



State Profile

Michigan

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)	1.3%	1.4%	1.8%	1.9%	-0.2%
Manufacturing (13%)	3.6%	3.6%	6.0%	6.4%	2.4%
Other (non-manufacturing) Goods-Producing (3%)	-4.3%	-3.2%	3.3%	2.6%	-4.3%
Private Service-Producing (68%)	1.7%	1.9%	1.8%	2.1%	-0.0%
Government (15%)	-0.9%	-1.6%	-2.2%	-2.7%	-1.7%
Unemployment Rate (% of labor force)	9.2%	8.5%	10.4%	10.3%	12.6%

Other Indicators (change from year ago, unless noted)

	Q3-12	Q2-12	Q3-11	2011	2010
Single-Family Home Permits	35.6%	35.4%	2.8%	-1.4%	22.8%
Multifamily Building Permits	-18.8%	131.0%	61.3%	-14.9%	84.3%
Home Price Index	-0.1%	0.3%	-3.4%	-3.5%	-6.4%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	4.45	5.26	5.21	5.69	6.75

BANKING TRENDS

General Information

	Q3-12	Q2-12	Q3-11	2011	2010
Institutions (#)	131	131	133	132	136
Total Assets (in millions)	67,917	66,531	68,323	65,907	68,124
New Institutions (# < 3 years)	0	0	2	2	2
Subchapter S Institutions	17	17	17	17	17

Asset Quality

	Q3-12	Q2-12	Q3-11	2011	2010
Past-Due and Nonaccrual Loans / Total Loans (median %)	3.83	3.53	3.92	4.07	4.76
Noncurrent Loans / Total Loans (median %)	2.23	2.28	2.41	2.36	2.86
ALLL/Total Loans (median %)	1.86	1.83	1.79	1.78	1.81
ALLL/Noncurrent Loans (median multiple)	0.79	0.79	0.67	0.77	0.70
Net Loan Losses / Total Loans (median %)	0.40	0.28	0.45	0.81	0.75

Capital / Earnings

	Q3-12	Q2-12	Q3-11	2011	2010
Tier 1 Leverage (median %)	9.68	9.68	9.39	9.44	9.17
Return on Assets (median %)	0.81	0.81	0.68	0.52	0.36
Pretax Return on Assets (median %)	1.07	0.98	0.86	0.60	0.43
Net Interest Margin (median %)	3.93	3.91	4.01	3.96	3.89
Yield on Earning Assets (median %)	4.67	4.67	5.04	5.05	5.32
Cost of Funding Earning Assets (median %)	0.68	0.72	0.94	0.98	1.35
Provisions to Avg. Assets (median %)	0.22	0.27	0.31	0.45	0.63
Noninterest Income to Avg. Assets (median %)	0.82	0.80	0.66	0.65	0.67
Overhead to Avg. Assets (median %)	3.25	3.14	3.27	3.27	3.27

Liquidity/Sensitivity

	Q3-12	Q2-12	Q3-11	2011	2010
Net Loans to Assets (median %)	63.68	66.29	67.26	67.71	69.13
Noncore Funding to Assets (median %)	14.92	15.62	17.17	17.07	19.27
Long-term Assets to Assets (median %, call filers)*	21.38	20.61	17.27	18.39	16.70
Brokered Deposits (number of institutions)	63	63	68	67	68
Brokered Deposits to Assets (median % for those above)	3.49	3.83	4.48	3.90	5.57

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

	Q3-12	Q2-12	Q3-11	2011	2010
Commercial and Industrial	67.20	71.01	73.27	72.26	74.26
Commercial Real Estate	241.63	245.86	251.34	252.03	271.42
Construction & Development	17.25	19.47	25.91	20.80	27.69
Multifamily Residential Real Estate	10.24	10.75	11.44	10.73	10.33
Nonresidential Real Estate	202.05	198.05	207.64	209.76	218.92
Residential Real Estate	192.19	199.88	212.48	209.41	222.57
Consumer	16.14	15.66	17.15	15.88	18.53
Agriculture	2.99	2.98	4.53	3.85	3.97

BANKING PROFILE

Largest Deposit Markets (from 2012 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Detroit-Warren-Livonia, MI	52	97,088	< \$100 million	37 (28.2%)
Grand Rapids-Wyoming, MI	29	13,801	\$100 million to \$250 million	46 (35.1%)
Ann Arbor, MI	20	6,706	\$250 million to \$1 billion	39 (29.8%)
Lansing-East Lansing, MI	24	5,150	\$1 billion to \$10 billion	8 (6.1%)
South Bend-Mishawaka, IN-MI	19	4,809	> \$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.