



State Profile

Kentucky

Third Quarter 2012

ECONOMIC INDICATORS

Employment Growth Rates (change from year ago, unless noted)

	Q3-12	Q2-12	Q3-11	2011	2010
Total Nonfarm (share of trailing four quarter employment in parentheses)	2.2%	2.0%	1.0%	1.1%	0.1%
Manufacturing (12%)	2.9%	3.6%	1.3%	1.7%	-1.9%
Other (non-manufacturing) Goods-Producing (5%)	-4.8%	-3.1%	1.1%	0.3%	-7.8%
Private Service-Producing (65%)	3.3%	3.0%	1.3%	1.5%	0.6%
Government (18%)	-0.4%	-1.0%	-0.1%	-0.2%	1.9%
Unemployment Rate (% of labor force)	8.4%	8.2%	9.6%	9.5%	10.2%

Other Indicators (change from year ago, unless noted)

	Q3-12	Q2-12	Q3-11	2011	2010
Single-Family Home Permits	13.9%	13.6%	-14.0%	-15.0%	-0.8%
Multifamily Building Permits	91.5%	26.7%	59.3%	49.0%	2.6%
Home Price Index	0.6%	0.9%	-1.3%	-0.9%	-1.0%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	4.23	4.55	4.81	4.97	5.60

BANKING TRENDS

General Information

	Q3-12	Q2-12	Q3-11	2011	2010
Institutions (#)	192	193	195	194	198
Total Assets (in millions)	55,095	55,110	54,453	55,257	54,664
New Institutions (# < 3 years)	0	0	1	1	1
Subchapter S Institutions	64	64	61	61	61

Asset Quality

	Q3-12	Q2-12	Q3-11	2011	2010
Past-Due and Nonaccrual Loans / Total Loans (median %)	2.98	2.94	2.95	3.01	3.19
Noncurrent Loans / Total Loans (median %)	1.55	1.56	1.69	1.58	1.49
ALLL/Total Loans (median %)	1.53	1.51	1.52	1.49	1.41
ALLL/Noncurrent Loans (median multiple)	0.85	0.81	0.77	0.75	0.83
Net Loan Losses / Total Loans (median %)	0.17	0.20	0.23	0.36	0.32

Capital / Earnings

	Q3-12	Q2-12	Q3-11	2011	2010
Tier 1 Leverage (median %)	10.40	10.26	10.26	10.24	9.94
Return on Assets (median %)	0.83	0.86	0.86	0.82	0.80
Pretax Return on Assets (median %)	1.08	1.08	1.03	0.98	0.95
Net Interest Margin (median %)	3.90	3.84	4.03	3.97	3.90
Yield on Earning Assets (median %)	4.70	4.70	5.05	5.06	5.32
Cost of Funding Earning Assets (median %)	0.85	0.90	1.11	1.14	1.51
Provisions to Avg. Assets (median %)	0.17	0.19	0.22	0.27	0.29
Noninterest Income to Avg. Assets (median %)	0.66	0.62	0.67	0.65	0.69
Overhead to Avg. Assets (median %)	3.02	2.99	3.01	3.03	2.99

Liquidity/Sensitivity

	Q3-12	Q2-12	Q3-11	2011	2010
Net Loans to Assets (median %)	62.48	62.00	63.91	62.74	66.31
Noncore Funding to Assets (median %)	22.69	23.02	24.46	24.14	25.37
Long-term Assets to Assets (median %, call filers)*	36.22	36.30	32.43	31.78	27.59
Brokered Deposits (number of institutions)	50	48	54	51	53
Brokered Deposits to Assets (median % for those above)	3.21	3.39	3.78	3.64	3.68

Loan Concentrations (median % of Total Risk-Based Capital)

	Q3-12	Q2-12	Q3-11	2011	2010
Commercial and Industrial	38.72	38.93	39.77	40.21	43.50
Commercial Real Estate	160.29	165.52	176.23	176.29	180.96
Construction & Development	23.21	21.88	23.00	22.21	25.13
Multifamily Residential Real Estate	8.28	8.45	8.56	8.67	7.69
Nonresidential Real Estate	127.60	130.89	135.52	129.77	132.26
Residential Real Estate	227.45	226.63	231.39	232.70	248.70
Consumer	26.76	27.03	29.30	28.58	32.62
Agriculture	34.07	34.56	41.88	41.44	38.25

BANKING PROFILE

Largest Deposit Markets (from 2012 Summary of Deposits)

	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Cincinnati-Middletown, OH-KY-IN	74	66,283	< \$100 million	55 (28.6%)
Louisville-Jefferson County, KY-IN	47	23,628	\$100 million to \$250 million	84 (43.8%)
Lexington-Fayette, KY	33	8,573	\$250 million to \$1 billion	43 (22.4%)
Evansville, IN-KY	26	5,405	\$1 billion to \$10 billion	10 (5.2%)
Huntington-Ashland, WV-KY-OH	26	4,366	> \$10 billion	0 (0%)

* 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.