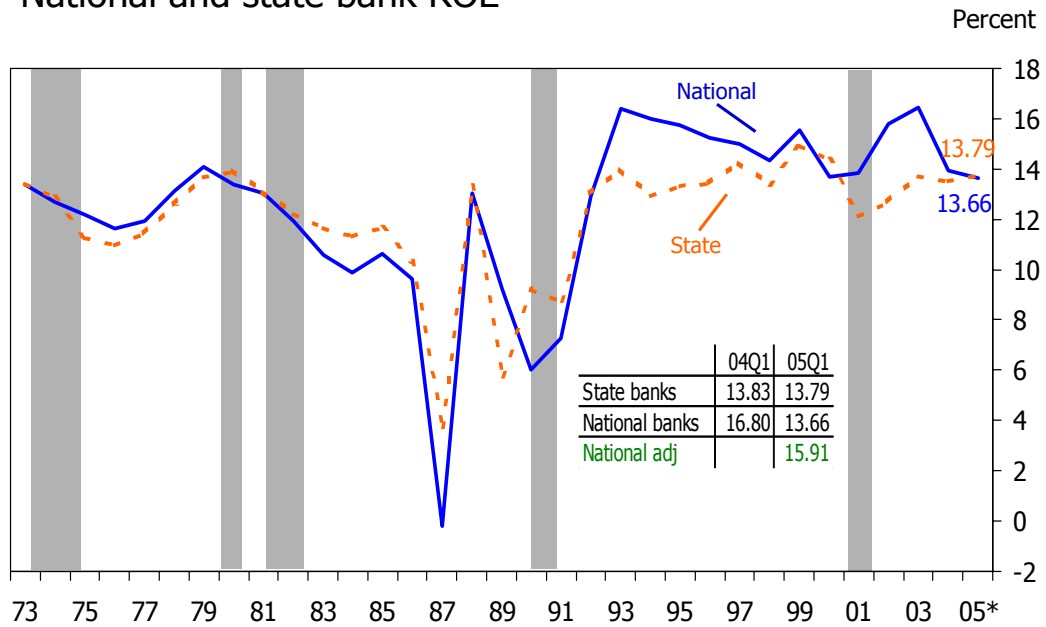
CONDITION AND PERFORMANCE
OF COMMERCIAL BANKS

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Bank Condition Summary

- Bank earnings remain strong
- Volume growth continues to be critical
 - Residential RE is key to loan growth
- High asset quality essential to sustaining earnings performance

Earnings remain strong National and state bank ROE



Source: Integrated Banking Information System (OCC)

* 2005 data as of March 31, 2005. All other data as of year-end. Shaded areas represent periods of recession. 2005-Q1 ROE reflects adjustments equity affected by pushdown accounting treatment of recent mergers.

Noninterest income rise and lower expenses support income growth

National banks

Major income components
(Change, \$ millions)

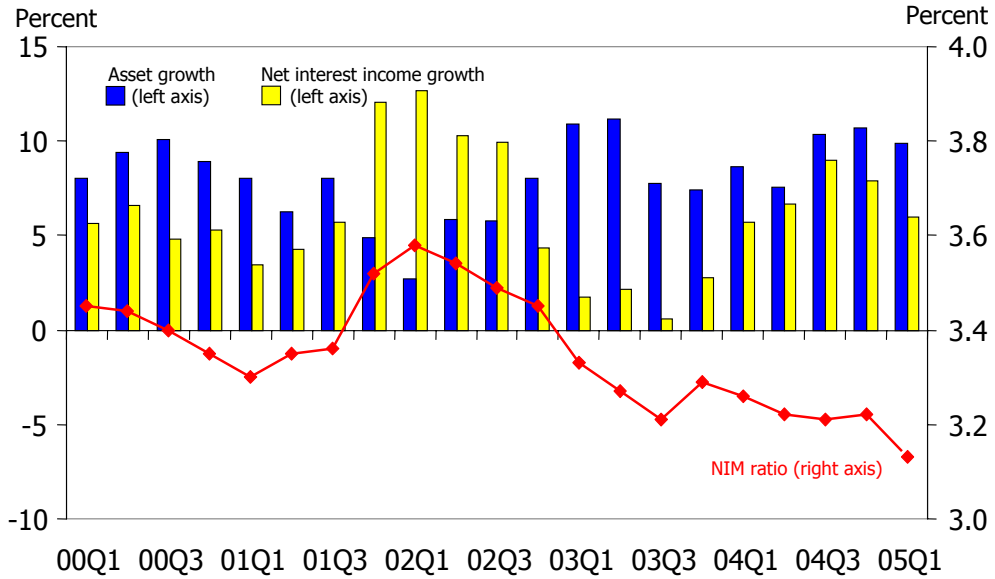
	2003Q1-04Q1	% Change	2004Q1-05Q1	% Change
Revenues				
Net interest income	2,411	6.2%	1,511	3.6%
Real gains/losses sec	-377	n.m.	-1,456	n.m.
Noninterest income	2,290	7.3%	3,453	10.5%
Expenses				
Provisioning	-2,108	-29.6%	-783	-15.8%
Noninterest expense	4,188	10.6%	2,603	5.9%
Net income	1,579	9.4%	1,305	6.9%

Source: Integrated Banking Information System (OCC)

Data are merger adjusted and held constant for banks operating as of March 31, 2005.

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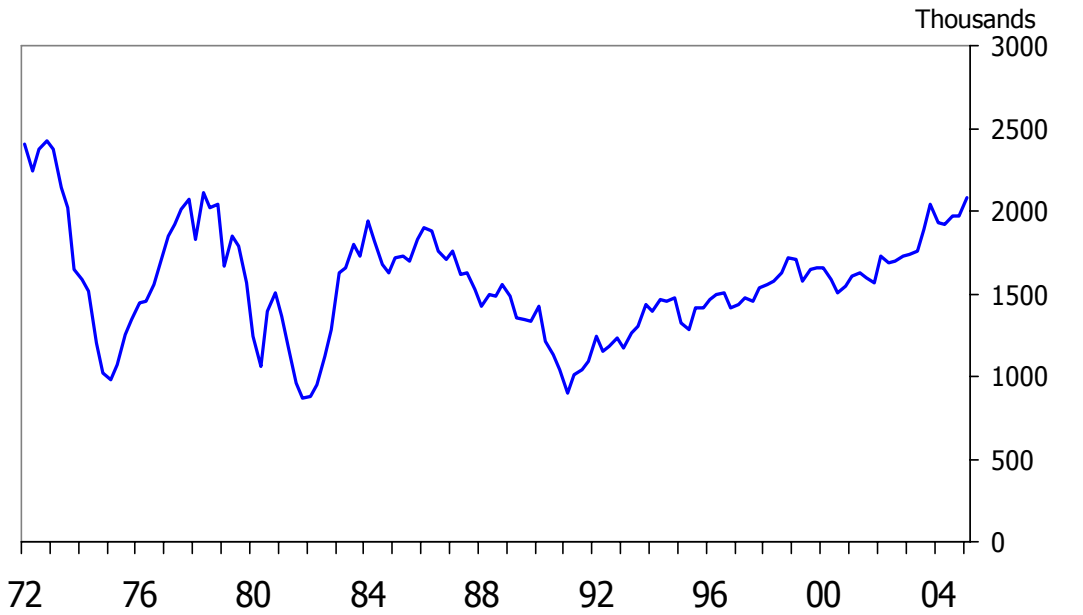
Weakness in margin means that strong asset growth is needed to support net interest income Commercial banks



Source: Integrated Banking Information System (OCC)

Growth calculated from the year-ago quarter.

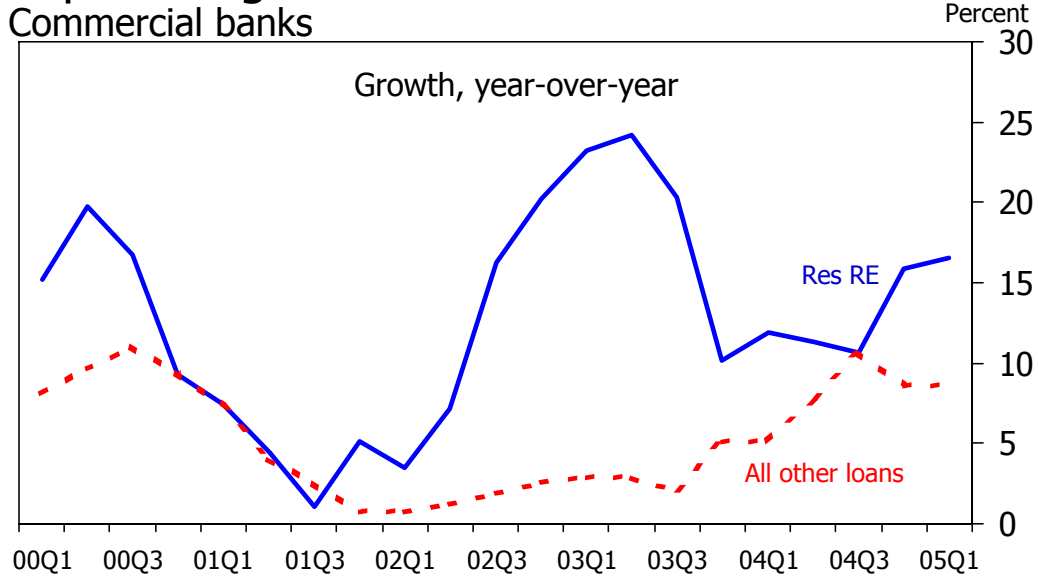
Housing starts reach recent peak



Source: Census Bureau/Haver Analytics

Quarterly data through March 2005. New privately-owned units, seasonally adjusted at annual rate.

Residential real estate remains the most important growth source

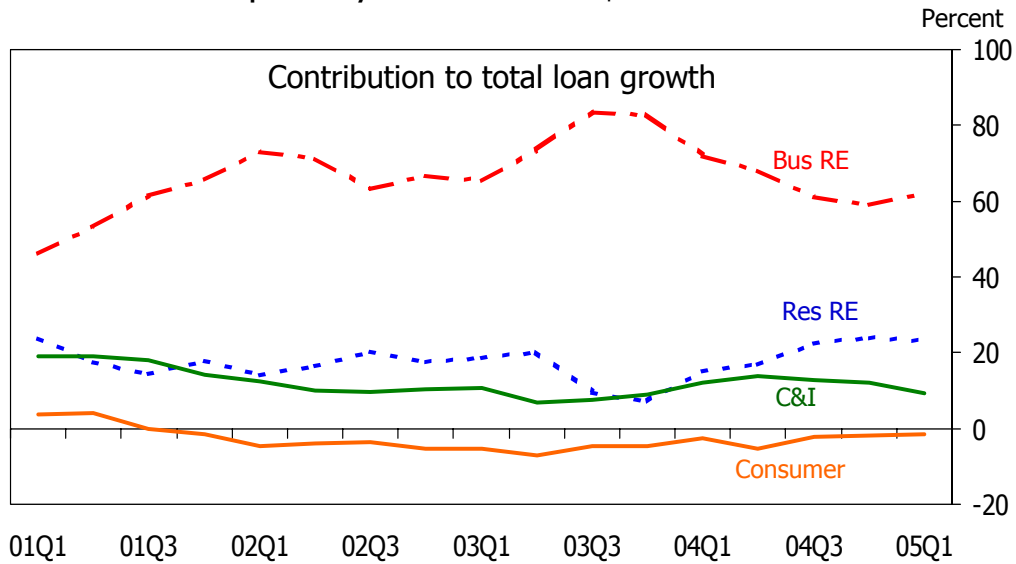


Source: Integrated Banking Information System (OCC)

Growth calculated from the same quarter a year ago. Residential RE is 1-4 family and home equity.

Business real estate (RE) growth is the key driver for small banks

National non-specialty banks under \$1 billion

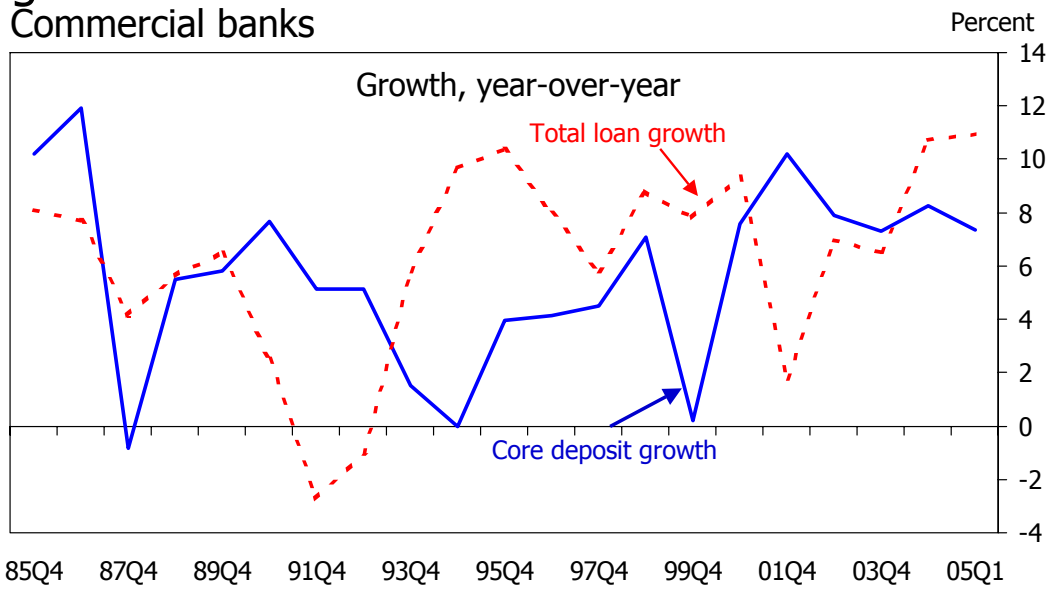


Source: Integrated Banking Information System (OCC)

Quarterly data through March 2005. Business RE is CRE, construction and multi-family lending. Residential RE is 1-4 family and home equity.

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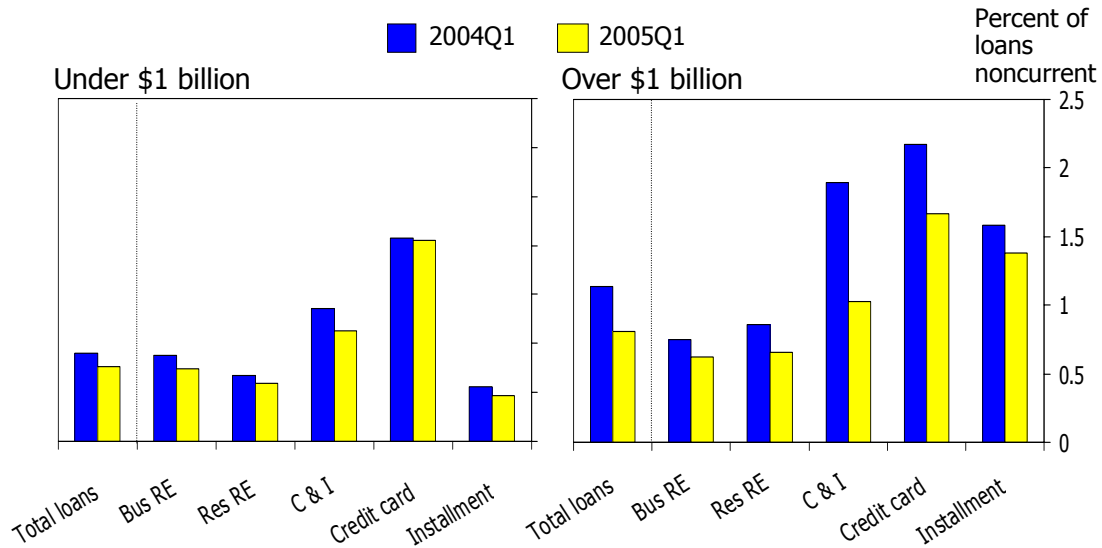
Robust loan demand outstrips core deposit growth



Source: Integrated Banking Information System (OCC)

Quarterly data through March 2005. Growth calculated from the same quarter a year ago.

Continued improvement in large bank C&I (commercial and industrial) noncurrent loans National non-specialty banks

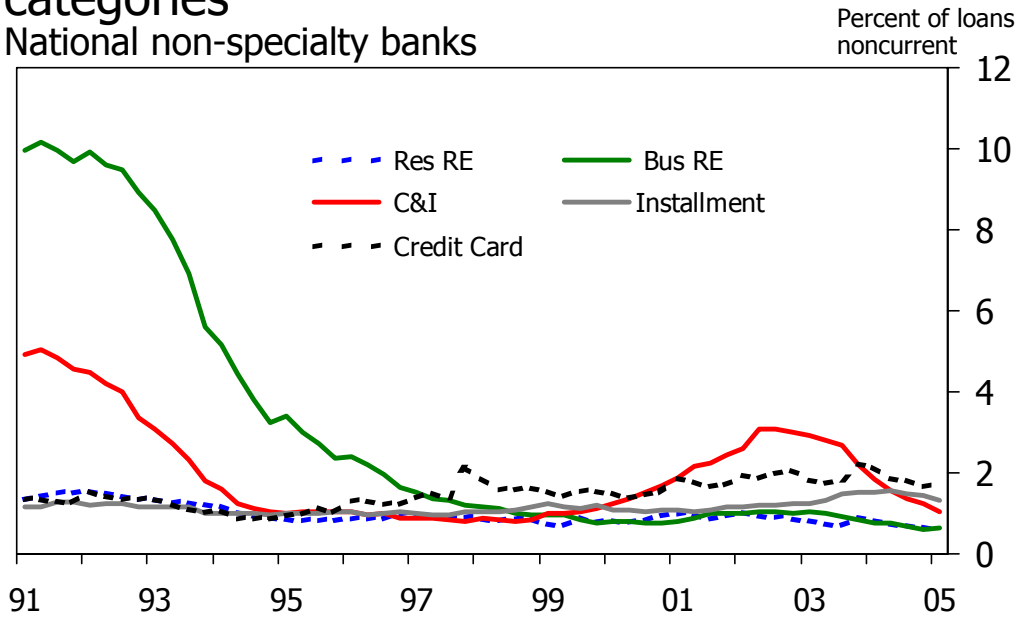


Source: Integrated Banking Information System (OCC)

Noncurrent loans as a percent of loans in respective category; non-specialty category excludes credit card and trust banks. Business RE is CRE, construction and multi-family lending. Residential RE is 1-4 family and home equity. 9

Noncurrent ratio near historic lows for all loan categories

National non-specialty banks



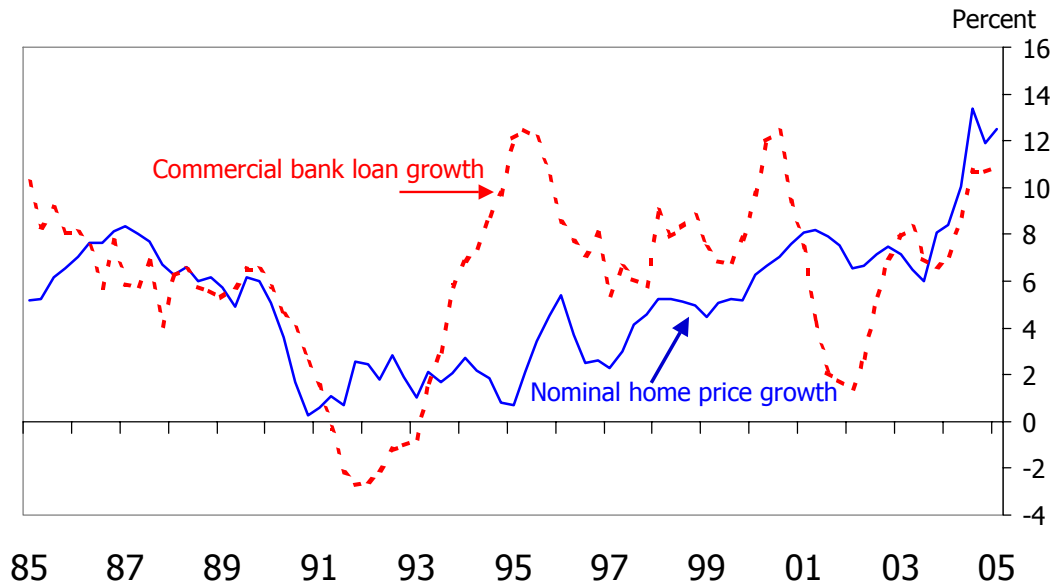
Source: Integrated Banking Information System (OCC)

Quarterly data through March 2005. Noncurrent loans as a percent of loans in respective category; non-specialty category excludes credit card and trust banks. Business RE is CRE, construction and multi-family lending. Residential RE is 1-4 family and home equity.¹⁰

Possible risks

- Cooling off in housing markets has accompanied slower loan growth
- Past regional housing price declines have lingered
- Credit quality problems in housing have spilled over to other loan types

Volume growth likely to fall off sharply if home prices and economy weakens



Source: Integrated Banking Information System (OCC); OFHEO/Haver Analytics

Quarterly data through March 2005. Growth calculated from the same quarter a year ago.

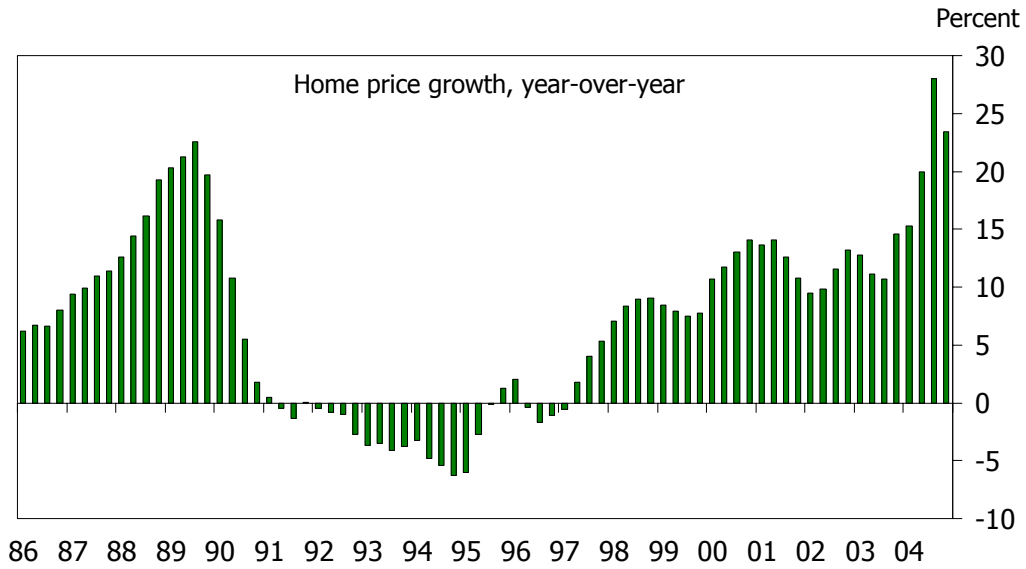
Past major regional home price declines have lasted for a while and been associated with weak economies

MSA (Home price peak)	Home price		Employment	
	Price Decline: Peak to Trough	Time to climb back to price peak	Job losses peak to trough	Time required to climb back to original job peak
Boston (88:4)	7.2%	6 yrs	12.7%	8 yrs
New York (89:1)	10.0	11	10.9	11
Los Angeles (90:3)	21.4	11	10.0	8
San Francisco (90:1)	3.8	7	7.3	6
Houston (84:1)	23.1	7	8.3	3
National	No decline	--	--	--

Source: National Association of Realtors, Bureau of Labor Statistics/Haver Analytics

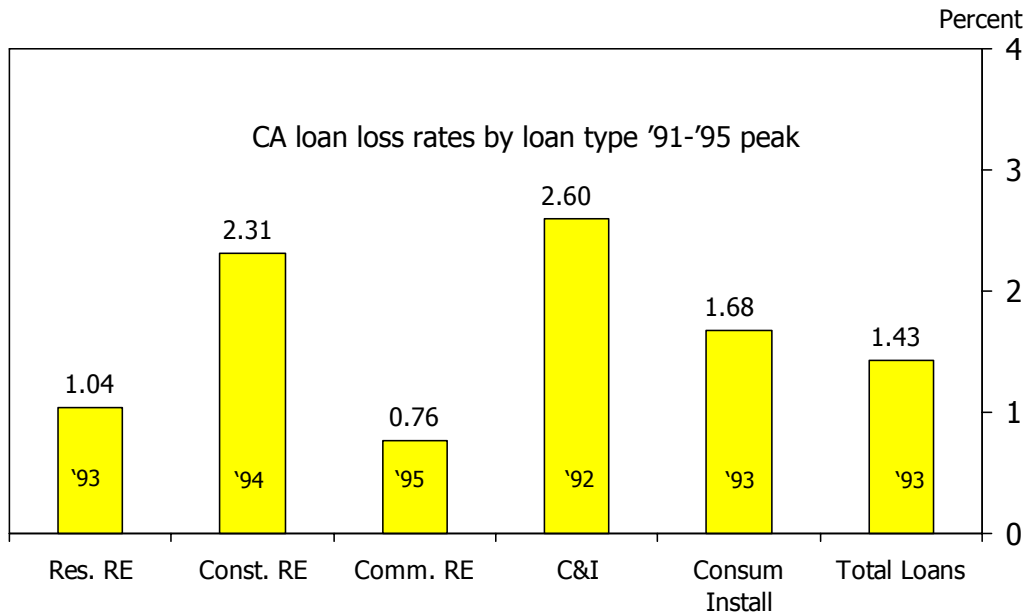
Home price peak is the quarter in which peak occurred.

California experienced multiple-year home price decline in the 1990s



Source: OFHEO/Haver Analytics

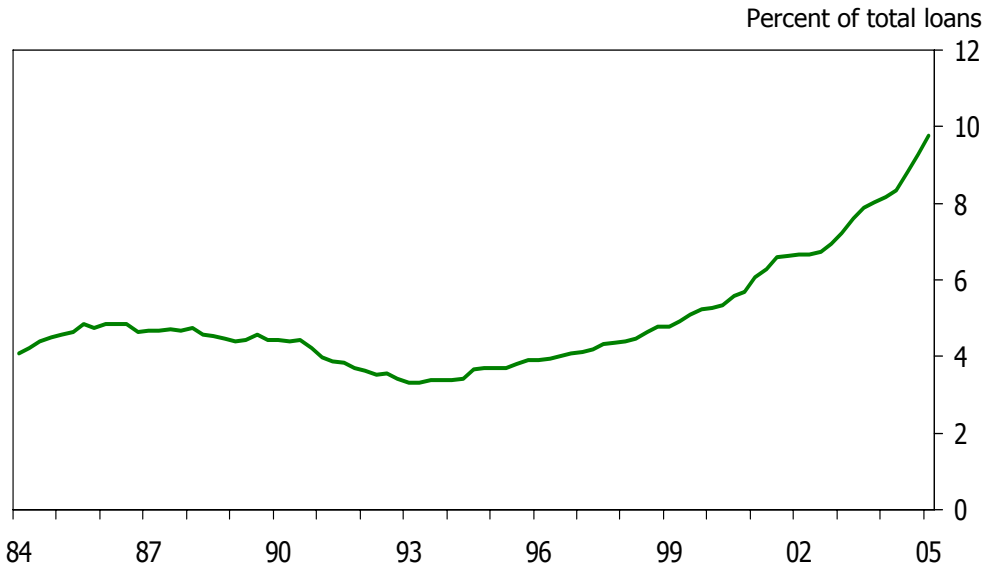
California's nonresidential loan book hit hard Commercial banks under \$1 billion



Source: Integrated Banking Information System (OCC)

Construction exposure expands at small banks

Construction loans at commercial banks under \$1 billion



Source: Integrated Banking Information System (OCC)

Quarterly data through March 2005.

Bank Condition Summary

- Bank earnings remain strong
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- High asset quality essential to sustaining earnings performance

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Key indicators, FDIC-insured national banks
Annual 2001-2004, year-to-date through March 31, 2005, first quarter 2004, and first quarter 2005
(Dollar figures in millions)

	2001	2002	2003	2004	Preliminary 2005YTD	2004Q1	Preliminary 2005Q1
Number of institutions reporting	2,138	2,077	1,999	1,906	1,896	1,969	1,896
Total employees (FTEs)	966,545	993,469	1,000,493	1,142,946	1,164,583	1,069,669	1,164,583
Selected income data (\$)							
Net income	\$44,172	\$56,484	\$62,995	\$68,086	\$19,711	\$16,673	\$19,711
Net interest income	125,366	141,377	143,148	159,215	42,997	38,335	42,997
Provision for loan losses	28,921	32,613	24,011	18,687	4,222	5,240	4,222
Noninterest income	100,094	109,531	116,164	127,313	37,074	28,896	37,074
Noninterest expense	131,736	136,822	144,938	170,819	46,324	38,240	46,324
Net operating income	42,943	54,341	60,625	65,717	19,803	15,915	19,803
Cash dividends declared	27,783	41,757	45,049	33,037	8,809	7,002	8,809
Net charge-offs	25,107	31,381	26,973	21,938	5,179	6,039	5,179
Selected condition data (\$)							
Total assets	3,635,053	3,908,025	4,292,228	5,601,529	5,783,752	4,436,035	5,783,752
Total loans and leases	2,269,248	2,445,291	2,630,614	3,166,990	3,235,624	2,664,252	3,235,624
Reserve for losses	45,537	48,338	48,627	48,994	47,638	47,731	47,638
Securities	576,550	653,702	753,642	908,069	933,528	855,125	933,528
Other real estate owned	1,799	2,075	1,941	1,530	1,563	1,891	1,563
Noncurrent loans and leases	34,261	38,166	34,876	29,606	27,959	31,264	27,959
Total deposits	2,384,414	2,565,771	2,786,714	3,581,416	3,669,061	2,892,425	3,669,061
Domestic deposits	2,001,243	2,168,876	2,322,009	2,848,717	2,937,055	2,382,797	2,937,055
Equity capital	340,657	371,434	390,492	557,993	579,338	403,287	579,338
Off-balance-sheet derivatives	20,549,785	25,953,772	31,554,693	86,319,427	89,390,904	34,043,863	89,390,904
Performance ratios (annualized %)							
Return on equity	13.84	15.79	16.47	13.95	13.66	16.80	13.66
Return on assets	1.25	1.50	1.53	1.28	1.38	1.53	1.38
Net interest income to assets	3.56	3.76	3.47	3.00	3.00	3.51	3.00
Loss provision to assets	0.82	0.87	0.58	0.35	0.29	0.48	0.29
Net operating income to assets	1.22	1.44	1.47	1.24	1.38	1.46	1.38
Noninterest income to assets	2.84	2.91	2.82	2.40	2.59	2.65	2.59
Noninterest expense to assets	3.74	3.63	3.51	3.22	3.23	3.50	3.23
Loss provision to loans and leases	1.28	1.38	0.95	0.62	0.52	0.79	0.52
Net charge-offs to loans and leases	1.11	1.33	1.07	0.73	0.64	0.91	0.64
Loss provision to net charge-offs	115.19	103.93	89.02	85.18	81.51	86.77	81.51
Performance ratios (%)							
Percent of institutions unprofitable	7.48	6.93	5.60	5.30	4.69	5.54	4.69
Percent of institutions with earnings gains	56.83	71.21	55.93	63.12	59.34	56.58	58.91
Nonint. income to net operating revenue	44.40	43.65	44.80	44.43	46.30	42.98	46.30
Nonint. expense to net operating revenue	58.43	54.53	55.89	59.62	57.85	56.88	57.85
Condition ratios (%)							
Nonperforming assets to assets	1.01	1.06	0.89	0.57	0.52	0.77	0.52
Noncurrent loans to loans	1.51	1.56	1.33	0.93	0.86	1.17	0.86
Loss reserve to noncurrent loans	132.91	126.65	139.43	165.49	170.38	152.67	170.38
Loss reserve to loans	2.01	1.98	1.85	1.55	1.47	1.79	1.47
Equity capital to assets	9.37	9.50	9.10	9.96	10.02	9.09	10.02
Leverage ratio	7.81	7.88	7.70	7.31	7.35	7.64	7.35
Risk-based capital ratio	12.60	12.66	12.65	12.26	12.43	12.65	12.43
Net loans and leases to assets	61.17	61.33	60.15	55.66	55.12	58.98	55.12
Securities to assets	15.86	16.73	17.56	16.21	16.14	19.28	16.14
Appreciation in securities (% of par)	0.47	2.12	0.88	0.55	-0.53	1.71	-0.53
Residential mortgage assets to assets	22.55	24.72	24.44	23.46	23.55	25.80	23.55
Total deposits to assets	65.60	65.65	64.92	63.94	63.44	65.20	63.44
Core deposits to assets	48.08	48.75	48.03	43.83	43.50	47.82	43.50
Volatile liabilities to assets	31.23	30.31	30.57	33.90	34.57	31.04	34.57

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Loan performance, FDIC-insured national banks
Annual 2001-2004, year-to-date through March 31, 2005, first quarter 2004, and first quarter 2005
(Dollar figures in millions)

	2001	2002	2003	2004	Preliminary 2005YTD	2004Q1	Preliminary 2005Q1
Percent of loans past due 30-89 days							
Total loans and leases	1.38	1.14	1.02	0.87	0.83	0.88	0.83
Loans secured by real estate (RE)	1.42	1.07	0.91	0.75	0.73	0.79	0.73
1- to 4-family residential mortgages	1.84	1.45	1.30	1.05	0.92	1.06	0.92
Home equity loans	0.79	0.61	0.45	0.39	0.37	0.36	0.37
Multifamily residential mortgages	0.82	0.42	0.54	0.39	0.62	0.33	0.62
Commercial RE loans	0.85	0.58	0.47	0.44	0.54	0.52	0.54
Construction RE loans	1.28	0.91	0.66	0.61	0.72	0.73	0.72
Commercial and industrial loans	0.94	0.76	0.63	0.56	0.53	0.57	0.53
Loans to individuals	2.38	2.15	2.08	1.84	1.64	1.77	1.64
Credit cards	2.52	2.57	2.48	2.21	1.97	2.14	1.97
Installment loans and other plans	2.62	2.07	1.95	1.67	1.52	1.65	1.52
All other loans and leases	0.84	0.55	0.34	0.31	0.46	0.35	0.46
Percent of loans noncurrent							
Total loans and leases	1.51	1.56	1.33	0.93	0.86	1.17	0.86
Loans secured by real estate (RE)	1.05	0.97	0.95	0.68	0.68	0.87	0.68
1- to 4-family residential mortgages	1.06	1.02	1.14	0.86	0.84	1.06	0.84
Home equity loans	0.38	0.32	0.24	0.18	0.18	0.22	0.18
Multifamily residential mortgages	0.54	0.48	0.45	0.42	0.47	0.38	0.47
Commercial RE loans	1.02	1.05	0.97	0.71	0.73	0.88	0.73
Construction RE loans	1.15	1.03	0.71	0.44	0.49	0.62	0.49
Commercial and industrial loans	2.44	3.00	2.19	1.22	1.03	1.85	1.03
Loans to individuals	1.49	1.60	1.78	1.66	1.49	1.71	1.49
Credit cards	2.05	2.16	2.24	2.03	1.82	2.14	1.82
Installment loans and other plans	1.24	1.30	1.55	1.46	1.36	1.54	1.36
All other loans and leases	1.19	1.11	0.74	0.39	0.39	0.54	0.39
Percent of loans charged-off, net							
Total loans and leases	1.11	1.33	1.07	0.73	0.64	0.91	0.64
Loans secured by real estate (RE)	0.26	0.19	0.21	0.08	0.07	0.11	0.07
1- to 4-family residential mortgages	0.32	0.17	0.24	0.08	0.07	0.14	0.07
Home equity loans	0.35	0.23	0.23	0.10	0.09	0.15	0.09
Multifamily residential mortgages	0.04	0.11	0.03	0.04	0.03	0.01	0.03
Commercial RE loans	0.16	0.17	0.13	0.05	0.03	0.04	0.03
Construction RE loans	0.15	0.19	0.14	0.04	0.06	0.05	0.06
Commercial and industrial loans	1.50	1.80	1.35	0.44	0.18	0.71	0.18
Loans to individuals	3.13	4.02	3.45	3.14	2.95	3.56	2.95
Credit cards	5.06	6.58	5.48	5.15	4.77	5.80	4.77
Installment loans and other plans	1.66	1.91	1.81	1.51	1.34	1.62	1.34
All other loans and leases	1.75	2.49	1.75	0.46	0.12	0.18	0.12
Loans outstanding (\$)							
Total loans and leases	\$2,269,248	\$2,445,291	\$2,630,614	\$3,166,990	\$3,235,624	\$2,664,252	\$3,235,624
Loans secured by real estate (RE)	976,094	1,139,263	1,254,981	1,572,071	1,630,684	1,298,019	1,630,684
1- to 4-family residential mortgages	472,680	573,669	605,100	745,212	763,550	614,971	763,550
Home equity loans	102,131	141,058	192,703	294,919	312,742	212,656	312,742
Multifamily residential mortgages	30,075	33,968	35,652	39,942	41,844	35,480	41,844
Commercial RE loans	236,489	253,427	269,936	301,700	309,388	277,361	309,388
Construction RE loans	91,437	95,361	104,218	128,622	141,755	109,133	141,755
Farmland loans	12,615	13,225	13,614	14,678	14,850	13,950	14,850
RE loans from foreign offices	30,668	28,556	33,758	46,998	46,554	34,469	46,554
Commercial and industrial loans	597,301	546,050	500,005	580,240	624,063	502,928	624,063
Loans to individuals	389,947	450,604	527,991	615,760	605,307	509,683	605,307
Credit cards	166,628	209,971	250,893	300,351	275,893	230,622	275,893
Other revolving credit plans	29,258	33,243	32,883	34,258	33,683	31,370	33,683
Installment loans	194,060	207,390	244,215	281,151	295,731	247,691	295,731
All other loans and leases	307,851	311,822	349,521	401,143	377,543	355,461	377,543
Less: Unearned income	1,944	2,449	1,884	2,224	1,973	1,840	1,973

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Key indicators, FDIC-insured national banks by asset size
First quarter 2004 and first quarter 2005
(Dollar figures in millions)

	Less than \$100M		\$100M to \$1B		\$1B to \$10B		Greater than \$10B	
	2004Q1	2005Q1	2004Q1	2005Q1	2004Q1	2005Q1	2004Q1	2005Q1
Number of institutions reporting	824	747	984	979	116	125	45	45
Total employees (FTEs)	19,374	16,695	134,240	90,057	84,701	86,344	831,354	971,487
Selected income data (\$)								
Net income	\$117	\$111	\$878	\$920	\$1,262	\$1,300	\$14,416	\$17,380
Net interest income	425	397	2,519	2,526	3,055	3,070	32,336	37,003
Provision for loan losses	21	15	151	131	311	209	4,757	3,867
Noninterest income	183	134	1,368	1,274	2,192	2,244	25,152	33,422
Noninterest expense	445	377	2,564	2,444	3,072	3,156	32,159	40,347
Net operating income	112	110	851	911	1,235	1,301	13,718	17,481
Cash dividends declared	75	82	345	462	970	659	5,612	7,606
Net charge-offs	14	7	136	88	261	172	5,627	4,913
Selected condition data (\$)								
Total assets	45,315	41,457	273,510	272,861	346,243	358,002	3,770,967	5,111,432
Total loans and leases	26,377	24,341	171,920	175,311	213,978	226,544	2,251,977	2,809,428
Reserve for losses	387	356	2,427	2,285	3,161	2,987	41,757	42,010
Securities	11,740	11,283	68,940	65,501	86,442	75,946	688,003	780,798
Other real estate owned	73	57	284	252	202	159	1,332	1,095
Noncurrent loans and leases	319	254	1,529	1,273	1,788	1,395	27,629	25,037
Total deposits	37,786	34,822	220,318	221,403	229,984	245,245	2,404,337	3,167,590
Domestic deposits	37,772	34,809	220,174	221,163	227,250	241,907	1,897,601	2,439,176
Equity capital	5,443	4,776	28,124	27,754	37,828	38,170	331,892	508,639
Off-balance-sheet derivatives	22	10	3,024	3,052	22,011	14,770	34,433,303	90,068,037
Performance ratios (annualized %)								
Return on equity	8.71	9.26	12.72	13.33	13.38	13.83	17.68	13.71
Return on assets	1.04	1.07	1.30	1.36	1.47	1.46	1.56	1.37
Net interest income to assets	3.77	3.84	3.72	3.73	3.55	3.46	3.49	2.92
Loss provision to assets	0.19	0.14	0.22	0.19	0.36	0.24	0.51	0.31
Net operating income to assets	0.99	1.06	1.26	1.35	1.43	1.46	1.48	1.38
Noninterest income to assets	1.63	1.30	2.02	1.88	2.55	2.53	2.72	2.64
Noninterest expense to assets	3.95	3.65	3.78	3.61	3.57	3.55	3.47	3.19
Loss provision to loans and leases	0.33	0.24	0.35	0.30	0.59	0.37	0.85	0.55
Net charge-offs to loans and leases	0.22	0.11	0.32	0.20	0.50	0.31	1.00	0.70
Loss provision to net charge-offs	150.76	221.82	110.39	148.54	119.16	121.75	84.54	78.72
Performance ratios (%)								
Percent of institutions unprofitable	10.44	8.70	1.93	1.94	2.59	4.00	2.22	0.00
Percent of institutions with earnings gains	51.21	53.28	59.76	60.98	63.79	72.00	66.67	71.11
Nonint. income to net operating revenue	30.14	25.23	35.19	33.52	41.78	42.23	43.75	47.46
Nonint. expense to net operating revenue	73.19	70.95	65.98	64.32	58.54	59.39	55.94	57.29
Condition ratios (%)								
Nonperforming assets to assets	0.87	0.75	0.66	0.56	0.58	0.44	0.79	0.52
Noncurrent loans to loans	1.21	1.04	0.89	0.73	0.84	0.62	1.23	0.89
Loss reserve to noncurrent loans	121.04	139.79	158.72	179.53	176.84	214.05	151.14	167.80
Loss reserve to loans	1.47	1.46	1.41	1.30	1.48	1.32	1.85	1.50
Equity capital to assets	12.01	11.52	10.28	10.17	10.93	10.66	8.80	9.95
Leverage ratio	11.56	11.47	9.41	9.57	9.31	8.78	7.31	7.10
Risk-based capital ratio	19.28	18.97	14.79	14.76	15.26	13.56	12.24	12.20
Net loans and leases to assets	57.36	57.86	61.97	63.41	60.89	62.45	58.61	54.14
Securities to assets	25.91	27.22	25.21	24.01	24.97	21.21	18.24	15.28
Appreciation in securities (% of par)	1.58	-1.14	1.80	-0.88	2.01	-0.85	1.67	-0.46
Residential mortgage assets to assets	20.94	20.84	23.38	22.57	27.30	26.63	25.90	23.41
Total deposits to assets	83.38	84.00	80.55	81.14	66.42	68.50	63.76	61.97
Core deposits to assets	70.92	71.24	67.70	67.61	56.39	57.46	45.32	41.01
Volatile liabilities to assets	14.37	14.67	17.47	17.95	23.43	24.96	32.93	36.29

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Loan performance, FDIC-insured national banks by asset size
First quarter 2004 and first quarter 2005
(Dollar figures in millions)

	Less than \$100M		\$100M to \$1B		\$1B to \$10B		Greater than \$10B	
	2004Q1	2005Q1	2004Q1	2005Q1	2004Q1	2005Q1	2004Q1	2005Q1
Percent of loans past due 30-89 days								
Total loans and leases	1.45	1.46	0.96	0.89	0.83	0.75	0.87	0.83
Loans secured by real estate (RE)	1.31	1.31	0.84	0.79	0.73	0.68	0.78	0.72
1- to 4-family residential mortgages	1.63	1.70	1.17	1.14	0.97	0.97	1.05	0.90
Home equity loans	0.52	0.72	0.42	0.33	0.27	0.24	0.36	0.37
Multifamily residential mortgages	0.80	1.04	0.42	0.60	0.55	0.32	0.27	0.68
Commercial RE loans	1.19	0.97	0.68	0.60	0.61	0.44	0.44	0.54
Construction RE loans	1.12	1.04	0.73	0.85	0.72	0.90	0.72	0.65
Commercial and industrial loans	1.59	1.69	1.07	1.07	0.97	0.92	0.49	0.46
Loans to individuals	2.19	2.29	1.73	1.45	1.38	0.91	1.79	1.67
Credit cards	1.74	1.72	3.13	2.41	2.23	1.58	2.13	1.97
Installment loans and other plans	2.24	2.35	1.48	1.36	1.07	0.84	1.70	1.57
All other loans and leases	1.23	1.21	0.86	0.79	0.28	0.61	0.33	0.44
Percent of loans noncurrent								
Total loans and leases	1.21	1.04	0.89	0.73	0.84	0.62	1.23	0.89
Loans secured by real estate (RE)	1.03	0.91	0.80	0.67	0.74	0.56	0.89	0.69
1- to 4-family residential mortgages	0.93	0.85	0.72	0.63	0.89	0.49	1.10	0.87
Home equity loans	0.27	0.27	0.19	0.16	0.20	0.16	0.22	0.18
Multifamily residential mortgages	0.65	0.89	0.46	0.40	0.47	0.36	0.34	0.50
Commercial RE loans	1.21	1.08	0.92	0.79	0.80	0.80	0.89	0.69
Construction RE loans	0.82	0.57	0.77	0.62	0.49	0.40	0.62	0.49
Commercial and industrial loans	2.00	1.73	1.26	1.04	1.14	0.88	1.96	1.04
Loans to individuals	0.90	0.81	0.90	0.60	0.95	0.43	1.80	1.56
Credit cards	1.91	0.91	3.01	2.14	2.39	1.31	2.11	1.82
Installment loans and other plans	0.86	0.82	0.49	0.41	0.36	0.29	1.72	1.48
All other loans and leases	1.36	1.06	0.89	0.72	0.57	0.61	0.52	0.37
Percent of loans charged-off, net								
Total loans and leases	0.22	0.11	0.32	0.20	0.50	0.31	1.00	0.70
Loans secured by real estate (RE)	0.05	0.01	0.05	0.04	0.07	0.05	0.13	0.07
1- to 4-family residential mortgages	0.04	0.07	0.06	0.06	0.15	0.05	0.15	0.07
Home equity loans	0.08	0.08	0.03	0.04	0.05	0.06	0.16	0.09
Multifamily residential mortgages	0.00	0.03	0.01	0.08	-0.13	-0.01	0.03	0.03
Commercial RE loans	0.02	-0.03	0.04	0.02	0.04	0.07	0.05	0.03
Construction RE loans	0.20	0.04	0.05	0.04	0.02	0.05	0.06	0.07
Commercial and industrial loans	0.46	0.31	0.26	0.32	0.59	0.59	0.76	0.13
Loans to individuals	0.83	0.48	2.39	1.35	2.44	1.39	3.69	3.07
Credit cards	3.74	1.63	9.23	7.61	5.41	1.56	5.77	4.79
Installment loans and other plans	0.70	0.46	0.97	0.46	1.13	1.36	1.71	1.38
All other loans and leases	0.12	0.03	0.19	0.22	0.12	0.23	0.19	0.12
Loans outstanding (\$)								
Total loans and leases	\$26,377	\$24,341	\$171,920	\$175,311	\$213,978	\$226,544	\$2,251,977	\$2,809,428
Loans secured by real estate (RE)	16,229	15,260	117,593	124,335	127,562	145,681	1,036,635	1,345,408
1- to 4-family residential mortgages	6,596	6,034	38,699	38,978	47,807	51,460	521,869	667,079
Home equity loans	493	519	6,876	7,675	10,131	12,389	195,157	292,159
Multifamily residential mortgages	419	357	4,387	4,313	4,749	6,514	25,925	30,660
Commercial RE loans	5,105	4,801	47,670	49,597	45,128	49,327	179,457	205,662
Construction RE loans	1,661	1,620	14,293	17,775	17,494	23,471	75,684	98,889
Farmland loans	1,955	1,930	5,666	5,994	1,593	1,889	4,736	5,037
RE loans from foreign offices	0	0	3	2	660	630	33,806	45,922
Commercial and industrial loans	4,260	3,846	28,299	27,695	41,557	47,944	428,812	544,579
Loans to individuals	3,060	2,483	16,646	14,446	28,365	21,898	461,613	566,480
Credit cards	132	58	2,799	1,678	8,446	3,267	219,246	270,889
Other revolving credit plans	37	43	338	344	944	1,157	30,051	32,140
Installment loans	2,892	2,382	13,509	12,424	18,975	17,474	212,315	263,451
All other loans and leases	2,853	2,771	9,561	9,000	16,597	11,196	326,451	354,576
Less: Unearned income	25	19	179	165	102	175	1,533	1,614

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Key indicators, FDIC-insured national banks by region
First quarter 2005
(Dollar figures in millions)

	Northeast	Southeast	Central	Midwest	Southwest	West	All institutions
Number of institutions reporting	208	222	369	390	557	150	1,896
Total employees (FTEs)	346,599	233,578	293,072	159,470	92,311	39,553	1,164,583
Selected income data (\$)							
Net income	\$5,305	\$5,381	\$4,113	\$2,541	\$915	\$1,456	\$19,711
Net interest income	11,888	9,707	9,971	5,428	2,464	3,538	42,997
Provision for loan losses	1,731	94	434	682	111	1,169	4,222
Noninterest income	12,052	5,906	10,210	5,343	1,281	2,281	37,074
Noninterest expense	14,388	8,288	12,750	6,216	2,329	2,354	46,324
Net operating income	5,255	4,941	4,684	2,543	925	1,455	19,803
Cash dividends declared	2,455	1,284	1,444	2,978	302	347	8,809
Net charge-offs	2,283	210	811	736	91	1,048	5,179
Selected condition data (\$)							
Total assets	1,525,786	1,447,402	1,733,231	533,868	293,721	249,745	5,783,752
Total loans and leases	844,582	749,128	876,256	398,205	180,621	186,830	3,235,624
Reserve for losses	15,602	7,377	11,827	5,750	2,168	4,914	47,638
Securities	255,554	339,489	193,288	53,552	59,567	32,077	933,528
Other real estate owned	174	275	578	202	281	54	1,563
Noncurrent loans and leases	9,634	3,452	7,290	4,332	1,268	1,983	27,959
Total deposits	999,596	950,349	1,008,352	365,325	216,916	128,522	3,669,061
Domestic deposits	608,064	829,657	815,885	345,410	214,154	123,884	2,937,055
Equity capital	178,452	116,472	159,326	57,718	35,576	31,793	579,338
Off-balance-sheet derivatives	20,452,173	22,028,046	46,089,387	720,544	59,441	41,314	89,390,904
Performance ratios (annualized %)							
Return on equity	11.84	18.73	10.37	17.49	10.44	18.79	13.66
Return on assets	1.39	1.53	0.96	1.89	1.27	2.35	1.38
Net interest income to assets	3.11	2.76	2.32	4.05	3.42	5.71	3.00
Loss provision to assets	0.45	0.03	0.10	0.51	0.15	1.89	0.29
Net operating income to assets	1.37	1.41	1.09	1.90	1.28	2.35	1.38
Noninterest income to assets	3.15	1.68	2.37	3.98	1.78	3.68	2.59
Noninterest expense to assets	3.76	2.36	2.96	4.63	3.23	3.80	3.23
Loss provision to loans and leases	0.81	0.05	0.20	0.68	0.25	2.52	0.52
Net charge-offs to loans and leases	1.07	0.11	0.37	0.74	0.20	2.26	0.64
Loss provision to net charge-offs	75.85	44.63	53.58	92.61	121.87	111.53	81.51
Performance ratios (%)							
Percent of institutions unprofitable	4.81	6.31	4.88	1.54	4.49	10.67	4.69
Percent of institutions with earnings gains	60.10	66.67	49.32	58.46	58.89	70.67	58.91
Nonint. income to net operating revenue	50.34	37.83	50.59	49.60	34.21	39.20	46.30
Nonint. expense to net operating revenue	60.10	53.08	63.18	57.70	62.19	40.45	57.85
Condition ratios (%)							
Nonperforming assets to assets	0.66	0.27	0.47	0.85	0.53	0.83	0.52
Noncurrent loans to loans	1.14	0.46	0.83	1.09	0.70	1.06	0.86
Loss reserve to noncurrent loans	161.94	213.69	162.24	132.73	170.96	247.86	170.38
Loss reserve to loans	1.85	0.98	1.35	1.44	1.20	2.63	1.47
Equity capital to assets	11.70	8.05	9.19	10.81	12.11	12.73	10.02
Leverage ratio	7.84	6.63	6.60	8.14	8.27	10.98	7.35
Risk-based capital ratio	13.72	11.25	11.77	12.51	12.78	15.03	12.43
Net loans and leases to assets	54.33	51.25	49.87	73.51	60.76	72.84	55.12
Securities to assets	16.75	23.46	11.15	10.03	20.28	12.84	16.14
Appreciation in securities (% of par)	-0.24	-0.67	-0.96	1.33	-1.22	-0.58	-0.53
Residential mortgage assets to assets	15.57	37.06	19.12	24.99	24.89	20.27	23.55
Total deposits to assets	65.51	65.66	58.18	68.43	73.85	51.46	63.44
Core deposits to assets	32.88	50.90	40.25	56.10	58.03	43.98	43.50
Volatile liabilities to assets	41.87	32.58	35.37	21.00	25.18	35.95	34.57

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Loan performance, FDIC-insured national banks by region
First quarter 2005
(Dollar figures in millions)

	Northeast	Southeast	Central	Midwest	Southwest	West	All institutions
Percent of loans past due 30-89 days							
Total loans and leases	0.95	0.53	0.83	0.89	0.80	1.34	0.83
Loans secured by real estate (RE)	0.74	0.57	0.85	0.70	0.74	0.94	0.73
1- to 4-family residential mortgages	0.78	0.78	1.10	0.92	0.95	1.52	0.92
Home equity loans	0.39	0.34	0.38	0.38	0.45	0.13	0.37
Multifamily residential mortgages	0.85	0.14	0.82	0.57	0.51	0.60	0.62
Commercial RE loans	0.65	0.33	0.70	0.59	0.58	0.35	0.54
Construction RE loans	0.51	0.31	1.08	0.90	0.75	0.98	0.72
Commercial and industrial loans	0.41	0.28	0.61	0.80	0.82	0.94	0.53
Loans to individuals	1.84	1.30	1.14	1.82	1.41	2.06	1.64
Credit cards	1.92	1.45	1.52	2.25	1.66	2.14	1.97
Installment loans and other plans	2.12	1.38	1.06	1.33	1.46	1.87	1.52
All other loans and leases	0.42	0.19	0.75	0.36	0.60	0.32	0.46
Percent of loans noncurrent							
Total loans and leases	1.14	0.46	0.83	1.09	0.70	1.06	0.86
Loans secured by real estate (RE)	0.57	0.36	0.86	1.17	0.68	0.41	0.68
1- to 4-family residential mortgages	0.41	0.38	1.16	2.10	0.74	0.39	0.84
Home equity loans	0.13	0.12	0.25	0.20	0.20	0.04	0.18
Multifamily residential mortgages	0.22	0.65	0.48	0.75	0.49	0.12	0.47
Commercial RE loans	0.72	0.52	1.04	0.66	0.76	0.48	0.73
Construction RE loans	0.45	0.34	0.59	0.55	0.60	0.46	0.49
Commercial and industrial loans	1.24	0.75	1.22	0.66	0.86	0.77	1.03
Loans to individuals	2.15	0.72	0.58	1.40	0.43	1.96	1.49
Credit cards	1.76	1.31	1.30	2.10	1.22	2.07	1.82
Installment loans and other plans	3.16	0.76	0.33	0.49	0.40	1.49	1.36
All other loans and leases	0.37	0.36	0.36	0.52	0.72	0.43	0.39
Percent of loans charged-off, net							
Total loans and leases	1.07	0.11	0.37	0.74	0.20	2.26	0.64
Loans secured by real estate (RE)	0.05	0.03	0.13	0.05	0.08	0.03	0.07
1- to 4-family residential mortgages	0.04	0.03	0.16	0.03	0.10	0.05	0.07
Home equity loans	0.04	0.04	0.16	0.10	0.13	0.01	0.09
Multifamily residential mortgages	0.00	0.00	0.06	0.01	0.05	0.01	0.03
Commercial RE loans	0.03	0.01	0.08	-0.04	0.08	0.02	0.03
Construction RE loans	0.04	0.02	0.10	0.14	0.04	0.01	0.06
Commercial and industrial loans	0.01	0.06	0.22	0.48	0.20	0.88	0.18
Loans to individuals	3.51	0.73	1.59	3.29	0.99	5.28	2.95
Credit cards	4.51	2.46	3.65	4.99	5.20	5.76	4.77
Installment loans and other plans	2.28	0.71	0.84	0.72	0.76	1.97	1.34
All other loans and leases	0.04	0.24	0.13	0.00	0.45	0.05	0.12
Loans outstanding (\$)							
Total loans and leases	\$844,582	\$749,128	\$876,256	\$398,205	\$180,621	\$186,830	\$3,235,624
Loans secured by real estate (RE)	302,367	466,413	432,944	232,614	119,631	76,715	1,630,684
1- to 4-family residential mortgages	138,318	254,014	197,518	102,331	37,706	33,663	763,550
Home equity loans	57,599	75,255	94,948	66,049	13,712	5,178	312,742
Multifamily residential mortgages	7,098	8,689	14,766	4,604	3,126	3,562	41,844
Commercial RE loans	47,174	80,829	81,013	40,034	36,132	24,207	309,388
Construction RE loans	11,514	42,772	39,682	15,056	23,164	9,567	141,755
Farmland loans	928	1,876	3,834	4,540	3,135	538	14,850
RE loans from foreign offices	39,735	2,978	1,184	0	2,657	0	46,554
Commercial and industrial loans	174,053	134,293	193,040	56,497	38,116	28,065	624,063
Loans to individuals	246,169	59,549	137,832	74,872	14,850	72,035	605,307
Credit cards	131,981	567	36,725	43,304	756	62,561	275,893
Other revolving credit plans	20,088	3,678	5,123	2,492	589	1,713	33,683
Installment loans	94,100	55,304	95,984	29,075	13,505	7,762	295,731
All other loans and leases	123,387	89,170	112,504	34,247	8,135	10,100	377,543
Less: Unearned income	1,394	297	63	24	111	84	1,973

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Key indicators, FDIC-insured commercial banks
Annual 2001-2004, year-to-date through March 31, 2005, first quarter 2004, and first quarter 2005
(Dollar figures in millions)

	2001	2002	2003	2004	Preliminary 2005YTD	2004Q1	Preliminary 2005Q1
Number of institutions reporting	8,080	7,888	7,770	7,630	7,598	7,714	7,598
Total employees (FTEs)	1,701,721	1,745,614	1,759,517	1,814,491	1,826,275	1,837,501	1,826,275
Selected income data (\$)							
Net income	\$73,830	\$89,722	\$102,463	\$104,631	\$29,504	\$27,262	\$29,504
Net interest income	214,676	236,656	239,987	249,615	66,544	62,789	66,544
Provision for loan losses	43,337	48,195	34,837	26,219	5,505	6,992	5,505
Noninterest income	158,206	172,408	186,535	184,005	50,432	47,640	50,432
Noninterest expense	223,254	233,587	245,992	257,600	67,760	64,632	67,760
Net operating income	71,002	85,425	98,216	101,958	29,516	26,212	29,516
Cash dividends declared	54,228	67,536	77,838	55,681	14,130	12,669	14,130
Net charge-offs	36,474	44,538	37,933	29,154	6,489	8,043	6,489
Selected condition data (\$)							
Total assets	6,552,421	7,076,584	7,601,170	8,413,084	8,589,293	7,817,996	8,589,293
Total loans and leases	3,884,336	4,156,181	4,428,850	4,904,746	4,980,110	4,489,424	4,980,110
Reserve for losses	72,273	76,999	77,151	73,525	71,327	75,953	71,327
Securities	1,172,540	1,334,826	1,456,312	1,551,287	1,585,071	1,576,281	1,585,071
Other real estate owned	3,569	4,165	4,218	3,373	3,363	4,152	3,363
Noncurrent loans and leases	54,578	60,550	52,949	42,079	39,862	48,619	39,862
Total deposits	4,377,558	4,689,852	5,035,056	5,592,812	5,704,751	5,180,819	5,704,751
Domestic deposits	3,748,042	4,031,815	4,293,884	4,726,920	4,823,131	4,400,997	4,823,131
Equity capital	593,696	647,448	691,903	850,265	866,094	715,244	866,094
Off-balance-sheet derivatives	45,325,982	56,208,607	71,098,899	87,872,661	91,115,075	76,524,556	91,115,075
Performance ratios (annualized %)							
Return on equity	13.09	14.47	15.31	13.80	13.70	15.51	13.70
Return on assets	1.15	1.33	1.40	1.31	1.39	1.42	1.39
Net interest income to assets	3.35	3.50	3.27	3.12	3.13	3.26	3.13
Loss provision to assets	0.68	0.71	0.48	0.33	0.26	0.36	0.26
Net operating income to assets	1.11	1.26	1.34	1.28	1.39	1.36	1.39
Noninterest income to assets	2.47	2.55	2.54	2.30	2.37	2.47	2.37
Noninterest expense to assets	3.48	3.46	3.35	3.22	3.18	3.36	3.18
Loss provision to loans and leases	1.12	1.21	0.82	0.56	0.44	0.63	0.44
Net charge-offs to loans and leases	0.95	1.12	0.89	0.63	0.52	0.72	0.52
Loss provision to net charge-offs	118.82	108.21	91.84	89.93	84.84	86.93	84.84
Performance ratios (%)							
Percent of institutions unprofitable	8.13	6.64	6.01	5.81	5.07	5.29	5.07
Percent of institutions with earnings gains	56.27	72.68	59.19	65.02	62.10	56.82	61.61
Nonint. income to net operating revenue	42.43	42.15	43.73	42.43	43.11	43.14	43.11
Nonint. expense to net operating revenue	59.87	57.10	57.67	59.41	57.93	58.53	57.93
Condition ratios (%)							
Nonperforming assets to assets	0.92	0.94	0.77	0.55	0.51	0.69	0.51
Noncurrent loans to loans	1.41	1.46	1.20	0.86	0.80	1.08	0.80
Loss reserve to noncurrent loans	132.42	127.17	145.71	174.73	178.94	156.22	178.94
Loss reserve to loans	1.86	1.85	1.74	1.50	1.43	1.69	1.43
Equity capital to assets	9.06	9.15	9.10	10.11	10.08	9.15	10.08
Leverage ratio	7.78	7.83	7.85	7.83	7.88	7.87	7.88
Risk-based capital ratio	12.70	12.77	12.75	12.62	12.76	12.75	12.76
Net loans and leases to assets	58.18	57.64	57.25	57.43	57.15	56.45	57.15
Securities to assets	17.89	18.86	19.16	18.44	18.45	20.16	18.45
Appreciation in securities (% of par)	0.82	2.22	0.84	0.43	-0.65	1.59	-0.65
Residential mortgage assets to assets	21.64	23.30	23.28	23.29	23.73	24.16	23.73
Total deposits to assets	66.81	66.27	66.24	66.48	66.42	66.27	66.42
Core deposits to assets	48.72	48.68	48.63	47.56	47.29	48.40	47.29
Volatile liabilities to assets	31.45	31.41	30.95	31.68	32.22	31.39	32.22

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Loan performance, FDIC-insured commercial banks
Annual 2001-2004, year-to-date through March 31, 2005, first quarter 2004, and first quarter 2005
(Dollar figures in millions)

	2001	2002	2003	2004	Preliminary 2005YTD	2004Q1	Preliminary 2005Q1
Percent of loans past due 30-89 days							
Total loans and leases	1.37	1.17	1.02	0.86	0.83	0.88	0.83
Loans secured by real estate (RE)	1.31	1.08	0.90	0.73	0.73	0.78	0.73
1- to 4-family residential mortgages	1.69	1.49	1.29	1.05	0.95	1.03	0.95
Home equity loans	0.79	0.59	0.45	0.37	0.36	0.35	0.36
Multifamily residential mortgages	0.72	0.46	0.48	0.36	0.58	0.35	0.58
Commercial RE loans	0.90	0.68	0.56	0.49	0.59	0.60	0.59
Construction RE loans	1.21	0.89	0.69	0.58	0.66	0.68	0.66
Commercial and industrial loans	1.01	0.89	0.72	0.64	0.63	0.70	0.63
Loans to individuals	2.46	2.22	2.08	1.82	1.59	1.70	1.59
Credit cards	2.70	2.72	2.53	2.24	1.94	2.14	1.94
Installment loans and other plans	2.54	2.08	1.93	1.62	1.46	1.54	1.46
All other loans and leases	0.84	0.58	0.48	0.38	0.50	0.45	0.50
Percent of loans noncurrent							
Total loans and leases	1.41	1.46	1.20	0.86	0.80	1.08	0.80
Loans secured by real estate (RE)	0.96	0.89	0.86	0.65	0.64	0.79	0.64
1- to 4-family residential mortgages	0.97	0.93	1.00	0.82	0.79	0.93	0.79
Home equity loans	0.37	0.30	0.24	0.18	0.18	0.22	0.18
Multifamily residential mortgages	0.46	0.38	0.38	0.35	0.35	0.35	0.35
Commercial RE loans	0.96	0.94	0.90	0.69	0.70	0.84	0.70
Construction RE loans	1.06	0.98	0.70	0.44	0.46	0.63	0.46
Commercial and industrial loans	2.41	2.93	2.10	1.17	1.03	1.91	1.03
Loans to individuals	1.43	1.51	1.53	1.46	1.31	1.44	1.31
Credit cards	2.12	2.24	2.22	2.00	1.78	2.09	1.78
Installment loans and other plans	1.12	1.14	1.14	1.12	1.06	1.11	1.06
All other loans and leases	0.97	1.01	0.66	0.40	0.40	0.53	0.40
Percent of loans charged-off, net							
Total loans and leases	0.95	1.12	0.89	0.63	0.52	0.72	0.52
Loans secured by real estate (RE)	0.19	0.15	0.17	0.08	0.06	0.10	0.06
1- to 4-family residential mortgages	0.22	0.14	0.19	0.08	0.07	0.11	0.07
Home equity loans	0.27	0.19	0.20	0.10	0.09	0.14	0.09
Multifamily residential mortgages	0.04	0.08	0.03	0.04	0.02	0.02	0.02
Commercial RE loans	0.13	0.15	0.13	0.07	0.04	0.06	0.04
Construction RE loans	0.14	0.17	0.14	0.05	0.04	0.05	0.04
Commercial and industrial loans	1.43	1.76	1.26	0.50	0.23	0.69	0.23
Loans to individuals	2.73	3.34	3.04	2.81	2.60	3.03	2.60
Credit cards	5.12	6.38	5.57	5.02	4.60	5.63	4.60
Installment loans and other plans	1.29	1.46	1.45	1.28	1.12	1.30	1.12
All other loans and leases	1.61	2.30	1.60	0.62	0.14	0.19	0.14
Loans outstanding (\$)							
Total loans and leases	\$3,884,336	\$4,156,181	\$4,428,850	\$4,904,746	\$4,980,110	\$4,489,424	\$4,980,110
Loans secured by real estate (RE)	1,800,228	2,068,153	2,272,850	2,624,802	2,718,066	2,347,432	2,718,066
1- to 4-family residential mortgages	810,781	945,708	994,156	1,083,208	1,127,459	1,014,013	1,127,459
Home equity loans	154,193	214,724	284,511	398,895	414,006	308,870	414,006
Multifamily residential mortgages	64,131	71,934	79,678	87,915	89,231	81,186	89,231
Commercial RE loans	505,882	555,990	602,724	667,070	683,160	618,007	683,160
Construction RE loans	193,014	207,452	231,510	290,040	310,628	242,993	310,628
Farmland loans	35,533	38,066	40,699	44,609	45,112	41,477	45,112
RE loans from foreign offices	36,695	34,280	39,572	53,066	48,469	40,886	48,469
Commercial and industrial loans	981,130	910,808	869,257	907,936	944,511	864,599	944,511
Loans to individuals	629,412	703,748	770,358	839,005	817,015	750,039	817,015
Credit cards	232,448	275,957	316,014	371,687	337,180	292,437	337,180
Other revolving credit plans	34,202	38,209	37,556	39,159	38,327	35,821	38,327
Installment loans	362,762	389,582	416,788	428,160	441,508	421,781	441,508
All other loans and leases	476,689	476,873	519,254	536,210	503,440	530,130	503,440
Less: Unearned income	3,123	3,401	2,870	3,207	2,923	2,776	2,923

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Key indicators, FDIC-insured commercial banks by asset size
First quarter 2004 and first quarter 2005
(Dollar figures in millions)

	Less than \$100M		\$100M to \$1B		\$1B to \$10B		Greater than \$10B	
	2004Q1	2005Q1	2004Q1	2005Q1	2004Q1	2005Q1	2004Q1	2005Q1
Number of institutions reporting	3,831	3,617	3,464	3,536	335	361	84	84
Total employees (FTEs)	75,504	69,587	351,295	297,465	226,171	230,476	1,184,531	1,228,747
Selected income data (\$)								
Net income	\$495	\$486	\$2,872	\$3,102	\$3,399	\$3,415	\$20,496	\$22,501
Net interest income	1,859	1,806	8,706	9,178	8,145	8,545	44,079	47,017
Provision for loan losses	88	78	540	446	755	481	5,609	4,500
Noninterest income	478	431	3,228	3,111	4,942	4,689	38,994	42,201
Noninterest expense	1,648	1,553	7,572	7,679	7,440	7,694	47,971	50,833
Net operating income	479	484	2,797	3,076	3,302	3,394	19,634	22,562
Cash dividends declared	307	324	1,383	1,493	1,772	1,463	9,207	10,850
Net charge-offs	56	35	407	268	677	442	6,903	5,745
Selected condition data (\$)								
Total assets	197,573	187,610	921,672	962,684	911,528	974,382	5,787,223	6,464,617
Total loans and leases	119,012	115,594	604,014	649,421	569,896	626,298	3,196,502	3,588,797
Reserve for losses	1,775	1,678	8,741	8,584	9,023	8,699	56,414	52,366
Securities	49,368	46,880	212,672	208,534	227,822	225,327	1,086,420	1,104,330
Other real estate owned	320	273	1,195	1,059	635	483	2,002	1,548
Noncurrent loans and leases	1,346	1,112	5,188	4,404	5,033	4,174	37,052	30,172
Total deposits	166,091	157,310	747,887	783,153	623,981	678,080	3,642,859	4,086,207
Domestic deposits	166,077	157,297	746,694	781,358	614,961	668,223	2,873,265	3,216,253
Equity capital	22,730	21,671	92,426	95,000	99,476	104,771	500,612	644,652
Off-balance-sheet derivatives	155	86	8,106	7,705	68,855	58,853	77,147,149	91,786,052
Performance ratios (annualized %)								
Return on equity	8.82	8.97	12.68	13.14	13.92	13.21	16.65	14.03
Return on assets	1.01	1.04	1.26	1.30	1.51	1.42	1.44	1.40
Net interest income to assets	3.80	3.87	3.82	3.85	3.61	3.54	3.10	2.93
Loss provision to assets	0.18	0.17	0.24	0.19	0.33	0.20	0.39	0.28
Net operating income to assets	0.98	1.04	1.23	1.29	1.46	1.41	1.38	1.41
Noninterest income to assets	0.98	0.92	1.42	1.31	2.19	1.94	2.74	2.63
Noninterest expense to assets	3.37	3.33	3.33	3.22	3.30	3.19	3.37	3.17
Loss provision to loans and leases	0.30	0.27	0.36	0.28	0.54	0.31	0.71	0.50
Net charge-offs to loans and leases	0.19	0.12	0.27	0.17	0.48	0.29	0.87	0.64
Loss provision to net charge-offs	155.69	224.48	132.73	166.37	111.50	108.97	81.26	78.33
Performance ratios (%)								
Percent of institutions unprofitable	8.77	9.07	1.88	1.39	1.19	2.22	3.57	0.00
Percent of institutions with earnings gains	53.54	55.63	59.47	66.29	64.18	73.13	67.86	72.62
Nonint. income to net operating revenue	20.44	19.26	27.05	25.32	37.76	35.43	46.94	47.30
Nonint. expense to net operating revenue	70.53	69.46	63.45	62.49	56.86	58.14	57.75	56.98
Condition ratios (%)								
Nonperforming assets to assets	0.85	0.74	0.69	0.57	0.63	0.48	0.70	0.50
Noncurrent loans to loans	1.13	0.96	0.86	0.68	0.88	0.67	1.16	0.84
Loss reserve to noncurrent loans	131.87	151.00	168.48	194.90	179.28	208.39	152.26	173.56
Loss reserve to loans	1.49	1.45	1.45	1.32	1.58	1.39	1.76	1.46
Equity capital to assets	11.50	11.55	10.03	9.87	10.91	10.75	8.65	9.97
Leverage ratio	11.09	11.52	9.40	9.48	9.45	9.31	7.26	7.31
Risk-based capital ratio	17.88	18.23	14.25	14.03	14.65	13.73	12.10	12.29
Net loans and leases to assets	59.34	60.72	64.59	66.57	61.53	63.38	54.26	54.70
Securities to assets	24.99	24.99	23.07	21.66	24.99	23.13	18.77	17.08
Appreciation in securities (% of par)	1.69	-1.04	1.84	-0.83	1.66	-0.92	1.53	-0.54
Residential mortgage assets to assets	20.73	20.36	22.26	21.47	26.32	25.61	24.24	23.88
Total deposits to assets	84.07	83.85	81.14	81.35	68.45	69.59	62.95	63.21
Core deposits to assets	71.51	70.84	67.72	66.79	55.87	55.97	43.35	42.39
Volatile liabilities to assets	14.16	14.89	17.51	18.95	24.79	26.60	35.22	35.54

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Loan performance, FDIC-insured commercial banks by asset size
First quarter 2004 and first quarter 2005
(Dollar figures in millions)

	Less than \$100M		\$100M to \$1B		\$1B to \$10B		Greater than \$10B	
	2004Q1	2005Q1	2004Q1	2005Q1	2004Q1	2005Q1	2004Q1	2005Q1
Percent of loans past due 30-89 days								
Total loans and leases	1.50	1.45	0.98	0.92	0.88	0.74	0.84	0.81
Loans secured by real estate (RE)	1.33	1.31	0.86	0.83	0.72	0.63	0.74	0.70
1- to 4-family residential mortgages	1.76	1.77	1.30	1.23	0.91	0.87	0.97	0.89
Home equity loans	0.50	0.64	0.42	0.38	0.35	0.33	0.34	0.36
Multifamily residential mortgages	0.71	0.80	0.50	0.63	0.35	0.42	0.27	0.62
Commercial RE loans	1.08	1.02	0.68	0.66	0.71	0.52	0.47	0.54
Construction RE loans	0.99	0.93	0.65	0.72	0.65	0.70	0.69	0.59
Commercial and industrial loans	1.74	1.61	1.10	1.10	1.05	0.86	0.56	0.50
Loans to individuals	2.26	2.28	1.80	1.53	1.69	1.28	1.68	1.61
Credit cards	1.95	2.07	3.92	2.38	2.41	1.44	2.08	1.96
Installment loans and other plans	2.30	2.32	1.58	1.51	1.43	1.29	1.52	1.44
All other loans and leases	1.38	1.32	0.94	0.90	0.39	0.61	0.40	0.44
Percent of loans noncurrent								
Total loans and leases	1.13	0.96	0.86	0.68	0.88	0.67	1.16	0.84
Loans secured by real estate (RE)	0.99	0.83	0.76	0.61	0.78	0.60	0.79	0.65
1- to 4-family residential mortgages	0.97	0.91	0.78	0.66	0.86	0.67	0.96	0.83
Home equity loans	0.24	0.21	0.22	0.19	0.24	0.19	0.22	0.18
Multifamily residential mortgages	0.48	0.50	0.54	0.44	0.39	0.21	0.26	0.37
Commercial RE loans	1.12	0.90	0.80	0.69	0.87	0.72	0.82	0.68
Construction RE loans	0.81	0.50	0.69	0.43	0.70	0.49	0.56	0.46
Commercial and industrial loans	1.75	1.48	1.27	1.01	1.33	0.98	2.10	1.03
Loans to individuals	0.95	0.90	0.87	0.63	0.86	0.54	1.56	1.42
Credit cards	1.68	1.13	3.27	2.12	1.88	1.14	2.08	1.81
Installment loans and other plans	0.95	0.91	0.58	0.52	0.41	0.36	1.28	1.21
All other loans and leases	1.19	1.00	0.97	0.74	0.66	0.63	0.47	0.34
Percent of loans charged-off, net								
Total loans and leases	0.19	0.12	0.27	0.17	0.48	0.29	0.87	0.64
Loans secured by real estate (RE)	0.05	0.04	0.05	0.03	0.09	0.05	0.11	0.07
1- to 4-family residential mortgages	0.07	0.07	0.06	0.06	0.11	0.06	0.13	0.07
Home equity loans	0.06	0.03	0.04	0.04	0.12	0.08	0.15	0.10
Multifamily residential mortgages	0.04	0.01	0.07	0.03	-0.03	0.00	0.02	0.02
Commercial RE loans	0.04	0.04	0.04	0.02	0.08	0.05	0.06	0.03
Construction RE loans	0.12	0.03	0.05	0.02	0.06	0.06	0.05	0.05
Commercial and industrial loans	0.32	0.25	0.43	0.35	0.56	0.46	0.75	0.17
Loans to individuals	0.89	0.50	1.87	1.09	2.53	1.52	3.22	2.83
Credit cards	3.14	2.06	10.48	6.70	5.47	2.97	5.54	4.65
Installment loans and other plans	0.84	0.48	0.75	0.54	1.15	1.04	1.40	1.21
All other loans and leases	0.10	0.06	0.24	0.22	0.20	0.20	0.19	0.13
Loans outstanding (\$)								
Total loans and leases	\$119,012	\$115,594	\$604,014	\$649,421	\$569,896	\$626,298	\$3,196,502	\$3,588,797
Loans secured by real estate (RE)	74,124	73,295	428,769	474,346	361,446	416,238	1,483,093	1,754,187
1- to 4-family residential mortgages	29,393	28,042	129,950	136,158	119,528	124,664	735,143	838,595
Home equity loans	2,379	2,617	23,888	27,563	27,641	34,678	254,962	349,148
Multifamily residential mortgages	1,699	1,567	16,688	17,318	18,263	22,711	44,536	47,635
Commercial RE loans	23,080	22,703	176,793	191,098	137,417	156,905	280,718	312,454
Construction RE loans	7,607	8,362	62,278	81,227	52,603	69,762	120,505	151,277
Farmland loans	9,965	10,004	19,139	20,950	5,099	6,505	7,274	7,653
RE loans from foreign offices	0	0	35	32	895	1,013	39,955	47,425
Commercial and industrial loans	19,545	18,520	97,882	101,510	105,197	117,607	641,975	706,875
Loans to individuals	12,582	11,105	49,353	45,384	68,546	61,964	619,558	698,562
Credit cards	269	172	5,663	3,617	21,456	15,365	265,048	318,026
Other revolving credit plans	161	167	1,434	1,399	2,011	2,363	32,215	34,399
Installment loans	12,152	10,765	42,255	40,368	45,079	44,237	322,295	346,137
All other loans and leases	12,843	12,743	28,547	28,725	35,148	31,038	453,592	430,934
Less: Unearned income	81	69	537	544	441	549	1,717	1,761

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Key indicators, FDIC-insured commercial banks by region
First quarter 2005
(Dollar figures in millions)

	Northeast	Southeast	Central	Midwest	Southwest	West	All institutions
Number of institutions reporting	589	1,074	1,588	1,983	1,697	667	7,598
Total employees (FTEs)	492,511	409,780	420,582	215,496	176,633	111,273	1,826,275
Selected income data (\$)							
Net income	\$7,760	\$7,747	\$5,814	\$3,184	\$1,649	\$3,349	\$29,504
Net interest income	17,037	15,379	14,284	7,193	4,720	7,931	66,544
Provision for loan losses	2,002	447	640	765	218	1,433	5,505
Noninterest income	16,851	9,751	12,180	5,818	1,992	3,840	50,432
Noninterest expense	20,481	13,960	16,438	7,549	4,214	5,117	67,760
Net operating income	7,660	7,331	6,361	3,185	1,653	3,324	29,516
Cash dividends declared	3,988	2,874	2,402	3,494	624	747	14,130
Net charge-offs	2,699	539	1,022	807	154	1,268	6,489
Selected condition data (\$)							
Total assets	2,273,006	2,119,647	2,278,950	719,182	530,572	667,936	8,589,293
Total loans and leases	1,209,364	1,210,680	1,241,358	527,444	326,778	464,485	4,980,110
Reserve for losses	21,107	13,261	16,477	7,623	4,169	8,690	71,327
Securities	490,062	467,198	299,733	92,184	121,369	114,525	1,585,071
Other real estate owned	331	721	1,037	431	638	205	3,363
Noncurrent loans and leases	12,598	5,856	10,109	5,257	2,468	3,575	39,862
Total deposits	1,493,746	1,431,676	1,415,189	513,360	410,535	440,245	5,704,751
Domestic deposits	1,011,054	1,288,126	1,191,382	493,445	407,722	431,402	4,823,131
Equity capital	257,741	179,927	209,679	76,416	59,120	83,212	866,094
Off-balance-sheet derivatives	21,720,124	22,226,317	46,233,285	723,652	61,009	150,688	91,115,075
Performance ratios (annualized %)							
Return on equity	12.02	17.41	11.17	16.55	11.32	16.42	13.70
Return on assets	1.36	1.50	1.03	1.77	1.26	2.02	1.39
Net interest income to assets	2.99	2.97	2.53	3.99	3.62	4.79	3.13
Loss provision to assets	0.35	0.09	0.11	0.42	0.17	0.87	0.26
Net operating income to assets	1.34	1.42	1.13	1.77	1.27	2.01	1.39
Noninterest income to assets	2.95	1.89	2.16	3.23	1.53	2.32	2.37
Noninterest expense to assets	3.59	2.70	2.91	4.19	3.23	3.09	3.18
Loss provision to loans and leases	0.66	0.15	0.21	0.58	0.27	1.24	0.44
Net charge-offs to loans and leases	0.89	0.18	0.33	0.61	0.19	1.10	0.52
Loss provision to net charge-offs	74.19	82.89	62.63	94.88	141.32	112.98	84.84
Performance ratios (%)							
Percent of institutions unprofitable	6.96	7.73	3.46	3.08	4.60	10.04	5.07
Percent of institutions with earnings gains	63.33	70.67	57.81	57.54	59.63	71.66	61.61
Nonint. income to net operating revenue	49.73	38.80	46.02	44.72	29.67	32.62	43.11
Nonint. expense to net operating revenue	60.44	55.55	62.11	58.02	62.79	43.47	57.93
Condition ratios (%)							
Nonperforming assets to assets	0.58	0.32	0.50	0.79	0.59	0.57	0.51
Noncurrent loans to loans	1.04	0.48	0.81	1.00	0.76	0.77	0.80
Loss reserve to noncurrent loans	167.55	226.45	162.99	145.02	168.95	243.10	178.94
Loss reserve to loans	1.75	1.10	1.33	1.45	1.28	1.87	1.43
Equity capital to assets	11.34	8.49	9.20	10.63	11.14	12.46	10.08
Leverage ratio	8.00	7.16	7.14	8.53	8.64	10.97	7.88
Risk-based capital ratio	13.90	11.60	11.95	12.85	13.41	14.81	12.76
Net loans and leases to assets	52.28	56.49	53.75	72.28	60.80	68.24	57.15
Securities to assets	21.56	22.04	13.15	12.82	22.88	17.15	18.45
Appreciation in securities (% of par)	-0.56	-0.66	-0.96	0.36	-1.03	-0.55	-0.65
Residential mortgage assets to assets	20.08	33.46	19.79	23.12	24.96	18.36	23.73
Total deposits to assets	65.72	67.54	62.10	71.38	77.38	65.91	66.42
Core deposits to assets	35.80	52.45	44.50	59.23	61.70	55.16	47.29
Volatile liabilities to assets	41.18	30.17	32.93	19.89	23.08	26.32	32.22

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Loan performance, FDIC-insured commercial banks by region
First quarter 2005
(Dollar figures in millions)

	Northeast	Southeast	Central	Midwest	Southwest	West	All institutions
Percent of loans past due 30-89 days							
Total loans and leases	0.94	0.61	0.82	0.94	0.92	0.94	0.83
Loans secured by real estate (RE)	0.80	0.59	0.83	0.77	0.84	0.61	0.73
1- to 4-family residential mortgages	0.90	0.82	1.09	0.98	1.19	1.00	0.95
Home equity loans	0.37	0.33	0.37	0.40	0.43	0.24	0.36
Multifamily residential mortgages	0.64	0.37	0.83	0.66	0.60	0.28	0.58
Commercial RE loans	0.74	0.41	0.71	0.72	0.65	0.38	0.59
Construction RE loans	0.60	0.44	0.90	0.82	0.73	0.70	0.66
Commercial and industrial loans	0.51	0.44	0.64	0.90	0.91	0.96	0.63
Loans to individuals	1.79	1.43	1.14	1.81	1.62	1.68	1.59
Credit cards	1.91	2.13	1.52	2.25	1.66	1.97	1.94
Installment loans and other plans	1.95	1.38	1.08	1.39	1.67	1.14	1.46
All other loans and leases	0.42	0.22	0.75	0.61	0.77	0.43	0.50
Percent of loans noncurrent							
Total loans and leases	1.04	0.48	0.81	1.00	0.76	0.77	0.80
Loans secured by real estate (RE)	0.61	0.39	0.83	1.03	0.71	0.42	0.64
1- to 4-family residential mortgages	0.58	0.43	1.09	1.84	0.75	0.37	0.79
Home equity loans	0.15	0.13	0.25	0.21	0.20	0.09	0.18
Multifamily residential mortgages	0.14	0.49	0.51	0.55	0.45	0.05	0.35
Commercial RE loans	0.70	0.52	0.94	0.67	0.81	0.55	0.70
Construction RE loans	0.53	0.31	0.62	0.55	0.54	0.35	0.46
Commercial and industrial loans	1.28	0.73	1.16	0.77	0.95	0.97	1.03
Loans to individuals	1.96	0.79	0.56	1.35	0.55	1.36	1.31
Credit cards	1.81	1.49	1.31	2.12	1.14	1.83	1.78
Installment loans and other plans	2.47	0.70	0.35	0.51	0.54	0.42	1.06
All other loans and leases	0.35	0.34	0.37	0.56	0.98	0.60	0.40
Percent of loans charged-off, net							
Total loans and leases	0.89	0.18	0.33	0.61	0.19	1.10	0.52
Loans secured by real estate (RE)	0.04	0.04	0.12	0.05	0.07	0.02	0.06
1- to 4-family residential mortgages	0.03	0.04	0.15	0.04	0.10	0.04	0.07
Home equity loans	0.03	0.06	0.15	0.12	0.13	0.01	0.09
Multifamily residential mortgages	0.00	0.02	0.05	0.01	0.03	0.00	0.02
Commercial RE loans	0.02	0.02	0.08	-0.01	0.05	0.02	0.04
Construction RE loans	0.01	0.02	0.07	0.15	0.04	0.01	0.04
Commercial and industrial loans	0.07	0.13	0.29	0.41	0.25	0.55	0.23
Loans to individuals	3.34	1.13	1.43	3.13	0.88	3.73	2.60
Credit cards	4.56	3.50	3.66	5.08	4.45	5.07	4.60
Installment loans and other plans	1.97	0.68	0.78	0.65	0.70	0.85	1.12
All other loans and leases	0.06	0.24	0.16	0.01	0.39	0.12	0.14
Loans outstanding (\$)							
Total loans and leases	\$1,209,364	\$1,210,680	\$1,241,358	\$527,444	\$326,778	\$464,485	\$4,980,110
Loans secured by real estate (RE)	507,811	776,481	657,290	315,620	221,473	239,391	2,718,066
1- to 4-family residential mortgages	229,717	360,494	269,699	125,144	70,180	72,225	1,127,459
Home equity loans	75,866	112,944	122,775	70,059	16,793	15,569	414,006
Multifamily residential mortgages	19,044	16,405	25,039	7,336	5,722	15,684	89,231
Commercial RE loans	111,463	172,801	157,664	70,494	75,582	95,155	683,160
Construction RE loans	28,686	105,458	70,460	27,592	42,412	36,020	310,628
Farmland loans	2,035	5,401	10,434	14,996	8,127	4,120	45,112
RE loans from foreign offices	40,999	2,978	1,217	0	2,657	618	48,469
Commercial and industrial loans	236,804	203,613	280,317	79,669	62,175	81,934	944,511
Loans to individuals	300,425	119,126	165,526	83,776	28,447	119,716	817,015
Credit cards	154,270	18,391	37,691	44,834	1,335	80,659	337,180
Other revolving credit plans	21,016	5,509	5,725	2,633	815	2,629	38,327
Installment loans	125,139	95,225	122,110	36,309	26,297	36,428	441,508
All other loans and leases	165,906	111,948	138,371	48,432	14,903	23,880	503,440
Less: Unearned income	1,583	488	145	52	220	436	2,923

Glossary

Data Sources

Data are from the Federal Financial Institutions Examination Council (FFIEC) Reports of Condition and Income (call reports) submitted by all FDIC-insured, national-chartered and state-chartered commercial banks and trust companies in the United States and its territories. Uninsured banks, savings banks, savings associations, and U.S. branches and agencies of foreign banks are excluded from these tables. 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.

The data are stored on and retrieved from the OCC's Integrated Banking Information System (IBIS), which is obtained from the FDIC's Research Information System (RIS) database.

Computation Methodology

For performance ratios constructed by dividing an income statement (flow) item by a balance sheet (stock) item, the income item for the period was annualized (multiplied by the number of periods in a year) and divided by the average balance sheet item 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, prior period(s) balance sheet items of "acquired" institution(s) are included in balance sheet averages because the year-to-date income reported by the "acquirer" includes the year-to-date results of "acquired" institutions. No adjustments are made for "purchase accounting" mergers because the year-to-date income reported by the "acquirer" does not include the prior-to-merger results of "acquired" institutions.

Definitions

Commercial real estate loans—loans secured by nonfarm nonresidential properties.

Construction real estate loans—includes loans for all property types under construction, as well as loans for land acquisition and development.

Core deposits—the sum of transaction deposits plus savings deposits plus small time deposits (under \$100,000).

IBIS—the OCC's Integrated Banking Information System.

Leverage ratio—Tier 1 capital divided by adjusted tangible total assets.

Loans to individuals—includes outstanding credit card balances and other secured and unsecured installment loans.

Net charge-offs to loan and lease reserve—total loans and leases charged off (removed from balance sheet because of uncollectibility), less amounts recovered on loans and leases previously charged off.

Net loans and leases to assets—total loans and leases net of the reserve for losses.

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).

Net operating revenue—the sum of net interest income plus noninterest income.

Noncurrent loans and leases—the sum of loans and leases 90 days or more past due plus loans and leases in nonaccrual status.

Nonperforming assets—the sum of noncurrent loans and leases plus noncurrent debt securities and other assets plus other real estate owned.

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

Off-balance-sheet derivatives—the notional value of futures and forwards, swaps, and options contracts; beginning March 31, 1995, new reporting detail permits the exclusion of spot foreign exchange contracts. For March 31, 1984 through December 31, 1985, only foreign exchange futures and forwards contracts were reported; beginning March 31, 1986, interest rate swaps contracts were reported; beginning March 31, 1990, banks began to report interest rate and other futures and forwards contracts, foreign exchange and other swaps contracts, and all types of option contracts.

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.

Percent of institutions unprofitable—the percent of institutions with negative net income for the respective period.

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.

Reserve for losses—the sum of the allowance for loan and lease losses plus the allocated transfer risk reserve.

Residential mortgage assets—the sum of 1- to 4-family residential mortgages plus mortgage-backed securities.

CONDITION AND PERFORMANCE OF COMMERCIAL BANKS

Return on assets (ROA)—net income (including gains or losses on securities and extraordinary items) as a percentage of average total assets.

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

Risk-based capital ratio—total capital divided by risk weighted assets.

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 100 percent.

Securities—excludes securities held in trading accounts. Effective March 31, 1994 with the full implementation of Financial Accounting Standard (FAS) 115, securities classified by banks as “held-to-maturity” are reported at their amortized cost, and securities classified a “available-for-sale” are reported at their current fair (market) values.

Securities gains (losses)—net pre-tax realized gains (losses) on held-to-maturity and available-for-sale securities.

Total capital—the sum of Tier 1 and Tier 2 capital. Tier 1 capital consists of common equity capital plus noncumulative perpetual preferred stock plus minority interest in consolidated subsidiaries less goodwill and other ineligible intangible assets. Tier 2 capital consists of subordinated debt plus intermediate-term preferred stock plus cumulative long-term preferred stock plus a portion of a bank’s allowance for loan and lease losses. The amount of eligible intangibles (including mortgage servicing rights) included in Tier 1 capital and the amount of the allowance included in Tier 2 capital are limited in accordance with supervisory capital regulations.

Volatile liabilities—the sum of large-denomination time deposits plus foreign-office deposits plus federal funds purchased plus securities sold under agreements to repurchase plus other borrowings. Beginning March 31, 1994, new reporting detail permits the exclusion of other borrowed money with original maturity of more than one year; previously, all other borrowed money was included. Also beginning March 31, 1994, the newly reported “trading liabilities less revaluation losses on assets held in trading accounts” is included.