



State Profile

Michigan

Second Quarter 2012

ECONOMIC INDICATORS

Employment Growth Rates (change from year ago, unless noted)	Q2-12	Q1-12	Q2-11	2011	2010
Total Nonfarm (share of trailing four quarter employment in parentheses)	1.4%	1.5%	2.0%	1.9%	-0.2%
Manufacturing (13%)	3.6%	5.2%	7.2%	6.4%	2.4%
Other (non-manufacturing) Goods-Producing (3%)	-3.2%	-2.1%	3.5%	2.6%	-4.3%
Private Service-Producing (68%)	1.9%	1.7%	2.4%	2.1%	-0.0%
Government (15%)	-1.6%	-1.6%	-3.8%	-2.7%	-1.7%
Unemployment Rate (% of labor force)	8.5%	8.8%	10.6%	10.3%	12.6%

Other Indicators (change from year ago, unless noted)	Q2-12	Q1-12	Q2-11	2011	2010
Single-Family Home Permits	35.4%	27.1%	0.4%	-1.4%	22.8%
Multifamily Building Permits	131.0%	175.9%	-40.3%	-14.9%	84.3%
Home Price Index	0.0%	-0.7%	-3.9%	-3.4%	-6.3%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	5.26	5.76	6.19	5.69	6.75

BANKING TRENDS

General Information	Q2-12	Q1-12	Q2-11	2011	2010
Institutions (#)	131	131	134	132	136
Total Assets (in millions)	66,524	66,312	66,110	65,907	68,124
New Institutions (# < 3 years)	0	1	2	2	2
Subchapter S Institutions	17	17	17	17	17

Asset Quality	Q2-12	Q1-12	Q2-11	2011	2010
Past-Due and Nonaccrual Loans / Total Loans (median %)	3.53	4.06	4.46	4.07	4.76
Noncurrent Loans / Total Loans (median %)	2.28	2.28	2.85	2.36	2.86
ALLL/Total Loans (median %)	1.83	1.82	1.78	1.78	1.81
ALLL/Noncurrent Loans (median multiple)	0.79	0.75	0.73	0.77	0.70
Net Loan Losses / Total Loans (median %)	0.28	0.36	0.58	0.81	0.75

Capital / Earnings	Q2-12	Q1-12	Q2-11	2011	2010
Tier 1 Leverage (median %)	9.56	9.52	9.37	9.44	9.17
Return on Assets (median %)	0.81	0.69	0.58	0.52	0.36
Pretax Return on Assets (median %)	0.98	0.85	0.71	0.60	0.43
Net Interest Margin (median %)	3.91	3.94	3.92	3.96	3.89
Yield on Earning Assets (median %)	4.67	4.72	5.06	5.05	5.32
Cost of Funding Earning Assets (median %)	0.72	0.78	0.99	0.98	1.35
Provisions to Avg. Assets (median %)	0.27	0.24	0.37	0.45	0.63
Noninterest Income to Avg. Assets (median %)	0.80	0.73	0.61	0.65	0.67
Overhead to Avg. Assets (median %)	3.14	3.23	3.27	3.27	3.27

Liquidity/Sensitivity	Q2-12	Q1-12	Q2-11	2011	2010
Net Loans to Assets (median %)	66.29	65.25	68.48	67.71	69.13
Noncore Funding to Assets (median %)	15.46	15.86	18.00	17.07	19.27
Long-term Assets to Assets (median %, call filers)*	20.61	20.11	16.75	18.39	16.70
Brokered Deposits (number of institutions)	63	68	67	67	68
Brokered Deposits to Assets (median % for those above)	3.83	3.81	5.20	3.90	5.57

Loan Concentrations (median % of Total Risk-Based Capital)	Q2-12	Q1-12	Q2-11	2011	2010
Commercial and Industrial	71.01	72.07	72.99	72.26	74.26
Commercial Real Estate	245.86	240.80	262.12	252.03	271.42
Construction & Development	19.47	18.90	23.25	20.80	27.69
Multifamily Residential Real Estate	10.76	10.71	10.94	10.73	10.33
Nonresidential Real Estate	198.05	204.21	215.61	209.76	218.92
Residential Real Estate	199.88	203.46	214.01	209.41	222.57
Consumer	15.66	15.67	16.85	15.88	18.53
Agriculture	2.98	2.99	4.18	3.85	3.97

BANKING PROFILE

Largest Deposit Markets (from 2011 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Detroit-Warren-Livonia, MI	51	90,073	< \$100 million	37 (28.2%)
Grand Rapids-Wyoming, MI	28	12,907	\$100 million to \$250 million	48 (36.6%)
Ann Arbor, MI	19	6,230	\$250 million to \$1 billion	37 (28.2%)
Lansing-East Lansing, MI	23	5,030	\$1 billion to \$10 billion	8 (6.1%)
South Bend-Mishawaka, IN-MI	19	4,924	> \$10 billion	1 (0.8%)

* Prior to 2012, does not include data for insured savings institutions that filed Thrift Financial Reports. Beginning in 2012, all insured institutions file Call Reports.