

FEDERAL RESERVE BANK *of* KANSAS CITY

— KANSAS CITY — DENVER — OKLAHOMA CITY — OMAHA

Banking Conditions: June 2021

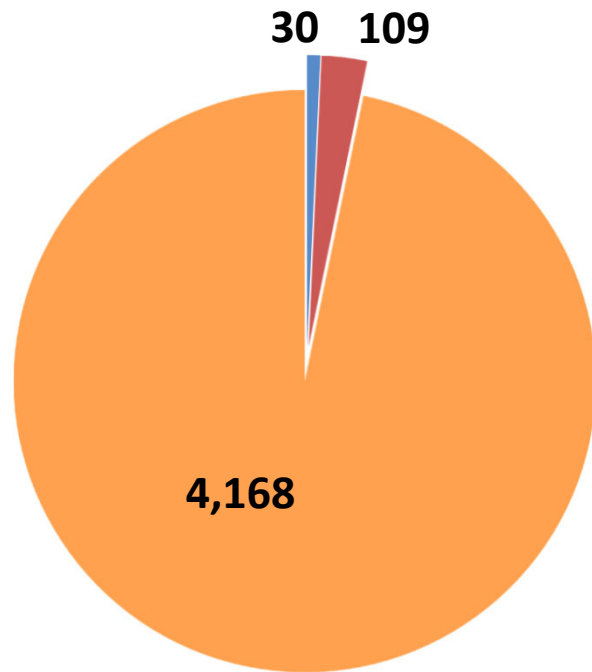
***All U.S. Banks and
Tenth District Banks***



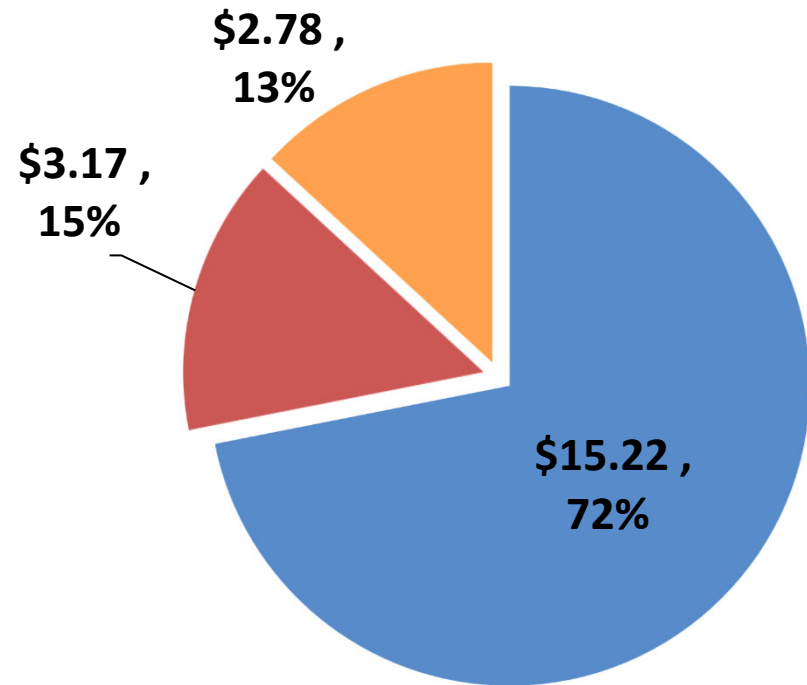
U.S. Institutions Overview

(All US Commercial Banks)

Number of Institutions



Assets - \$ Trillions



■ Banks Over \$100 Billion

■ Banks \$10 - \$100 Billion

■ Banks Under \$10 Billion

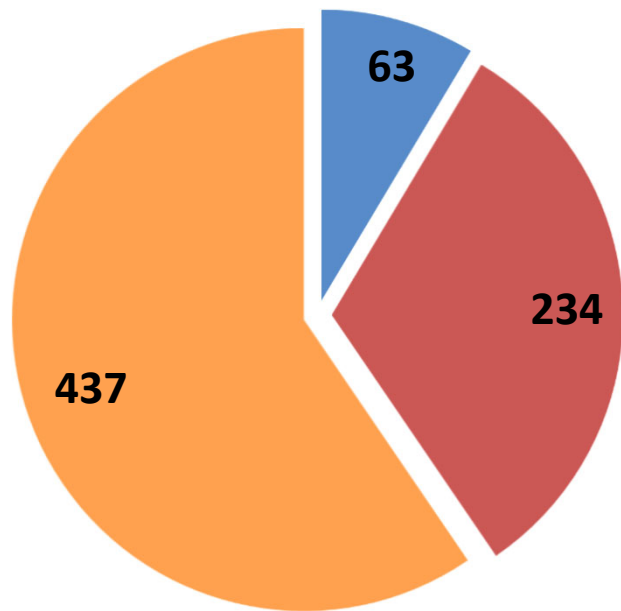
Source: Reports of Condition and Income – June 2021



Tenth District Institutions Overview

(Tenth District Commercial Banks)

Number of Institutions

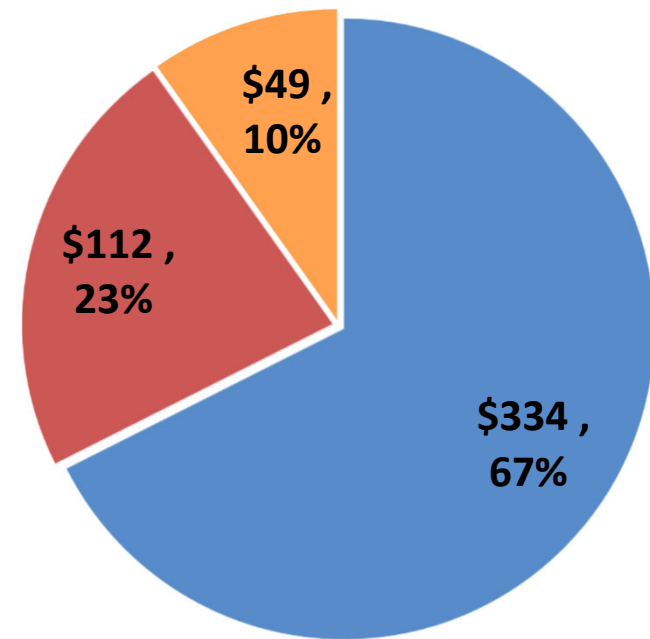


■ Banks Over \$1 Billion

■ Banks \$250 Million - \$1 Billion

■ Banks Under \$250 Million

Assets - \$ Billions



Source: Reports of Condition and Income – June 2021



Capital and Earnings

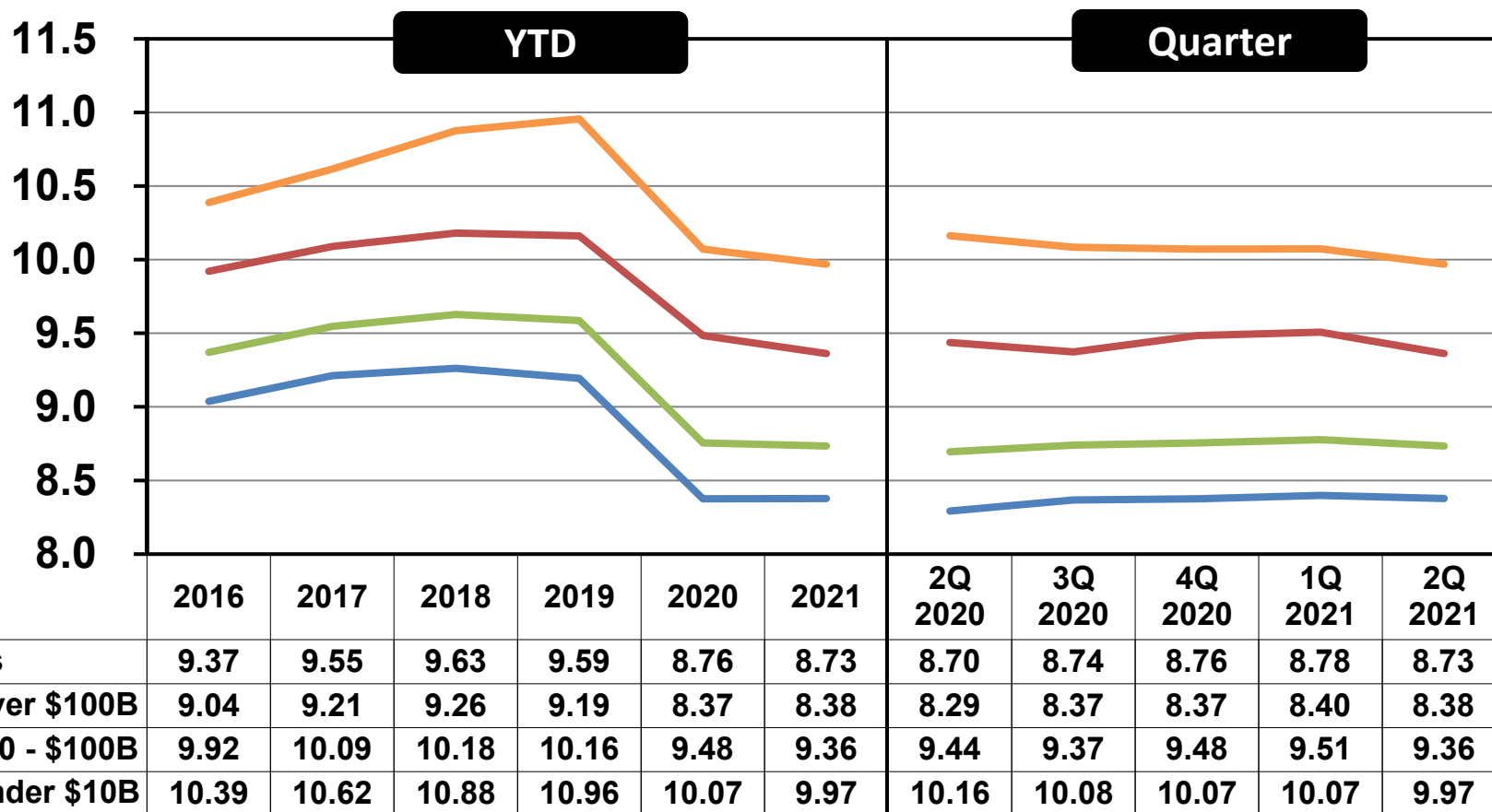
- Capital levels continue to decline, whereas earnings performance has improved from the declines experienced in the first half of 2020.
- Balance sheet growth, driven by the Paycheck Protection Program, was the primary contributor to decreases in capital ratios.



Leverage Ratio

(All US Commercial Banks)

% of Assets*



* Tier 1 capital to assets for leverage capital purposes (Quarter) – the “Leverage Ratio”

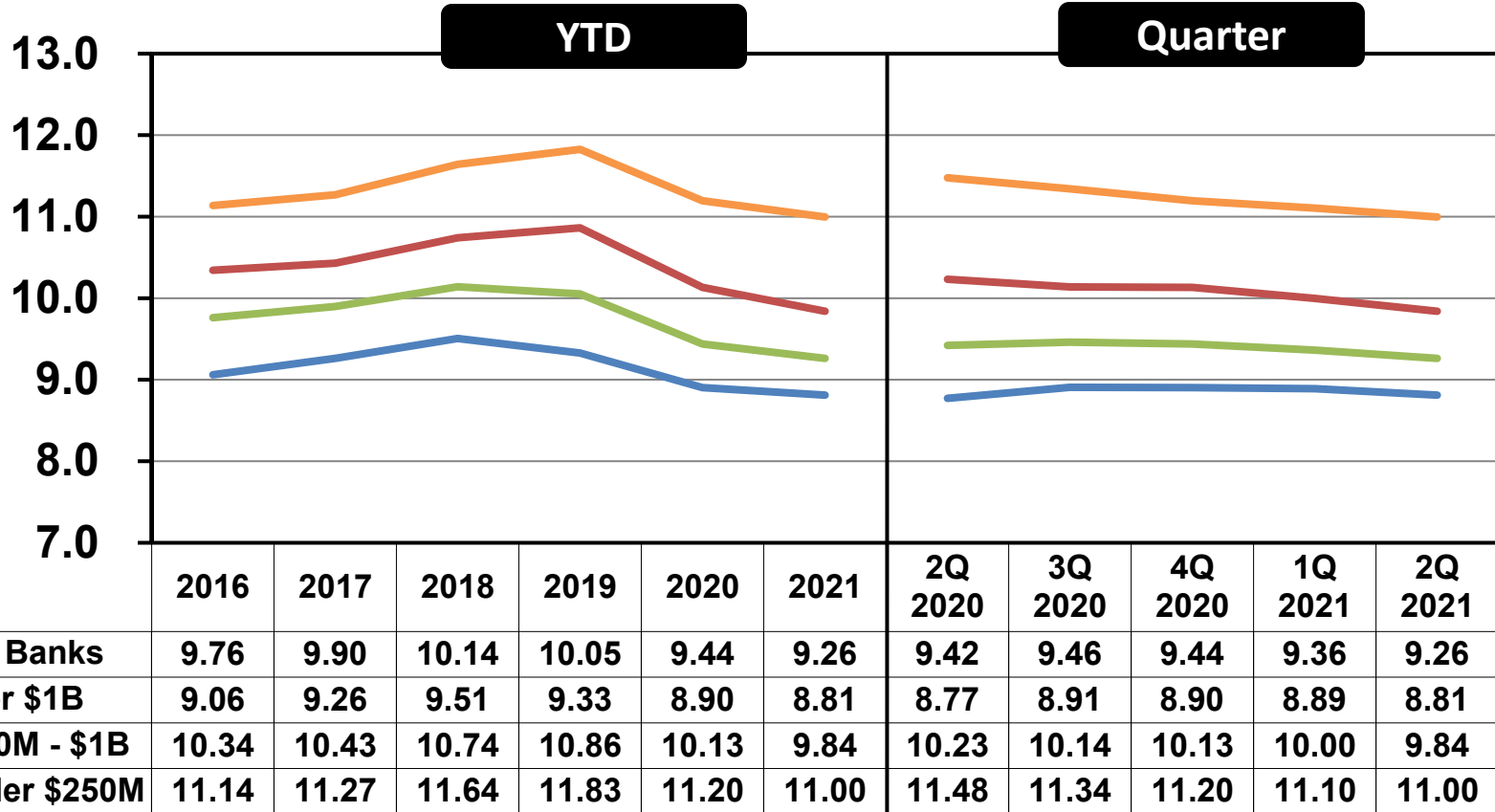
Source: Reports of Condition and Income



Leverage Ratio

(Tenth District Commercial Banks)

% of Assets*



* Tier 1 capital to assets for leverage capital purposes (Quarter) – the “Leverage Ratio”

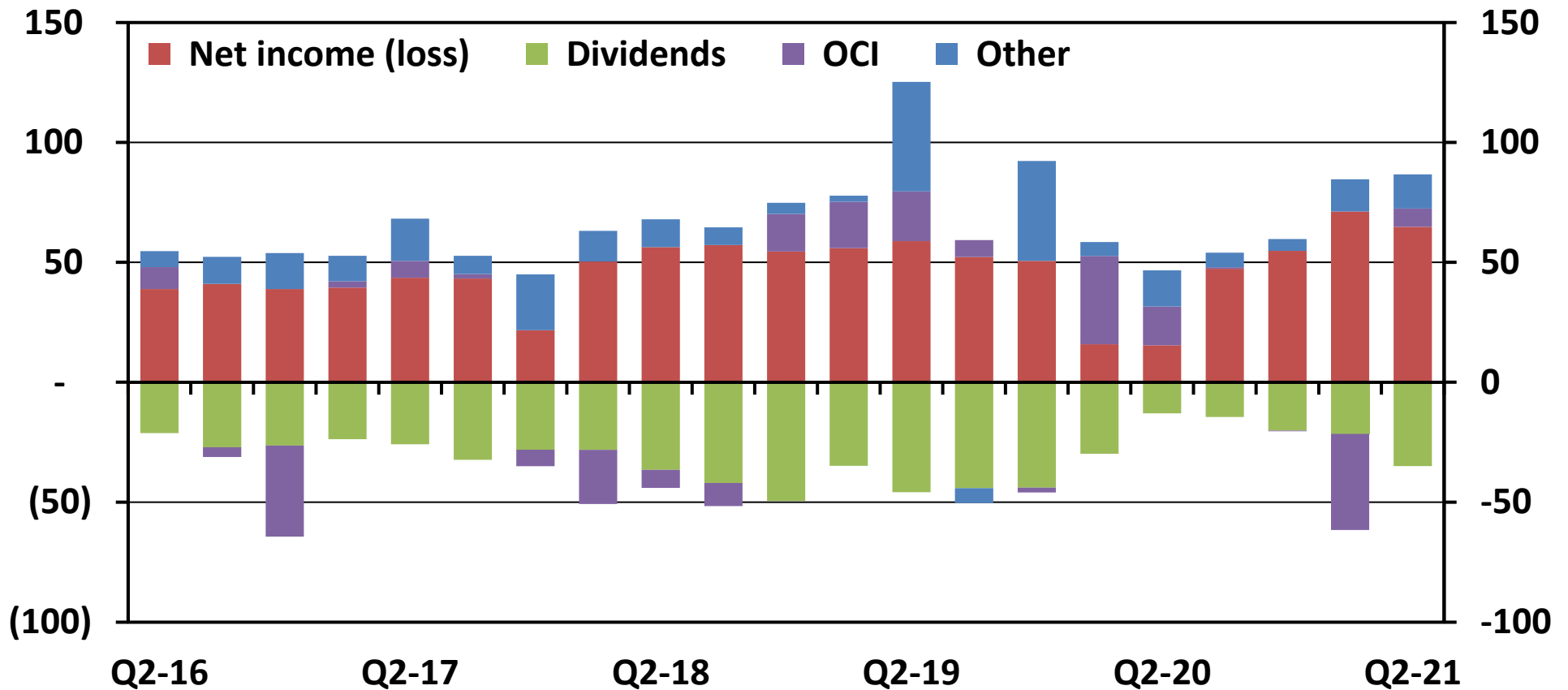
Source: Reports of Condition and Income



Change in Equity Capital

(All U.S. Commercial Banks)

\$ Billions*



* Quarter change in components of equity capital

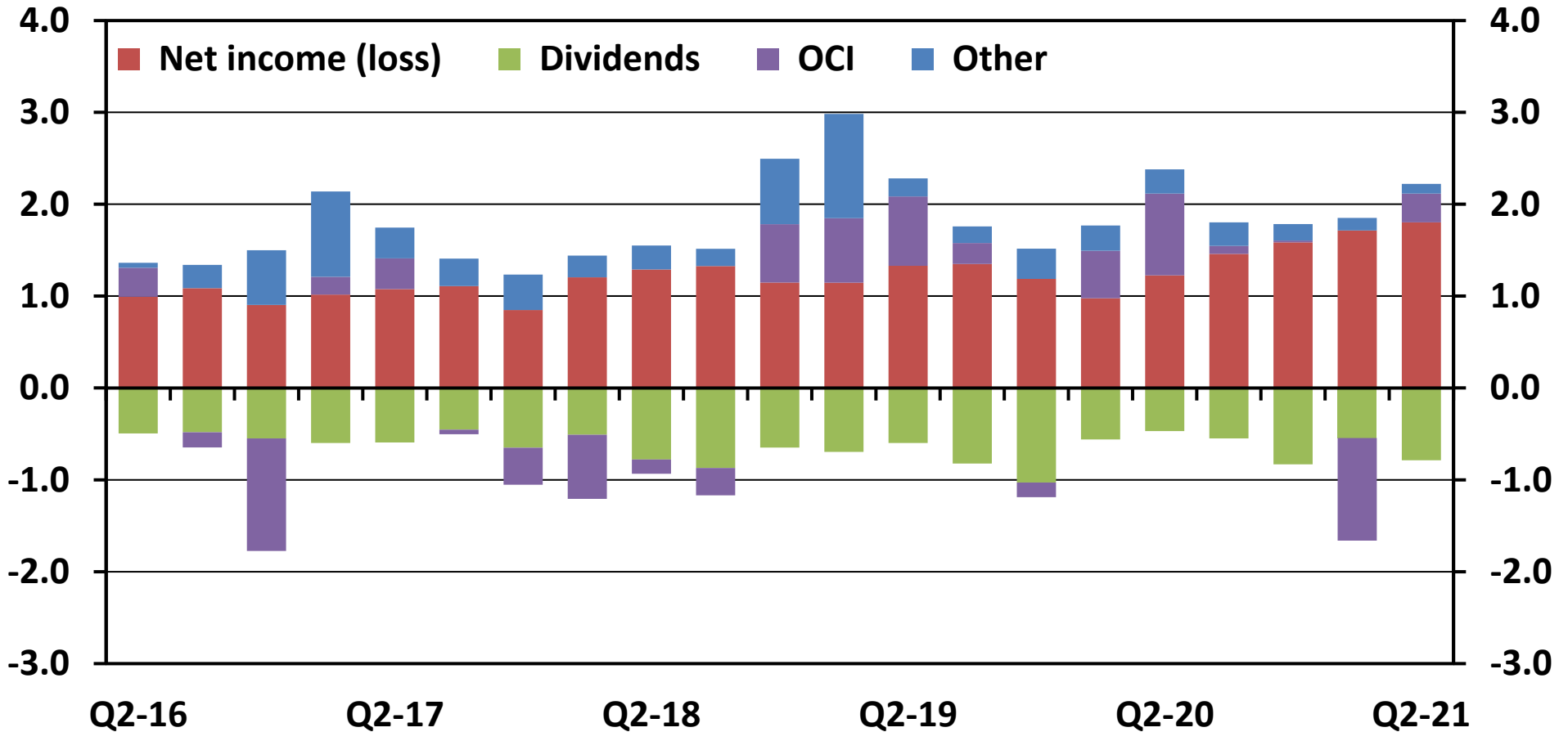
Source: Reports of Condition and Income



Change in Equity Capital

(Tenth District Commercial Banks)

\$ Millions*



* Quarter change in components of equity capital

Source: Reports of Condition and Income



Return on Average Assets Summary

(All US Commercial Banks)

	2018	2019	2020	Jun-21	(YoY) Change	(Qrt) Change*
Net Interest Income	3.04	3.00	2.53	2.27	(0.39)	(0.08)
Noninterest Income	1.56	1.51	1.38	1.38	(0.02)	(0.04)
Total Revenue	4.60	4.51	3.90	3.66	(0.42)	(0.11)
Provisions	0.26	0.29	0.64	(0.24)	(1.41)	0.06
Noninterest Expense	2.64	2.61	2.43	2.24	(0.30)	(0.04)
Total Expenses	2.90	2.90	3.07	2.00	(1.70)	0.02
Pre-Tax Operating Income	1.70	1.61	0.83	1.65	1.29	(0.14)
Sub S Adjusted Net Income	1.34	1.28	0.69	1.30	0.97	(0.15)

Note: Income Statement items as a percentage of average assets – Annualized

*Quarterly data

Source: Reports of Condition and Income



Return on Average Assets Summary

(Tenth District Commercial Banks)

	2018	2019	2020	Jun-21	(YoY) Change	(Qrt) Change*
Net Interest Income	3.57	3.54	3.22	3.05	(0.30)	(0.05)
Noninterest Income	1.13	1.21	1.30	1.22	(0.03)	(0.05)
Total Revenue	4.70	4.75	4.52	4.27	(0.32)	(0.10)
Provisions	0.22	0.24	0.40	0.02	(0.60)	(0.08)
Noninterest Expense	2.90	2.96	2.77	2.53	(0.27)	(0.02)
Total Expenses	3.12	3.20	3.17	2.55	(0.87)	(0.09)
Pre-Tax Operating Income	1.58	1.54	1.35	1.72	0.55	(0.01)
Sub S Adjusted Net Income	1.28	1.24	1.14	1.39	0.40	0.04

Note: Income Statement items as a percentage of average assets – Annualized

*Quarterly data

Source: Reports of Condition and Income

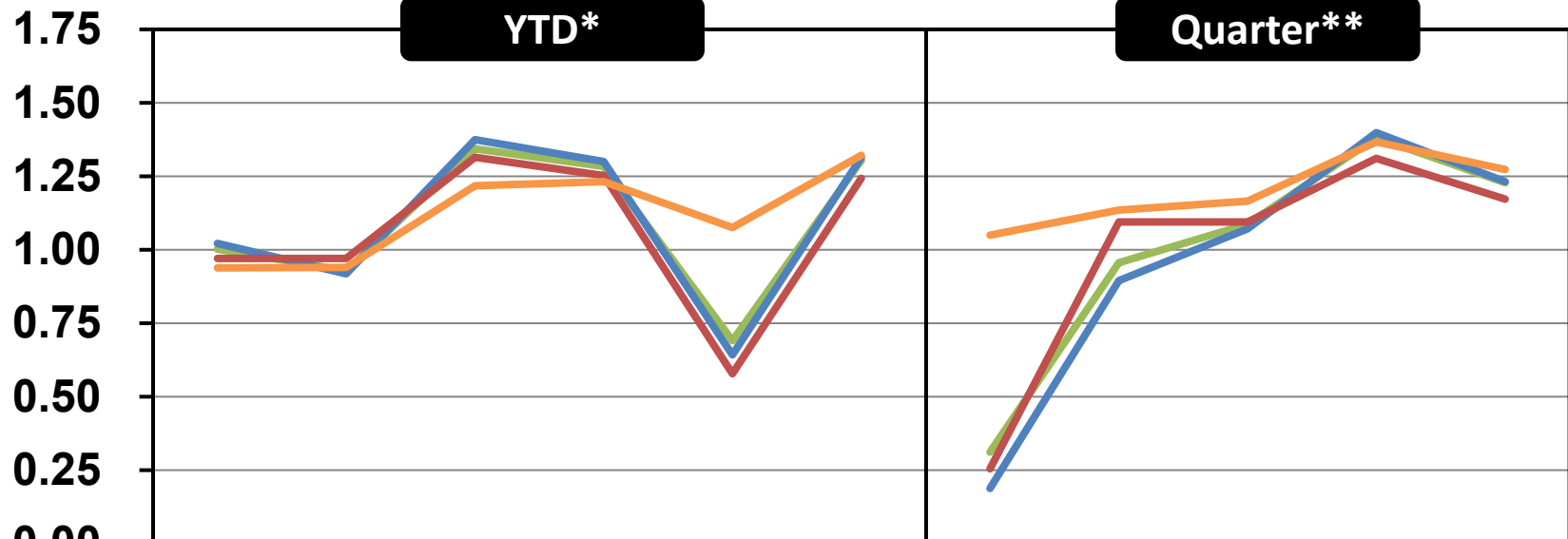


Return on Average Assets

Sub S Adjusted

(All US Commercial Banks)

% of Avg. Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	1.00	0.93	1.34	1.28	0.69	1.30	0.31	0.96	1.09	1.38	1.23
Banks Over \$100B	1.02	0.92	1.37	1.30	0.64	1.31	0.19	0.90	1.07	1.40	1.23
Banks \$10 - \$100B	0.97	0.97	1.31	1.25	0.58	1.24	0.25	1.09	1.09	1.31	1.17
Banks Under \$10B	0.94	0.94	1.22	1.23	1.08	1.32	1.05	1.14	1.17	1.37	1.27

* YTD = Net Income (YTD), as a percentage of average assets - Annualized

** Quarter = Net Income (Quarter), as a percentage of average assets (Quarter) - Annualized

Note: Sub S adjusted Net Income

Source: Reports of Condition and Income

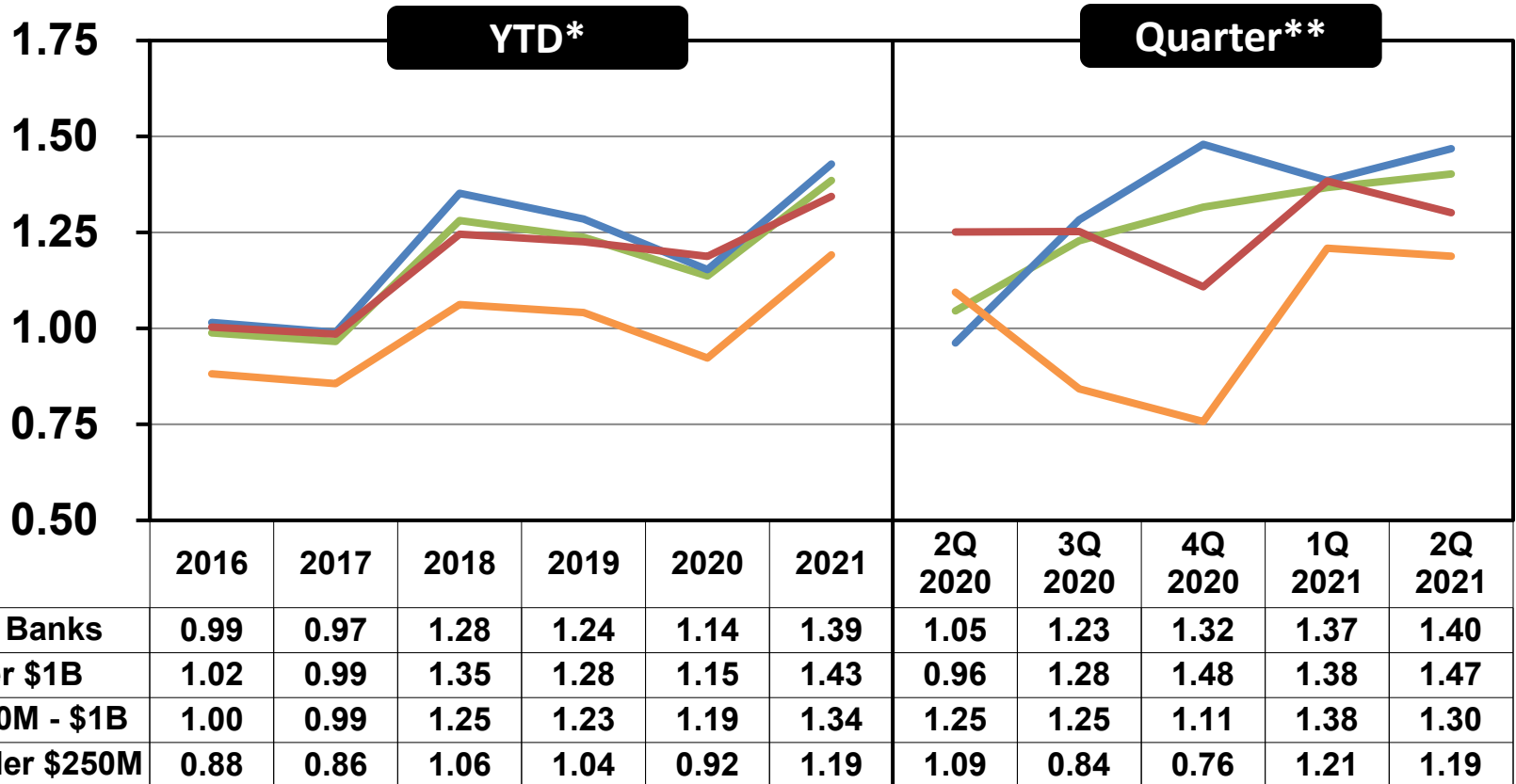


Return on Average Assets for District Banks

Sub S Adjusted

(Tenth District Commercial Banks)

% of Avg. Assets



* YTD = Net Income (YTD), as a percentage of average assets - Annualized

** Quarter = Net Income (Quarter), as a percentage of average assets (Quarter) – Annualized

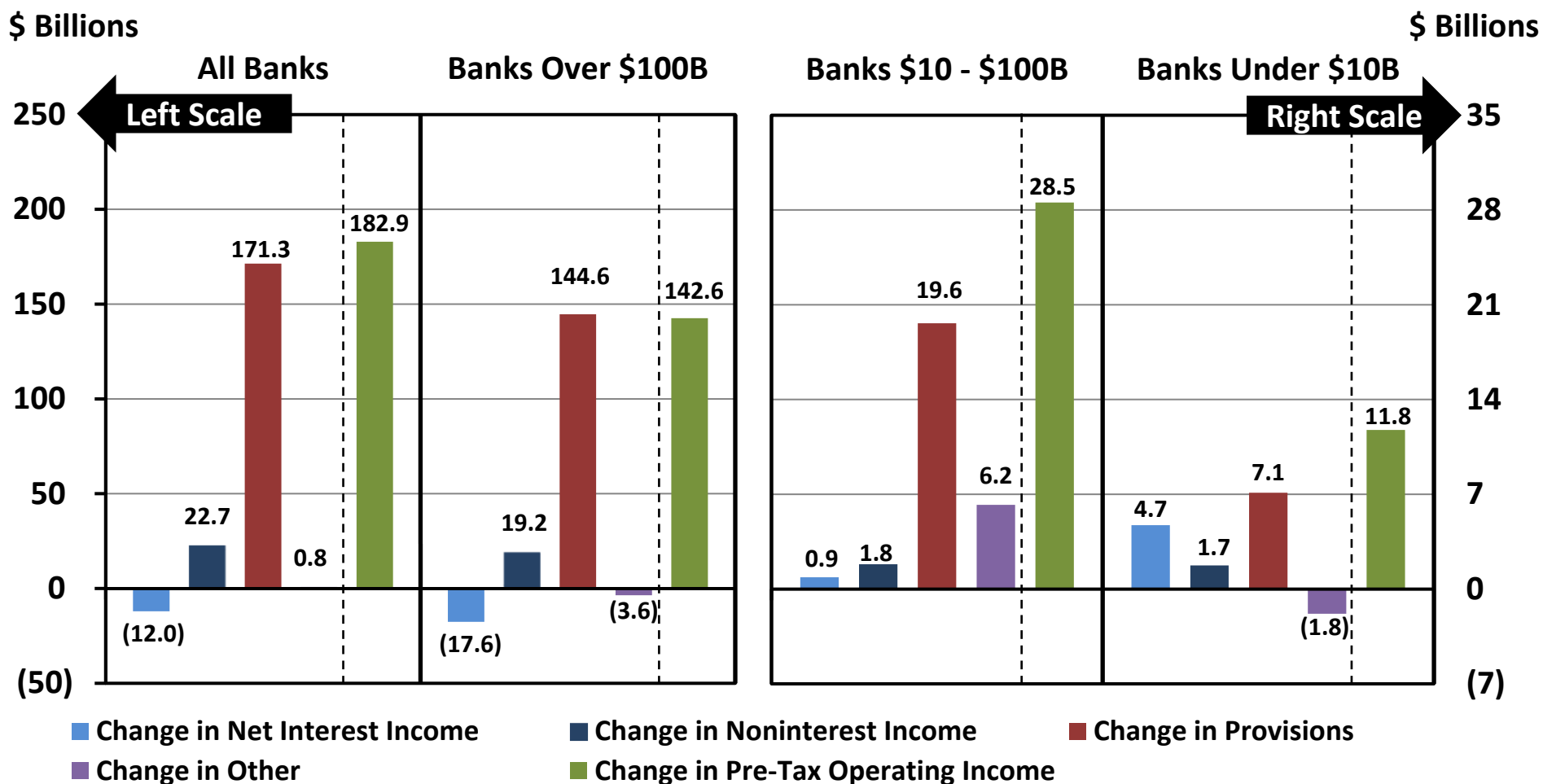
Note: Sub S Adjusted Net Income

Source: Reports of Condition and Income



Contributions to Pre-Tax Income

All U.S. Commercial Banks, December 2020 vs. June 2021



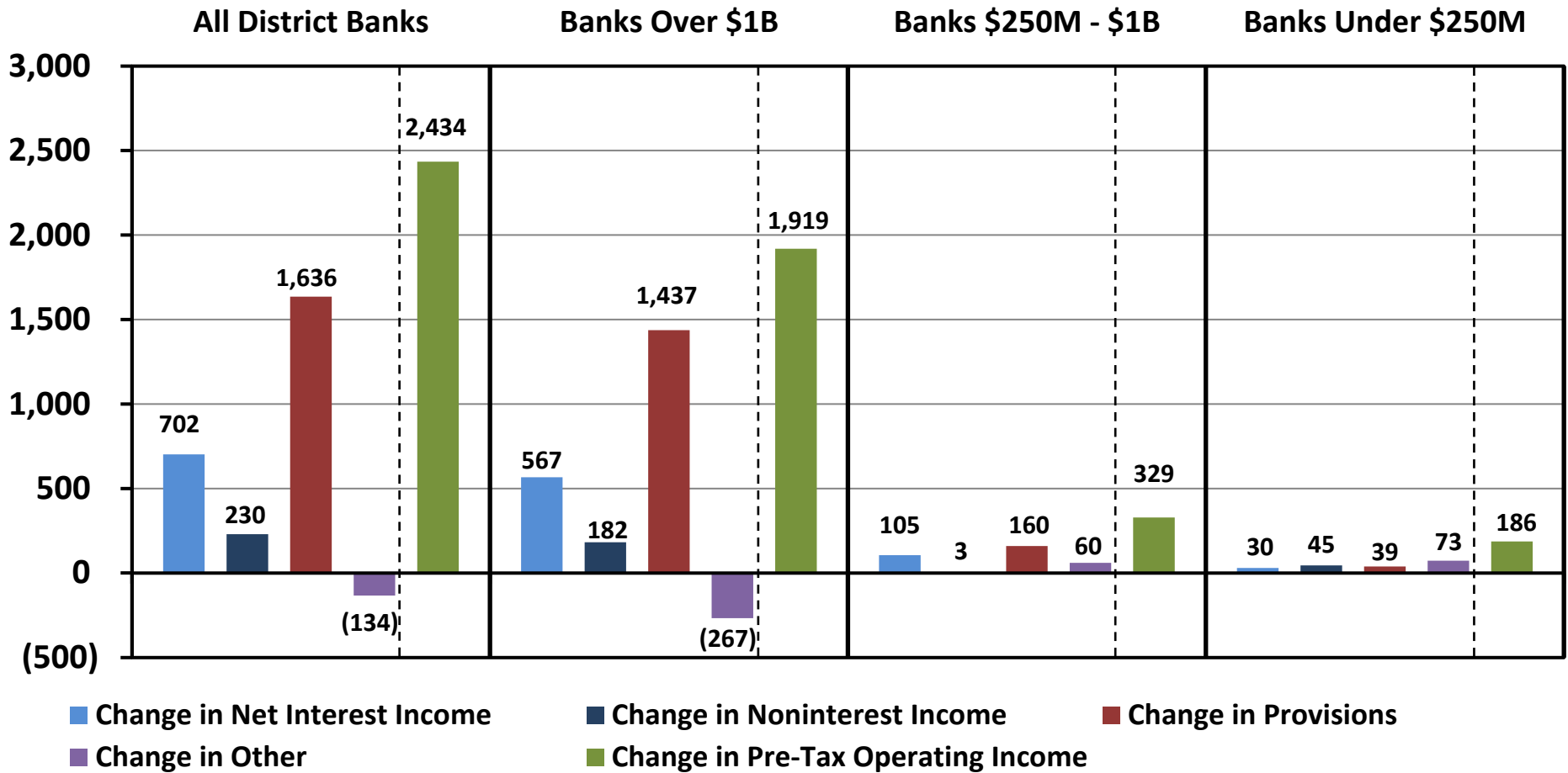
Source: Reports of Condition and Income



Contributions to Pre-Tax Income

Tenth District Commercial Banks, December 2020 vs. June 2021

\$ Millions

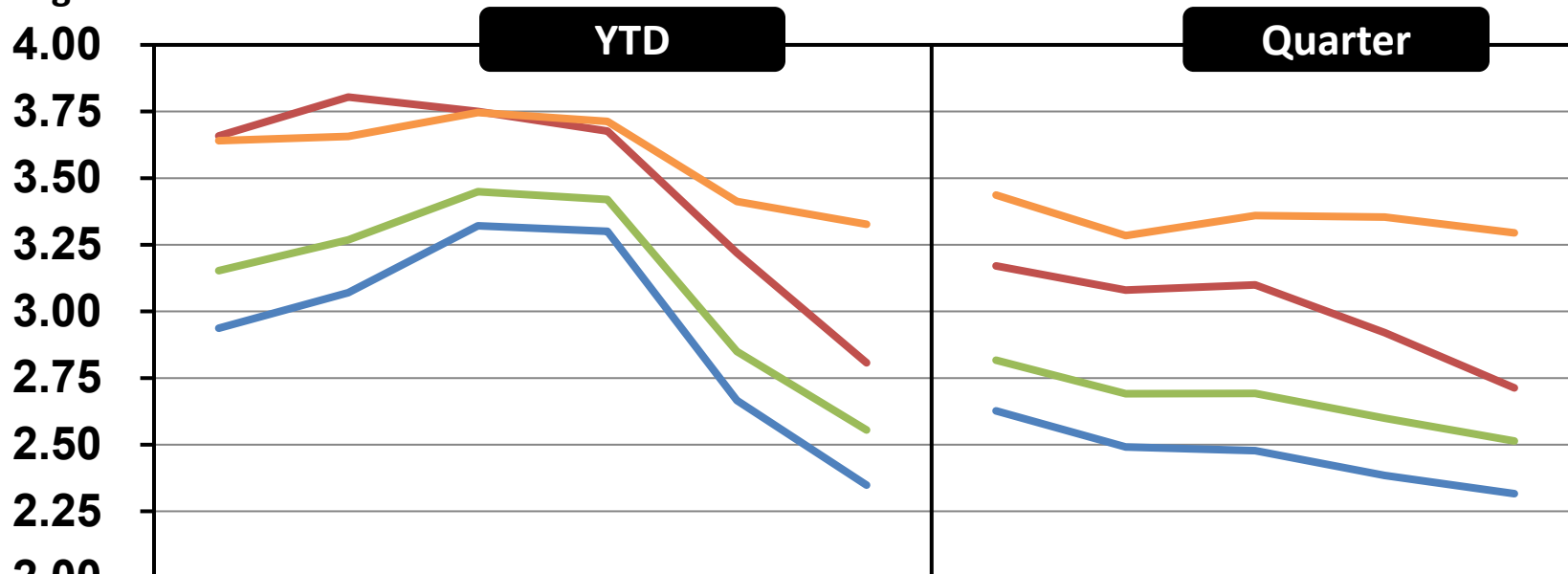


Source: Reports of Condition and Income

Net Interest Margin

(All US Commercial Banks)

% of Avg. Earning Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	3.15	3.27	3.45	3.42	2.85	2.55	2.82	2.69	2.69	2.60	2.51
Banks Over \$100B	2.94	3.07	3.32	3.30	2.67	2.35	2.63	2.49	2.48	2.38	2.32
Banks \$10 - \$100B	3.66	3.80	3.75	3.68	3.22	2.81	3.17	3.08	3.10	2.92	2.71
Banks Under \$10B	3.64	3.66	3.75	3.71	3.41	3.33	3.44	3.28	3.36	3.35	3.29

Note: Interest Income Net of Interest Expense (YTD), as a percentage of average earning assets - Annualized

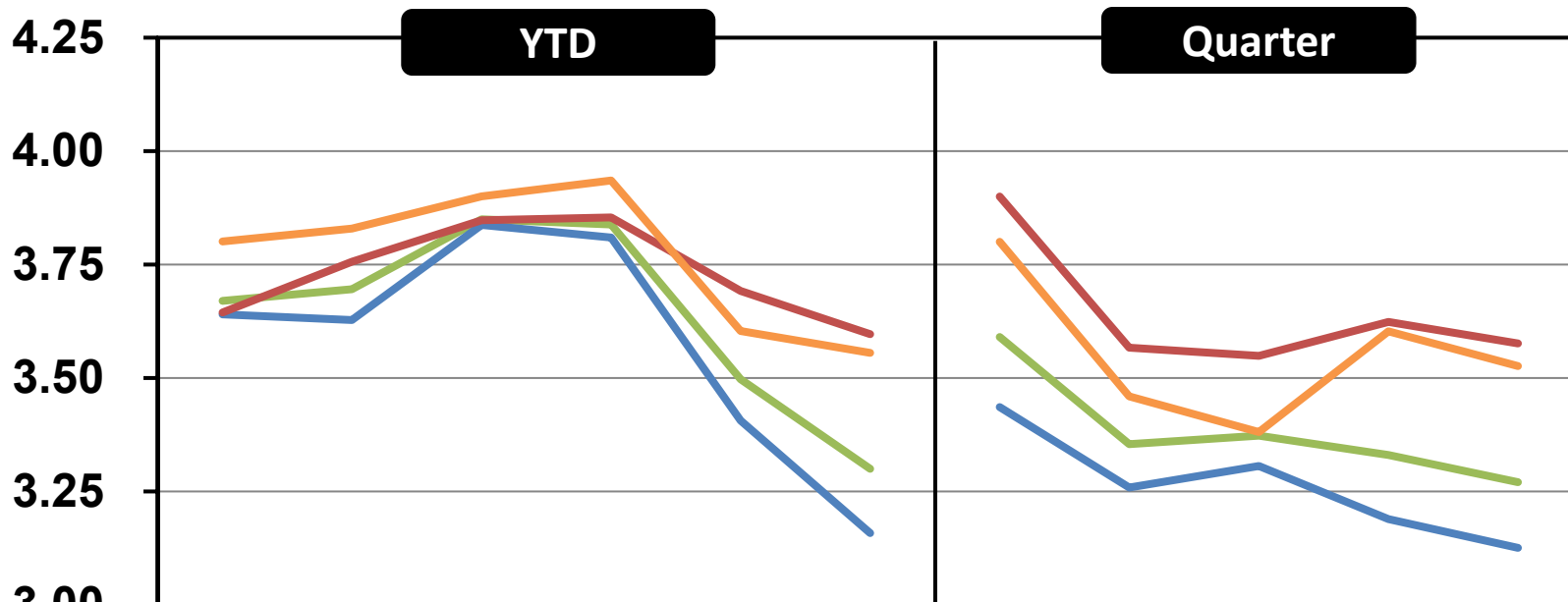
Source: Reports of Condition and Income



Net Interest Margin

(Tenth District Commercial Banks)

% of Avg. Earning Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	3.67	3.70	3.85	3.84	3.50	3.30	3.59	3.35	3.37	3.33	3.27
Banks Over \$1B	3.64	3.63	3.84	3.81	3.41	3.16	3.44	3.26	3.31	3.19	3.13
Banks \$250M - \$1B	3.64	3.76	3.85	3.85	3.69	3.60	3.90	3.57	3.55	3.62	3.58
Banks Under \$250M	3.80	3.83	3.90	3.94	3.60	3.56	3.80	3.46	3.38	3.60	3.53

* YTD = Interest Income Net of Interest Expense (YTD), as a percentage of average earning assets - Annualized

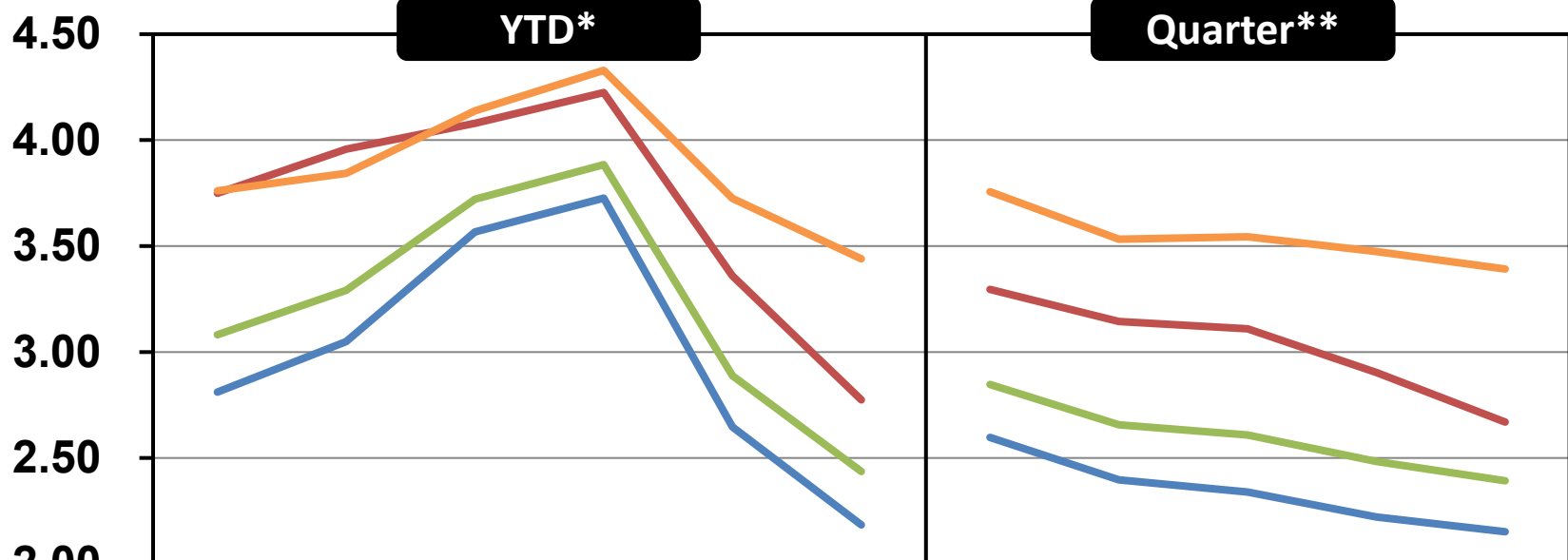
Source: Reports of Condition and Income



Interest Income

(All US Commercial Banks)

% of Avg. Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	3.08	3.29	3.72	3.88	2.89	2.44	2.85	2.66	2.61	2.48	2.39
Banks Over \$100B	2.81	3.05	3.57	3.73	2.65	2.18	2.60	2.40	2.34	2.22	2.15
Banks \$10 - \$100B	3.75	3.96	4.08	4.22	3.36	2.77	3.30	3.14	3.11	2.90	2.67
Banks Under \$10B	3.76	3.84	4.14	4.33	3.73	3.44	3.76	3.53	3.54	3.47	3.39

* YTD = Interest Income (YTD), as a percentage of average assets - Annualized

** Quarter = Interest Income (Quarter), as a percentage of average assets (Quarter) - Annualized

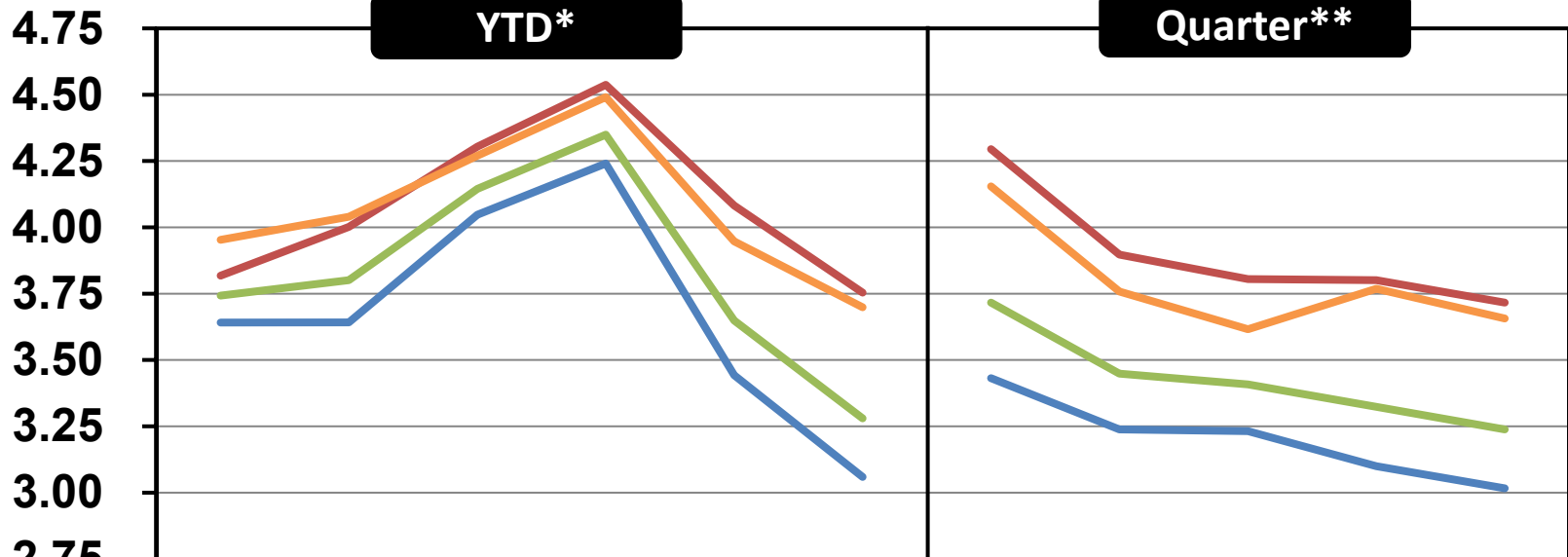
Source: Reports of Condition and Income



Interest Income

(Tenth District Commercial Banks)

% of Avg. Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
— All District Banks	3.74	3.80	4.15	4.35	3.65	3.28	3.72	3.45	3.41	3.32	3.24
— Banks Over \$1B	3.64	3.64	4.05	4.24	3.44	3.06	3.43	3.24	3.23	3.10	3.02
— Banks \$250M - \$1B	3.82	4.00	4.30	4.54	4.08	3.75	4.29	3.90	3.80	3.80	3.72
— Banks Under \$250M	3.95	4.04	4.27	4.49	3.95	3.70	4.15	3.76	3.62	3.77	3.66

* YTD = Interest Income (YTD), as a percentage of average assets - Annualized

** Quarter = Interest Income (Quarter), as a percentage of average assets (Quarter) - Annualized

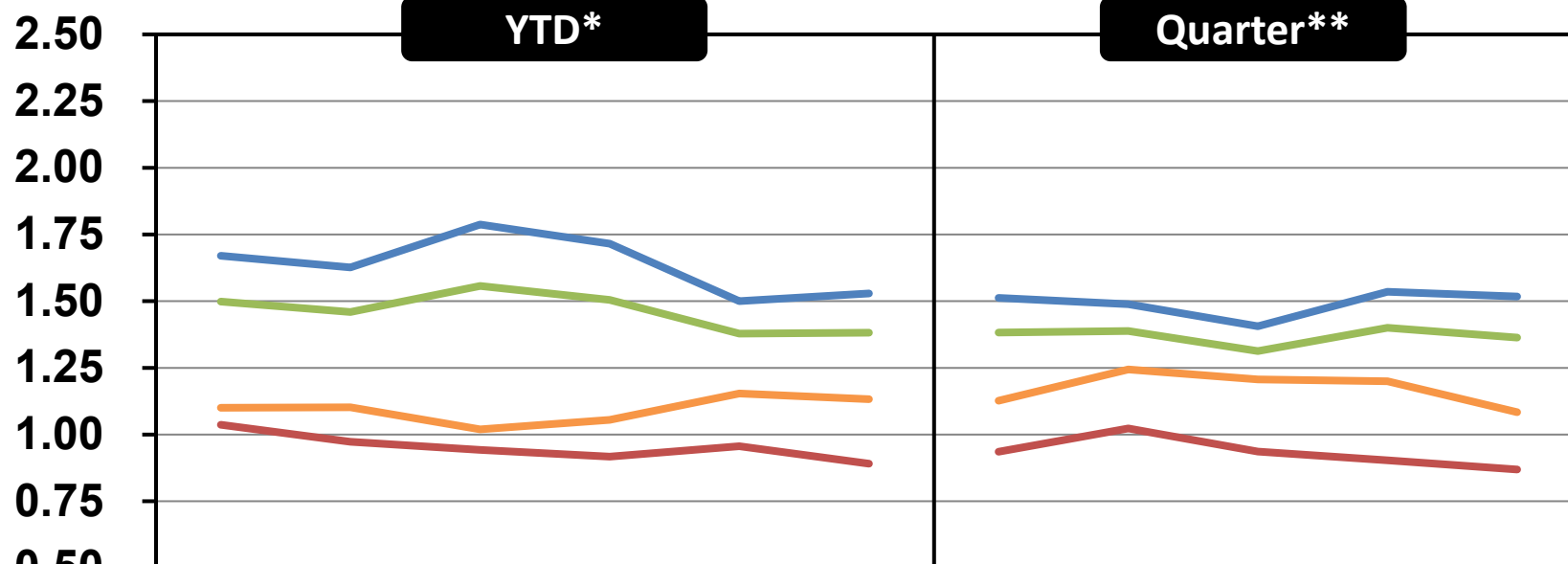
Source: Reports of Condition and Income



Noninterest Income

(All US Commercial Banks)

% of Avg. Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	1.50	1.46	1.56	1.51	1.38	1.38	1.38	1.39	1.31	1.40	1.36
Banks Over \$100B	1.67	1.63	1.79	1.72	1.50	1.53	1.51	1.49	1.41	1.54	1.52
Banks \$10 - \$100B	1.04	0.97	0.94	0.92	0.96	0.89	0.94	1.02	0.94	0.90	0.87
Banks Under \$10B	1.10	1.10	1.02	1.06	1.15	1.13	1.13	1.24	1.21	1.20	1.08

* YTD = Noninterest Income (YTD), as a percentage of average assets - Annualized

** Quarter = Noninterest Income (Quarter), as a percentage of average assets (Quarter) - Annualized

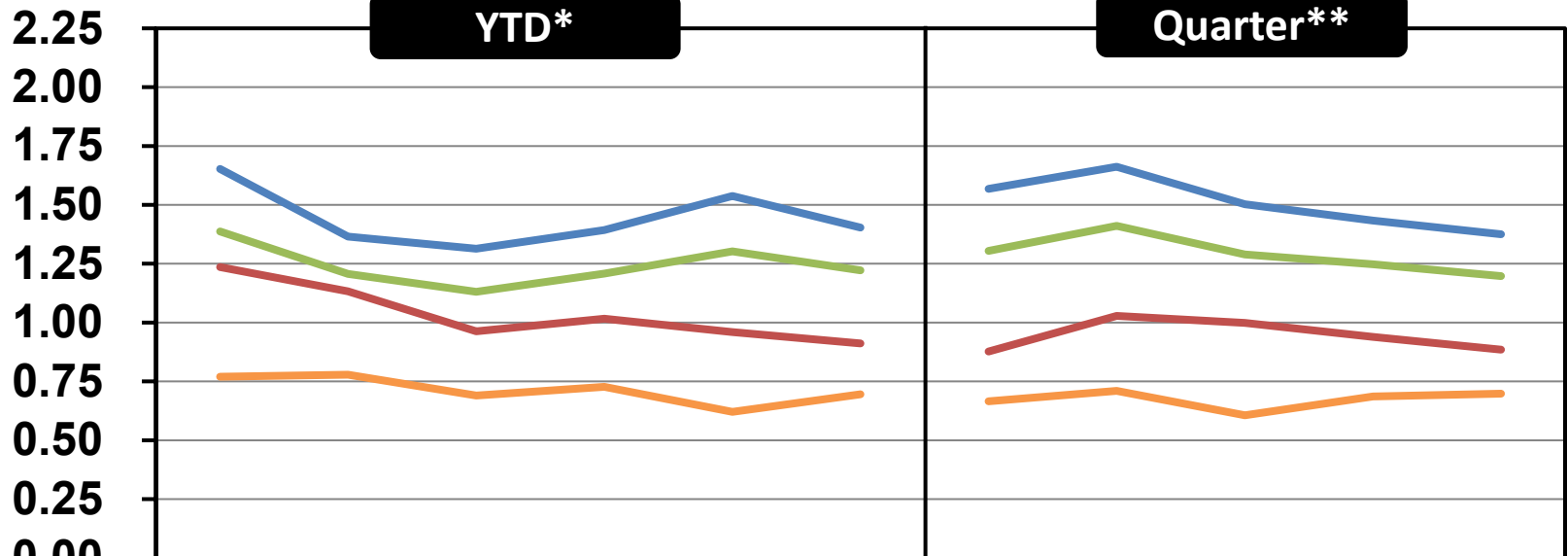
Source: Reports of Condition and Income



Noninterest Income

(Tenth District Commercial Banks)

% of Avg. Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	1.39	1.21	1.13	1.21	1.30	1.22	1.30	1.41	1.29	1.25	1.20
Banks Over \$1B	1.65	1.37	1.31	1.39	1.54	1.40	1.57	1.66	1.50	1.43	1.38
Banks \$250M - \$1B	1.24	1.13	0.96	1.02	0.96	0.91	0.88	1.03	1.00	0.94	0.88
Banks Under \$250M	0.77	0.78	0.69	0.73	0.62	0.70	0.67	0.71	0.61	0.69	0.70

* YTD = Noninterest Income (YTD), as a percentage of average assets - Annualized

** Quarter = Noninterest Income (Quarter), as a percentage of average assets (Quarter) - Annualized

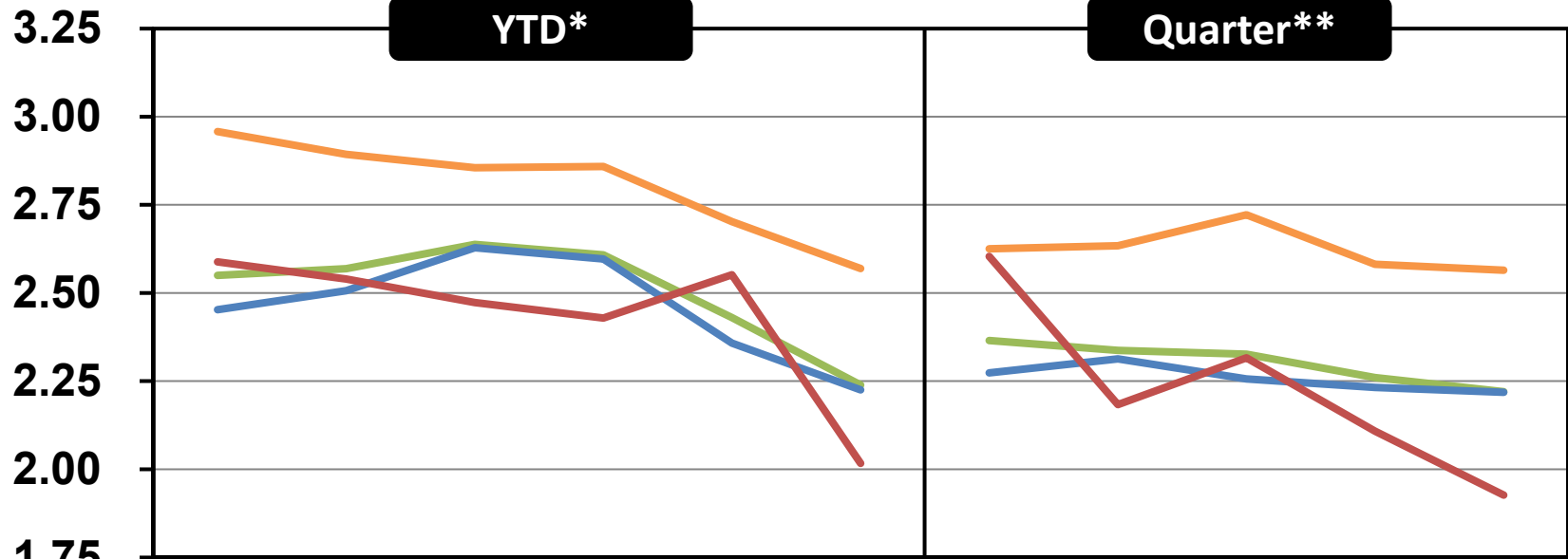
Source: Reports of Condition and Income



Noninterest Expense

(All US Commercial Banks)

% of Avg. Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	2.55	2.57	2.64	2.61	2.43	2.24	2.37	2.34	2.33	2.26	2.22
Banks Over \$100B	2.45	2.51	2.63	2.60	2.36	2.23	2.27	2.31	2.26	2.23	2.22
Banks \$10 - \$100B	2.59	2.54	2.47	2.43	2.55	2.02	2.60	2.18	2.32	2.11	1.93
Banks Under \$10B	2.96	2.89	2.86	2.86	2.70	2.57	2.63	2.63	2.72	2.58	2.56

* YTD = Noninterest Expense (YTD), as a percentage of average assets - Annualized

** Quarter = Noninterest Expense (Quarter), as a percentage of average assets (Quarter) - Annualized

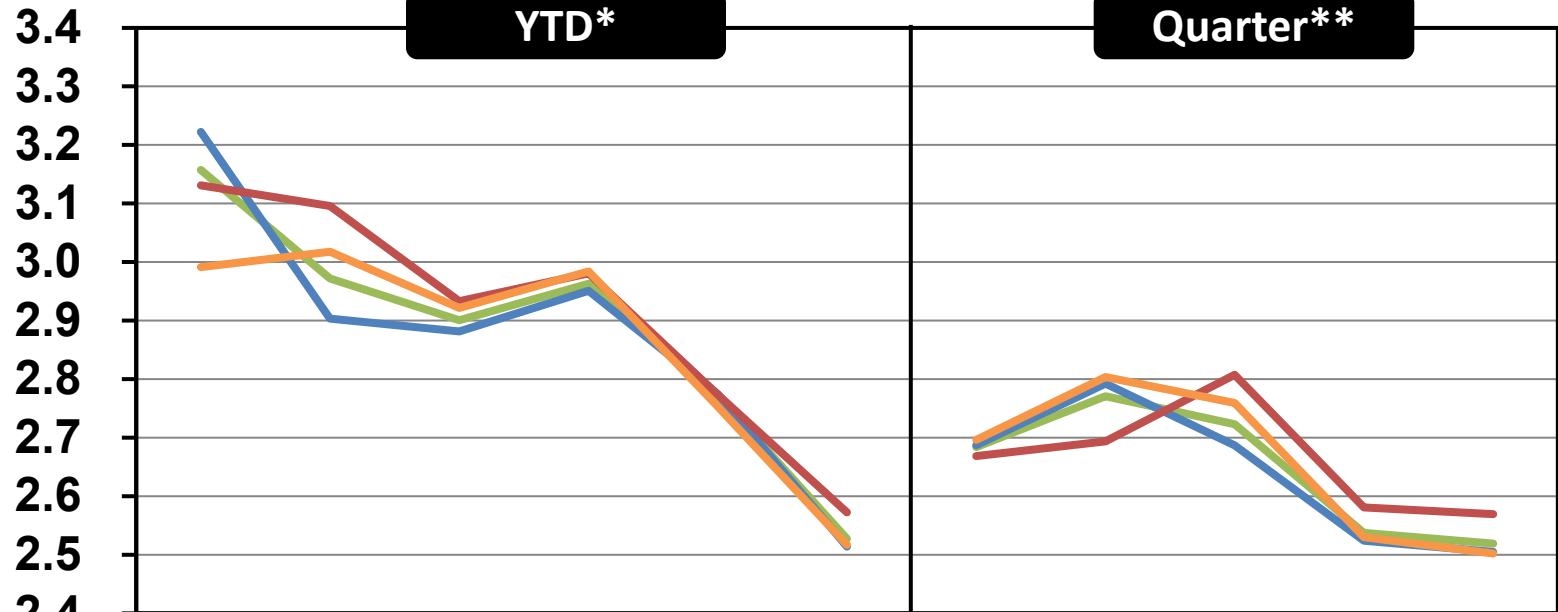
Source: Reports of Condition and Income



Noninterest Expense

(Tenth District Commercial Banks)

% of Avg. Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
— All District Banks	3.16	2.97	2.90	2.96	2.77	2.53	2.68	2.77	2.72	2.54	2.52
— Banks Over \$1B	3.22	2.90	2.88	2.95	2.77	2.51	2.69	2.79	2.69	2.52	2.50
— Banks \$250M - \$1B	3.13	3.10	2.93	2.98	2.77	2.57	2.67	2.69	2.81	2.58	2.57
— Banks Under \$250M	2.99	3.02	2.92	2.98	2.75	2.52	2.70	2.80	2.76	2.53	2.50

* YTD = Noninterest Expense (YTD), as a percentage of average assets - Annualized

** Quarter = Noninterest Expense (Quarter), as a percentage of average assets (Quarter) - Annualized

Source: Reports of Condition and Income



Loan Loss Reserve Levels and Credit Conditions

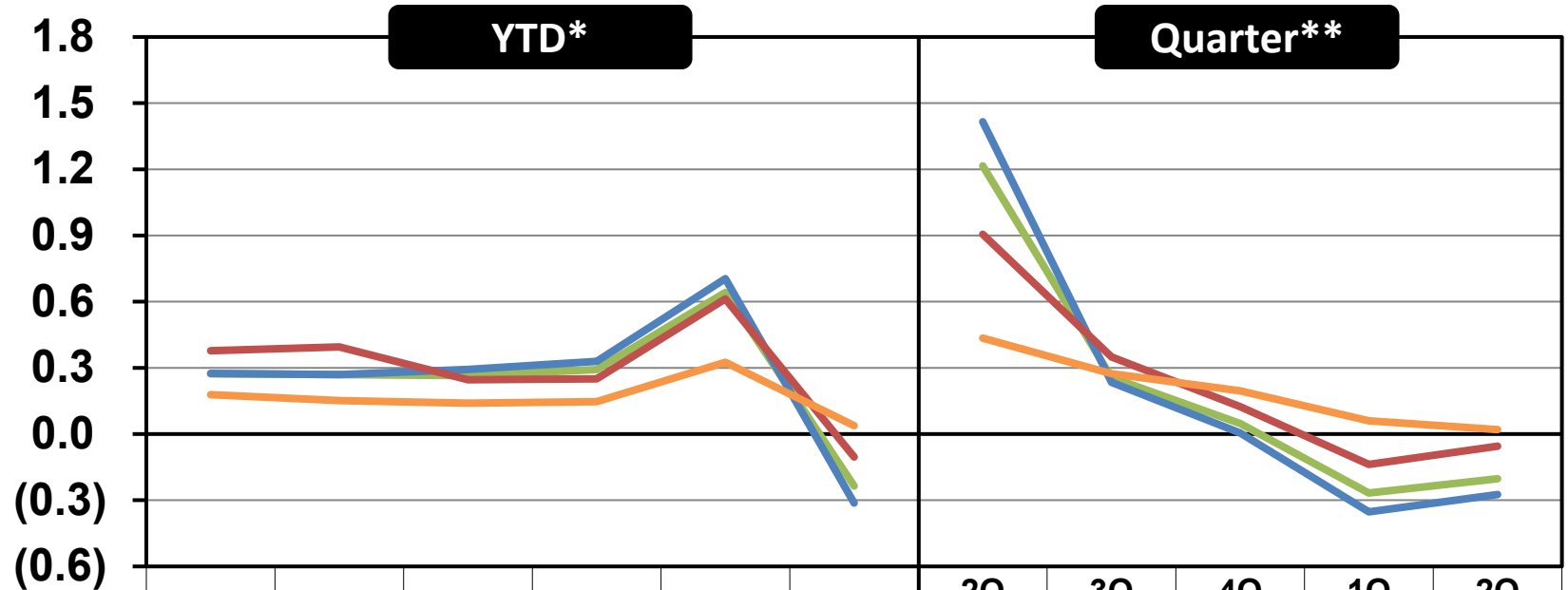
- At the onset of the pandemic loan loss reserves were bolstered, particularly in the first half of 2020; however, with the improved economic outlook, some banks have started to release reserves.
- Credit conditions remained sound with problem assets continuing to decline.



Loan Loss Provisions

(All US Commercial Banks)

% of Avg. Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	0.27	0.27	0.26	0.29	0.64	-0.24	1.22	0.26	0.05	-0.27	-0.20
Banks Over \$100B	0.27	0.27	0.29	0.33	0.70	-0.31	1.42	0.23	0.01	-0.35	-0.27
Banks \$10 - \$100B	0.38	0.40	0.25	0.25	0.61	-0.10	0.91	0.35	0.12	-0.14	-0.05
Banks Under \$10B	0.18	0.15	0.14	0.15	0.33	0.04	0.44	0.27	0.20	0.06	0.02

* YTD = Loan Loss Provision Expense (YTD), as a percentage of average assets - Annualized

** Quarter = Loan Loss Provision Expense (Quarter), as a percentage of average assets (Quarter) - Annualized

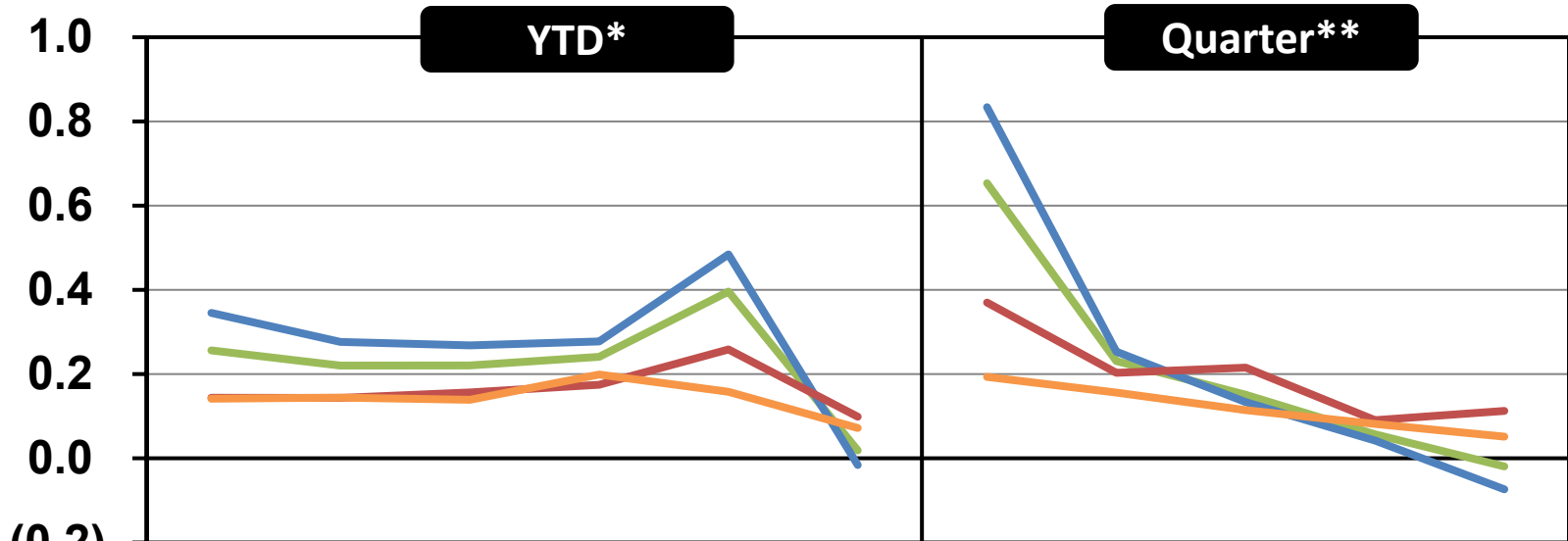
Source: Reports of Condition and Income



Loan Loss Provisions

(Tenth District Commercial Banks)

% of Avg. Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	0.26	0.22	0.22	0.24	0.40	0.02	0.65	0.23	0.15	0.06	-0.02
Banks Over \$1B	0.35	0.28	0.27	0.28	0.48	-0.02	0.83	0.25	0.13	0.04	-0.07
Banks \$250M - \$1B	0.14	0.14	0.16	0.17	0.26	0.10	0.37	0.20	0.22	0.09	0.11
Banks Under \$250M	0.14	0.14	0.14	0.20	0.16	0.07	0.19	0.16	0.11	0.08	0.05

* YTD = Loan Loss Provision Expense (YTD), as a percentage of average assets - Annualized

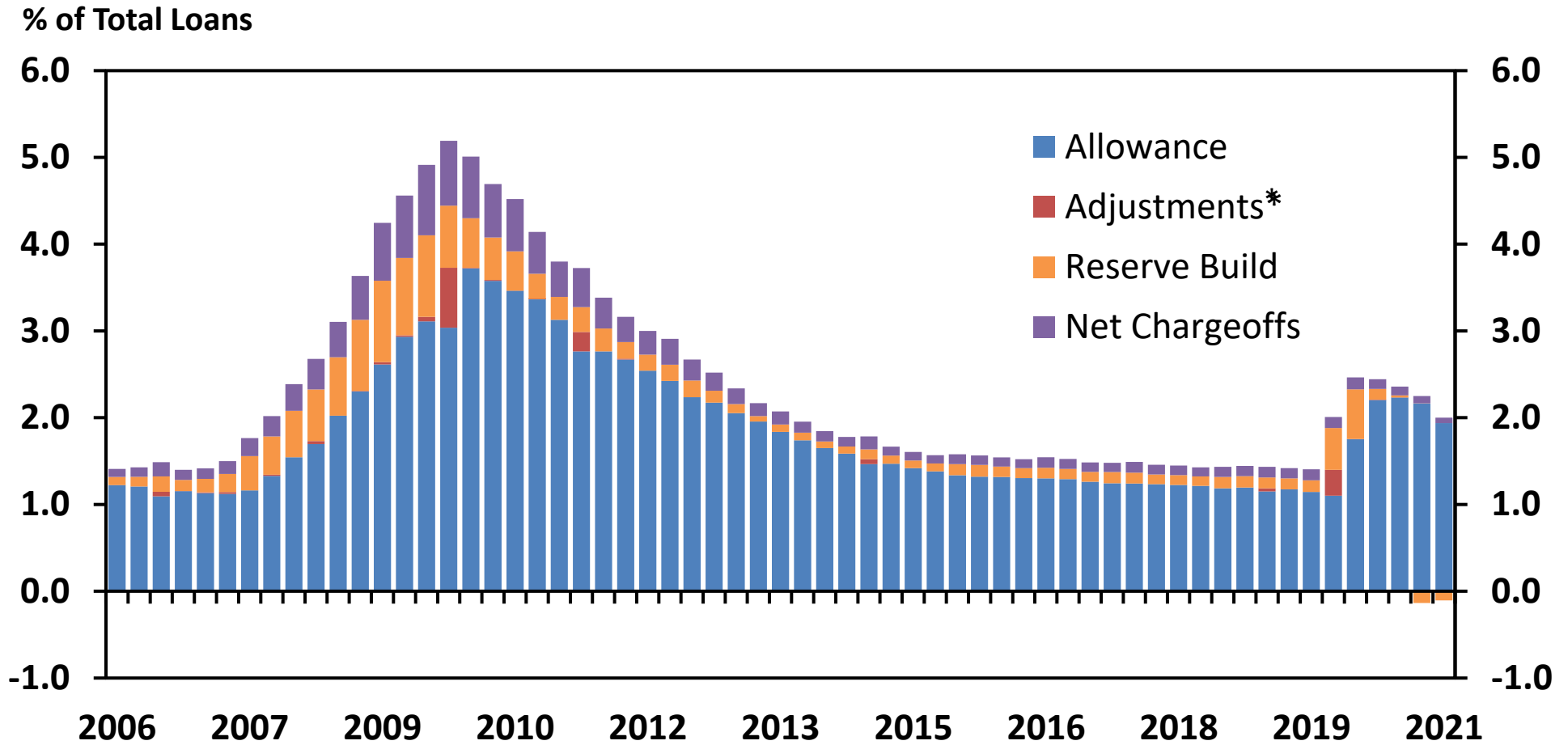
** Quarter = Loan Loss Provision Expense (Quarter), as a percentage of average assets (Quarter) - Annualized

Source: Reports of Condition and Income



Allowance to Total Loans

(All US Commercial Banks)



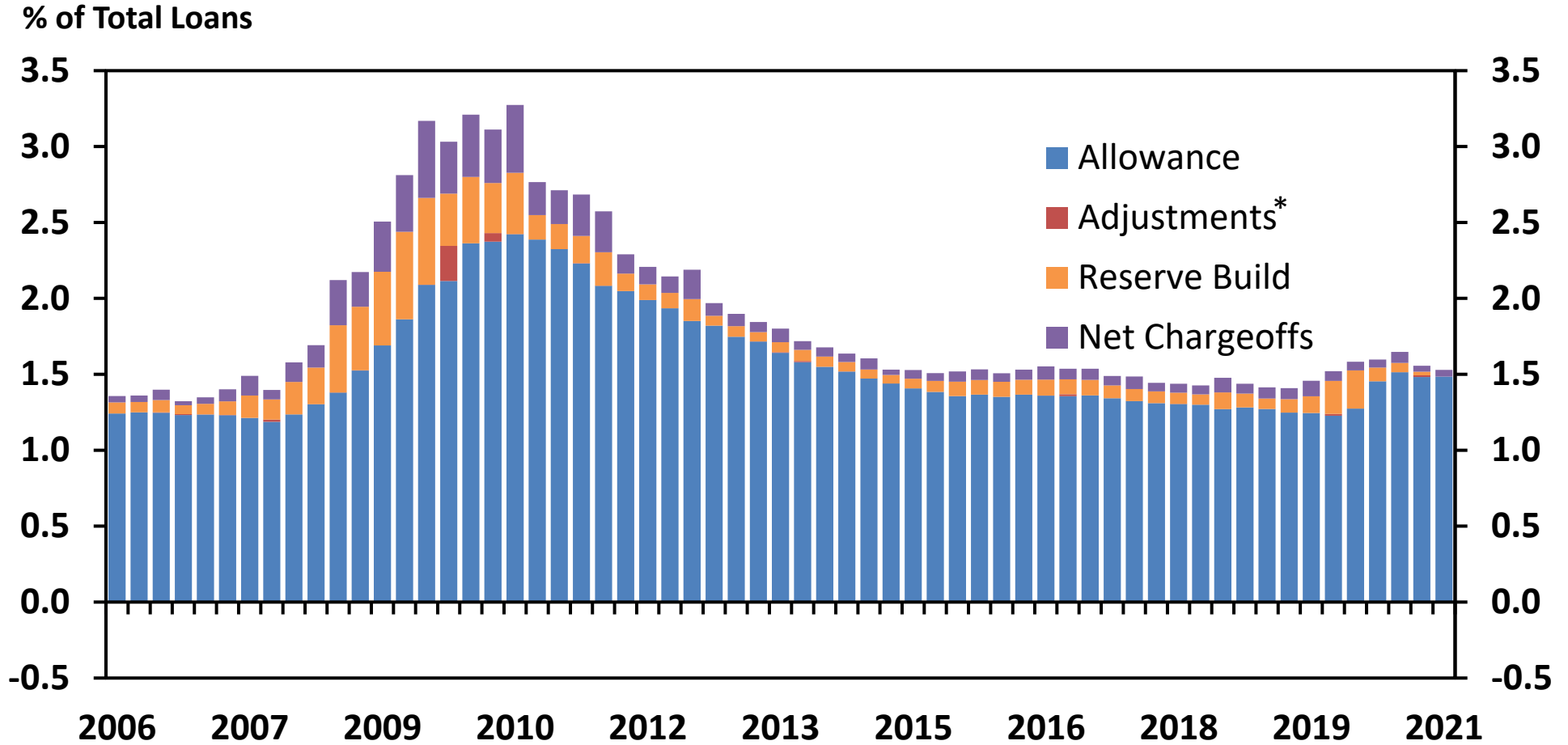
*Current Expected Credit Losses and other accounting related adjustments

Source: Reports of Condition and Income



Allowance to Total Loans

(Tenth District Commercial Banks)



*Current Expected Credit Losses and other accounting related adjustments

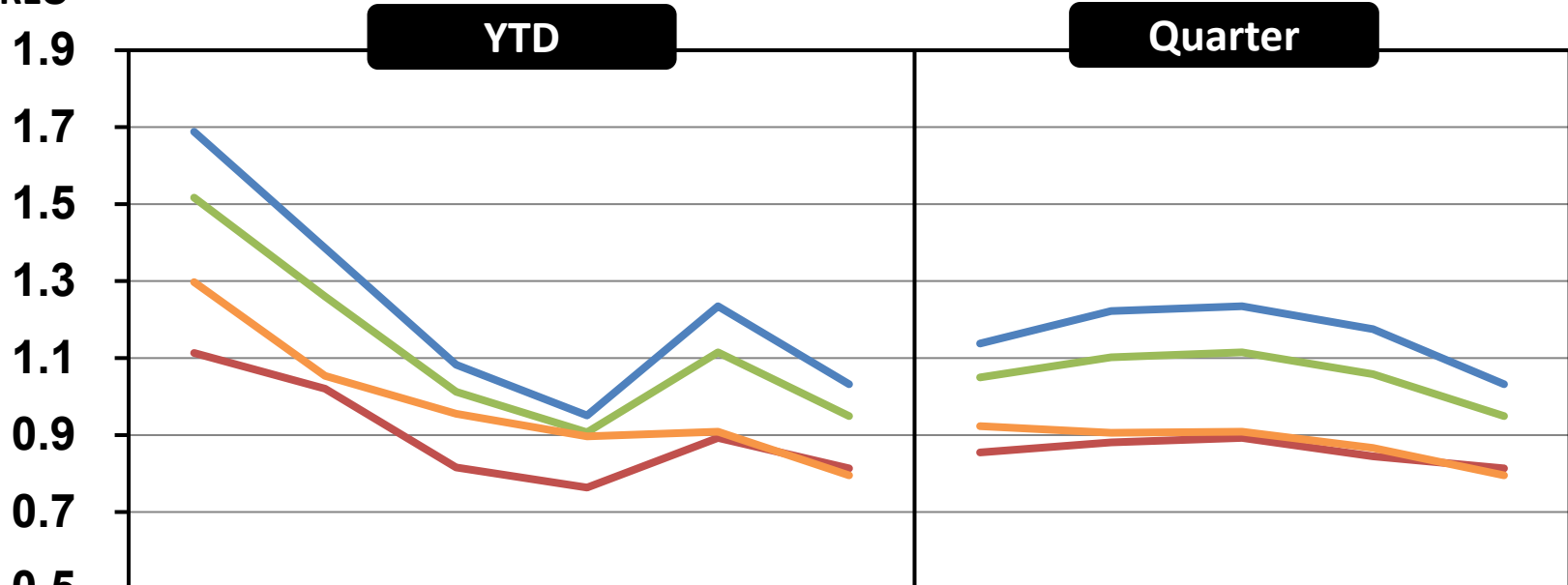
Source: Reports of Condition and Income



Problem Assets

(All US Commercial Banks)

% of Loans + OREO



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	1.52	1.26	1.01	0.91	1.11	0.95	1.05	1.10	1.11	1.06	0.95
Banks Over \$100B	1.69	1.39	1.08	0.95	1.23	1.03	1.14	1.22	1.23	1.18	1.03
Banks \$10 - \$100B	1.11	1.02	0.82	0.76	0.89	0.81	0.85	0.88	0.89	0.84	0.81
Banks Under \$10B	1.30	1.05	0.96	0.90	0.91	0.80	0.92	0.91	0.91	0.87	0.80

Note: Loans 90+ days past due + nonaccrual loans + other real estate owned (OREO) as a percentage of total loans + OREO

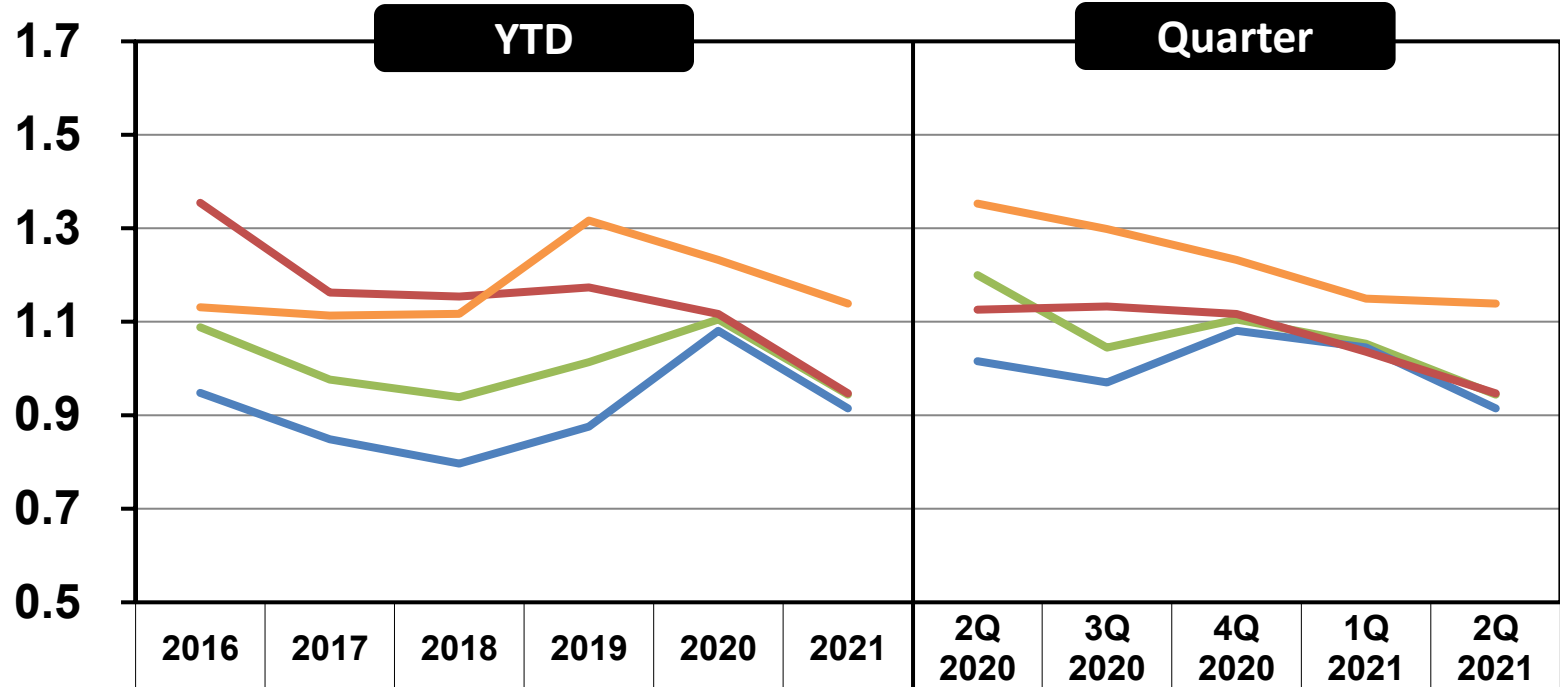
Source: Reports of Condition and Income



Problem Assets

(Tenth District Commercial Banks)

% of Loans + OREO*



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	1.09	0.98	0.94	1.01	1.11	0.94	1.20	1.04	1.11	1.05	0.94
Banks Over \$1B	0.95	0.85	0.80	0.88	1.08	0.91	1.02	0.97	1.08	1.05	0.91
Banks \$250M - \$1B	1.35	1.16	1.15	1.17	1.12	0.95	1.13	1.13	1.12	1.04	0.95
Banks Under \$250M	1.13	1.11	1.12	1.32	1.23	1.14	1.35	1.30	1.23	1.15	1.14

* Loans 90+ days past due + nonaccrual loans + OREO as a percentage of total loans + OREO

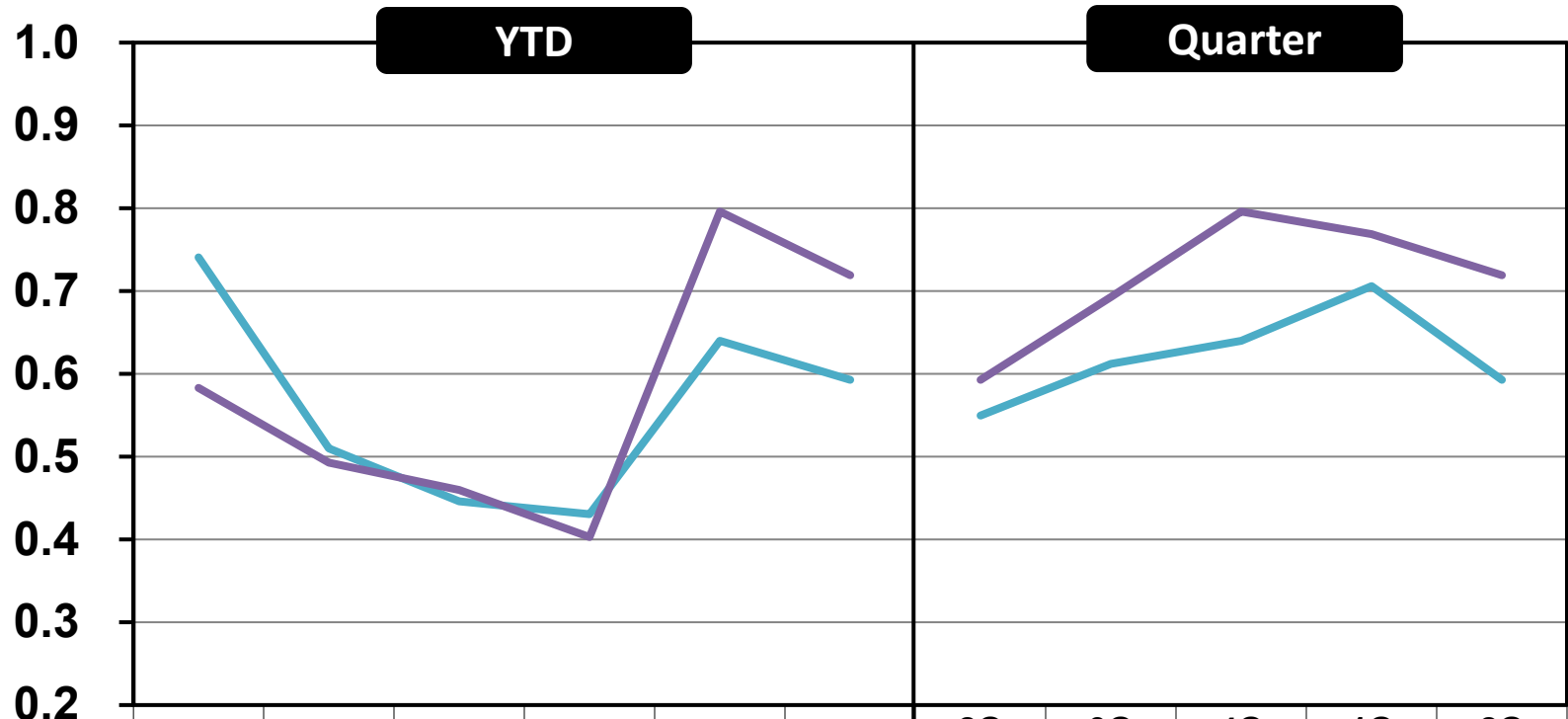
Source: Reports of Condition and Income



Noncurrent CLD and CRE Loans

(All US Commercial Banks)

% of Loan Type*



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
CLD (Banks)	0.74	0.51	0.45	0.43	0.64	0.59	0.55	0.61	0.64	0.71	0.59
Other CRE (Banks)	0.58	0.49	0.46	0.40	0.80	0.72	0.59	0.69	0.80	0.77	0.72

* Noncurrent Loans to Loans - By Loan Category

Note: Noncurrent includes loans 90+ days past due or on nonaccrual

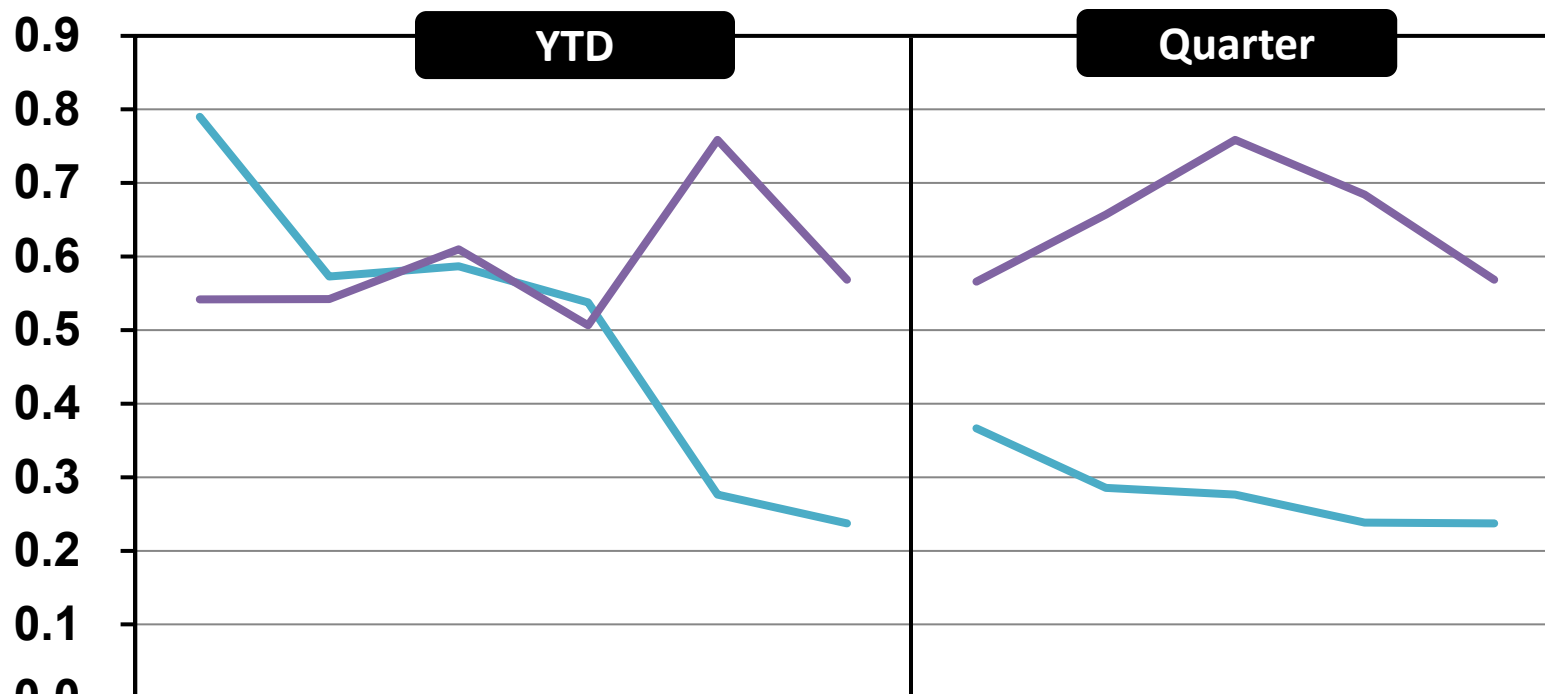
Source: Reports of Condition and Income



Noncurrent CLD and CRE Loans

(Tenth District Commercial Banks)

% of Loan Type*



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
CLD (Banks)	0.79	0.57	0.59	0.54	0.28	0.24	0.37	0.29	0.28	0.24	0.24
Other CRE (Banks)	0.54	0.54	0.61	0.51	0.76	0.57	0.57	0.66	0.76	0.68	0.57

* Noncurrent Loans to Loans - By Loan Category

Note: Noncurrent includes loans 90+ days past due or on nonaccrual

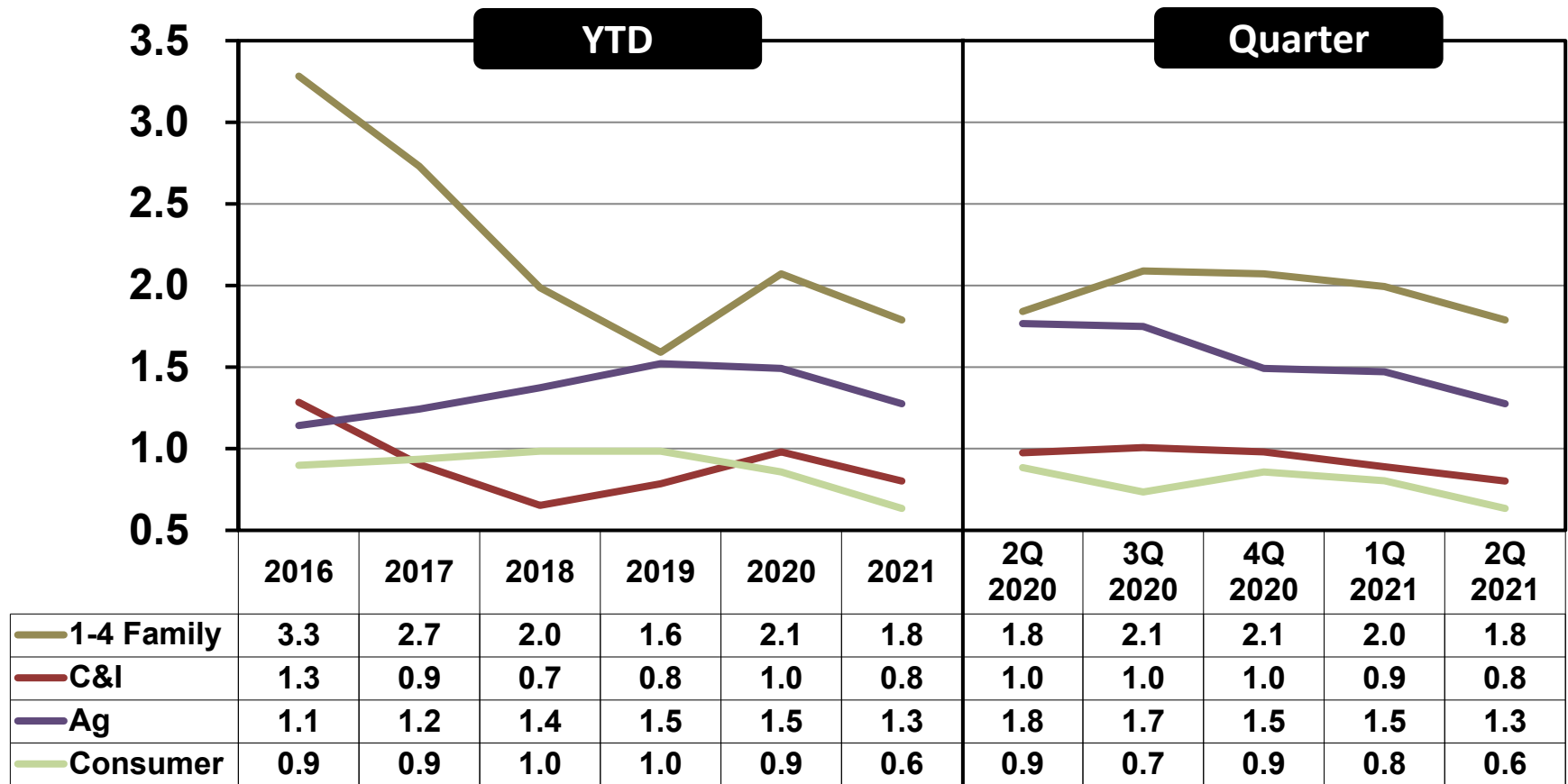
Source: Reports of Condition and Income



Noncurrent Loans by Other Loan Types

(All US Commercial Banks)

% of Loan Type*



* Noncurrent Loans to Loans - By Loan Category

Note: Noncurrent includes loans 90+ days past due or on nonaccrual

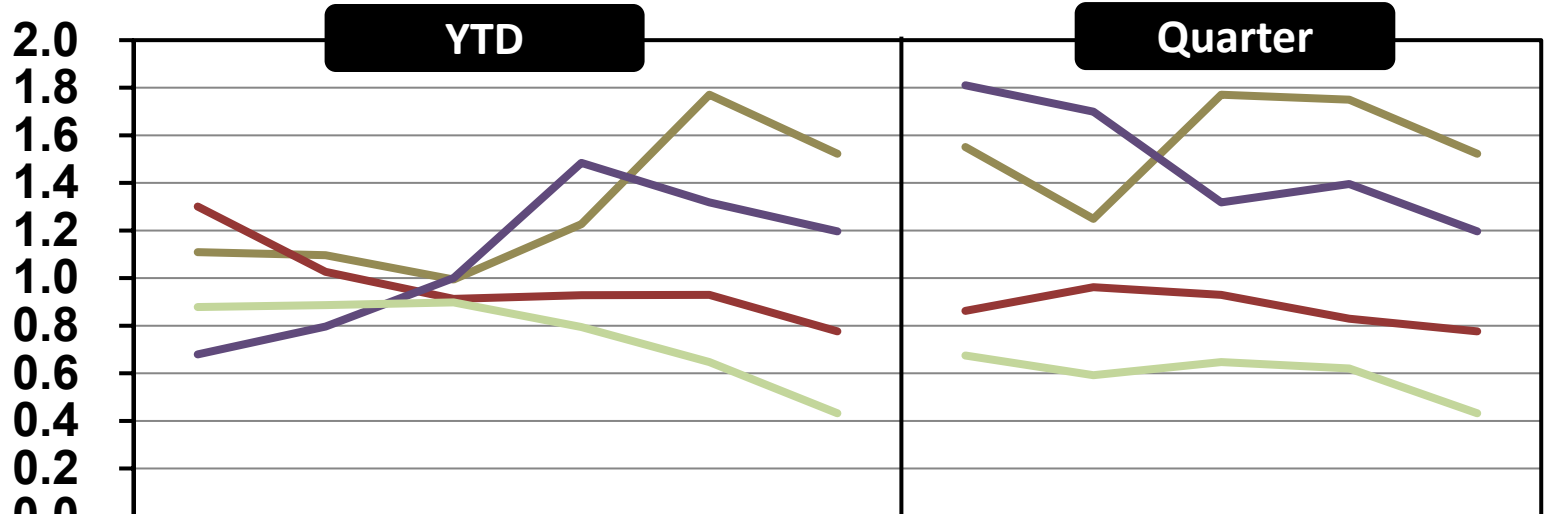
Source: Reports of Condition and Income



Noncurrent Loans by Other Loan Types

(Tenth District Commercial Banks)

% of Loan Type*

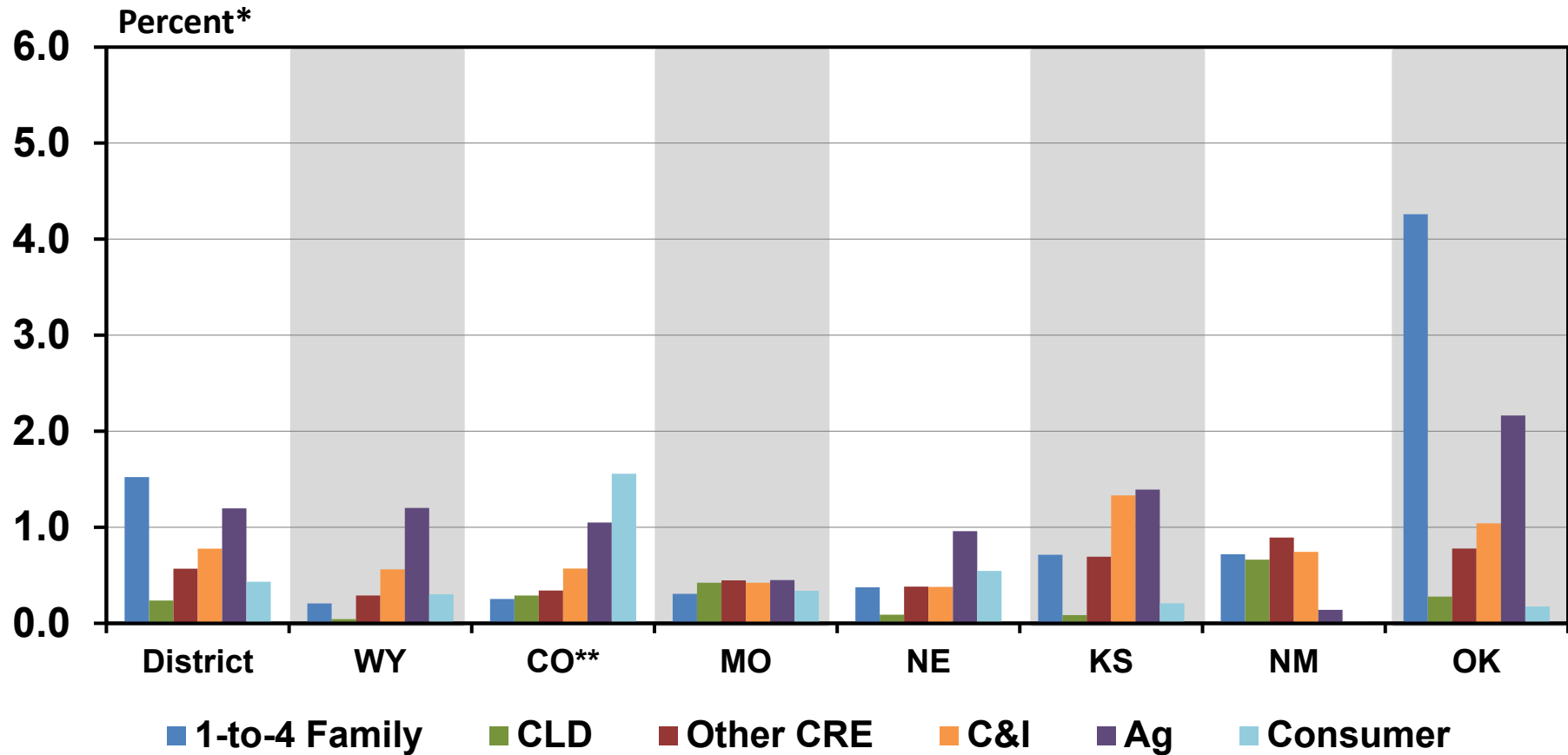


	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
1-to-4 Family (Banks)	1.11	1.10	0.99	1.23	1.77	1.52	1.55	1.25	1.77	1.75	1.52
C&I (Banks)	1.30	1.03	0.91	0.93	0.93	0.78	0.86	0.96	0.93	0.83	0.78
Ag (Banks)	0.68	0.80	1.00	1.48	1.32	1.20	1.81	1.70	1.32	1.40	1.20
Consumer (Banks)	0.88	0.89	0.90	0.79	0.65	0.43	0.67	0.59	0.65	0.62	0.43

* Noncurrent Loans to Loans - By Loan Category
 Note: Noncurrent includes loans 90+ days past due or on nonaccrual
 Source: Reports of Condition and Income

Noncurrent Loans by Loan Type Across District States

(Tenth District Commercial Banks)



* Noncurrent Loans to Loans - By Loan Category.

** Noncurrent Consumer loans in Colorado are mostly due to one institution engaged in a distressed student loan program

Note: Noncurrent includes loans 90+ days past due or in nonaccrual

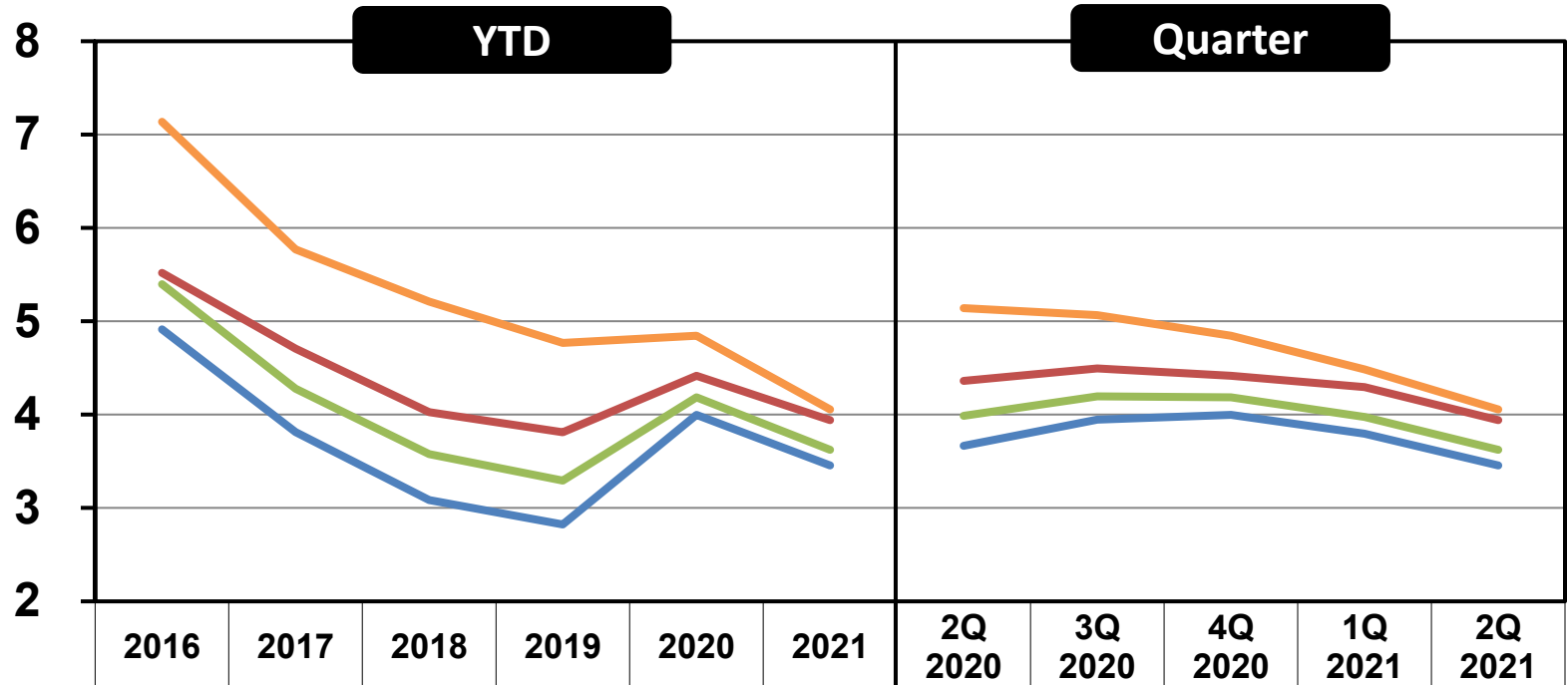
Source: Reports of Condition and Income – June 2021



Texas Ratio

(All US Commercial Banks)

% Equity Capital + ALLL



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	5.4	4.3	3.6	3.3	4.2	3.6	4.0	4.2	4.2	4.0	3.6
Banks Over \$100B	4.9	3.8	3.1	2.8	4.0	3.5	3.7	3.9	4.0	3.8	3.5
Banks \$10 - \$100B	5.5	4.7	4.0	3.8	4.4	3.9	4.4	4.5	4.4	4.3	3.9
Banks Under \$10B	7.1	5.8	5.2	4.8	4.8	4.1	5.1	5.1	4.8	4.5	4.1

Note: Restructured loans, nonaccrual loans, and OREO to equity capital and allowance for loan and lease losses (ALLL)

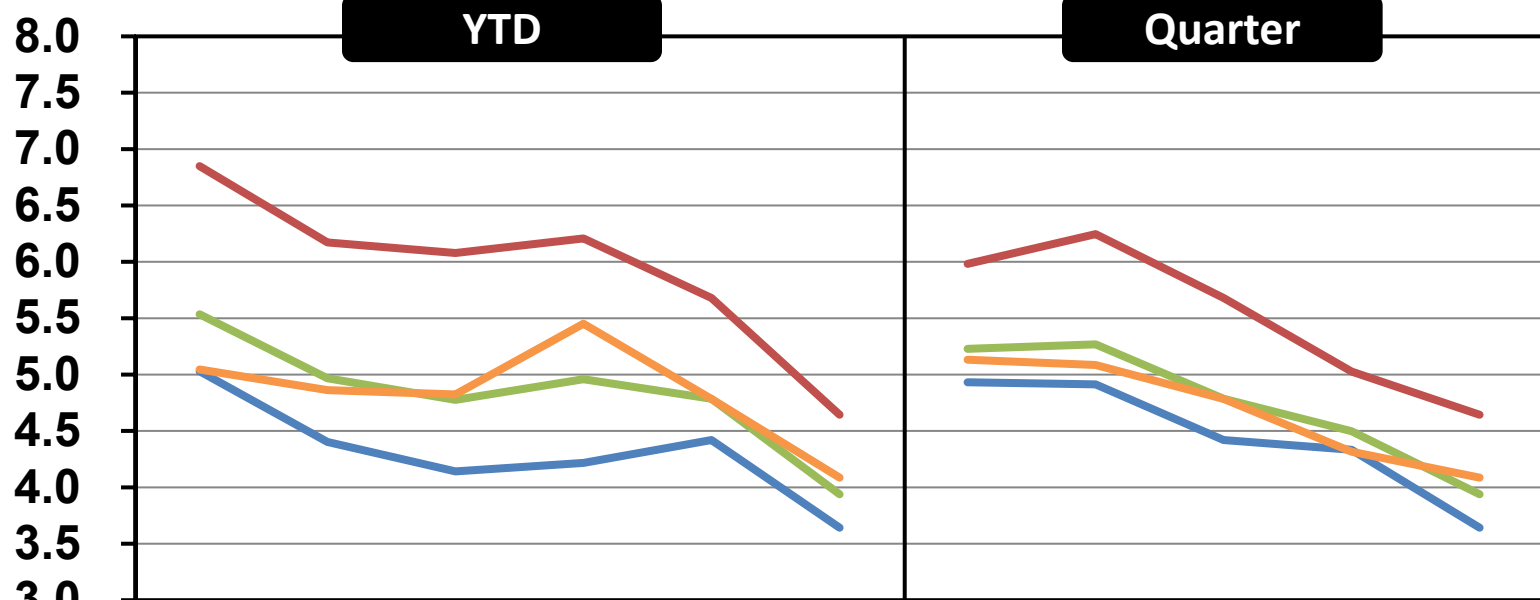
Source: Reports of Condition and Income



Texas Ratio

(Tenth District Commercial Banks)

% Equity Capital + ALLL



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	5.5	5.0	4.8	5.0	4.8	3.9	5.2	5.3	4.8	4.5	3.9
Banks Over \$1B	5.0	4.4	4.1	4.2	4.4	3.6	4.9	4.9	4.4	4.3	3.6
Banks \$250M - \$1B	6.8	6.2	6.1	6.2	5.7	4.6	6.0	6.2	5.7	5.0	4.6
Banks Under \$250M	5.0	4.9	4.8	5.5	4.8	4.1	5.1	5.1	4.8	4.3	4.1

Note: Restructured loans, nonaccrual loans, and OREO to equity capital and ALLL

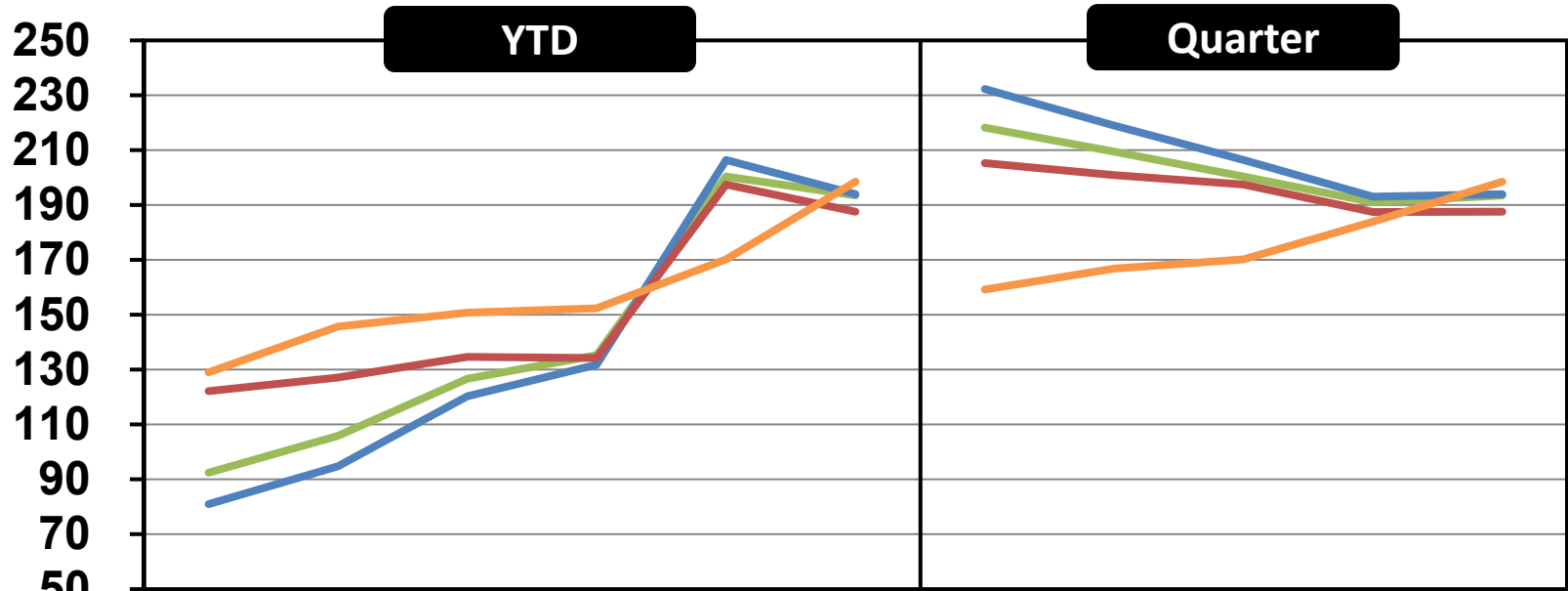
Source: Reports of Condition and Income



Coverage Ratio

(All US Commercial Banks)

% of Noncurrent Loans



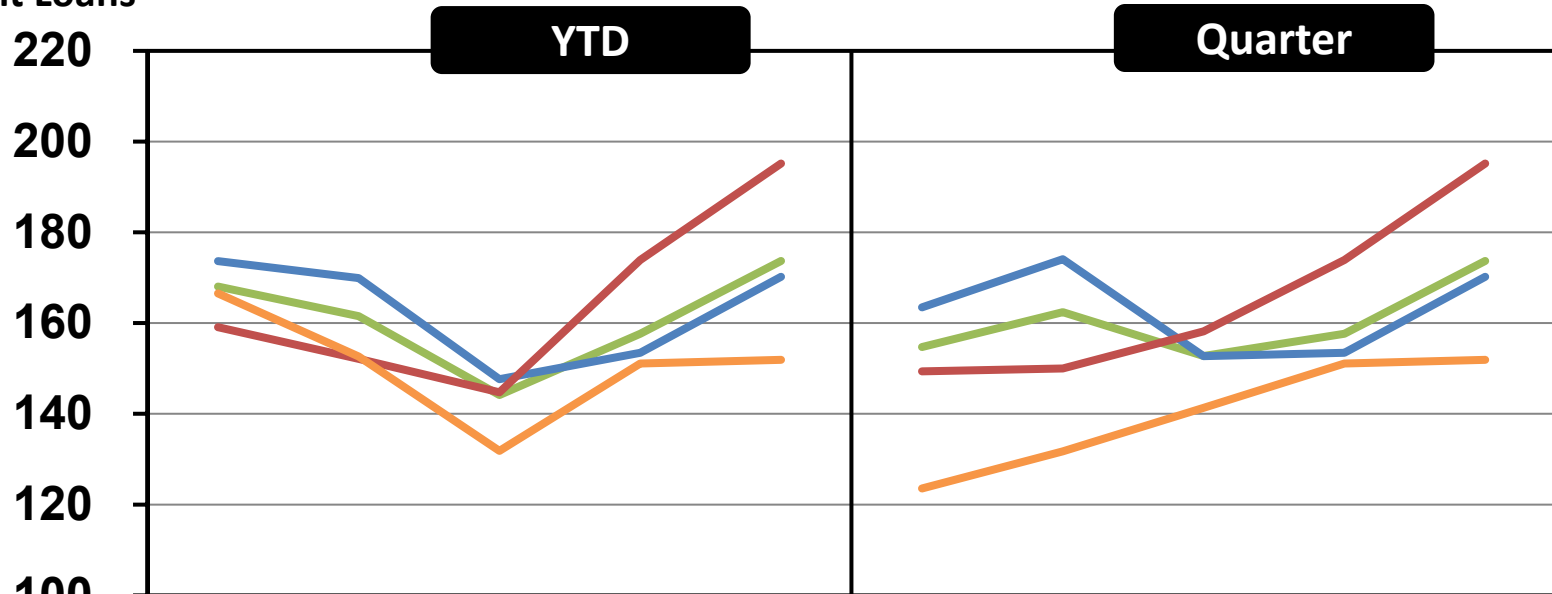
	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
— All Banks	92.4	105.8	126.7	135.2	200.4	193.5	218.2	209.4	200.4	191.0	193.5
— Banks Over \$100B	81.0	94.8	120.2	131.8	206.4	193.9	232.3	218.9	206.4	193.0	193.9
— Banks \$10 - \$100B	122.2	127.1	134.6	134.2	197.5	187.5	205.3	200.9	197.5	187.4	187.5
— Banks Under \$10B	129.0	145.7	150.7	152.3	170.2	198.5	159.2	166.8	170.2	183.9	198.5

Note: Loan loss reserves to loans 90+ days past due or in nonaccrual
 Source: Reports of Condition and Income

Coverage Ratio

(Tenth District Commercial Banks)

% of Noncurrent Loans*



	2017	2018	2019	2021	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	168.1	161.5	144.2	157.7	173.7	154.7	162.4	152.7	157.7	173.7
Banks Over \$1B	173.6	169.9	147.6	153.5	170.2	163.5	174.1	152.7	153.5	170.2
Banks \$250M - \$1B	159.1	152.1	144.7	173.9	195.2	149.4	150.0	158.2	173.9	195.2
Banks Under \$250M	166.5	152.6	131.8	151.1	151.9	123.6	131.7	141.3	151.1	151.9

* Loan loss reserves to loans 90+ days past due or in nonaccrual
Source: Reports of Condition and Income



Balance Sheet Composition and Funding

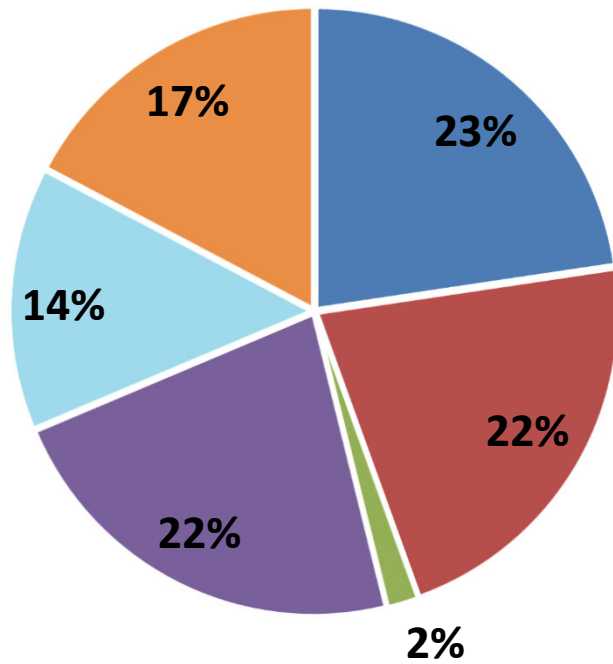
- Deposit growth has far exceeded loan growth leading to improved liquidity metrics.
- The low interest rate environment incented banks to extend asset durations to protect margin.



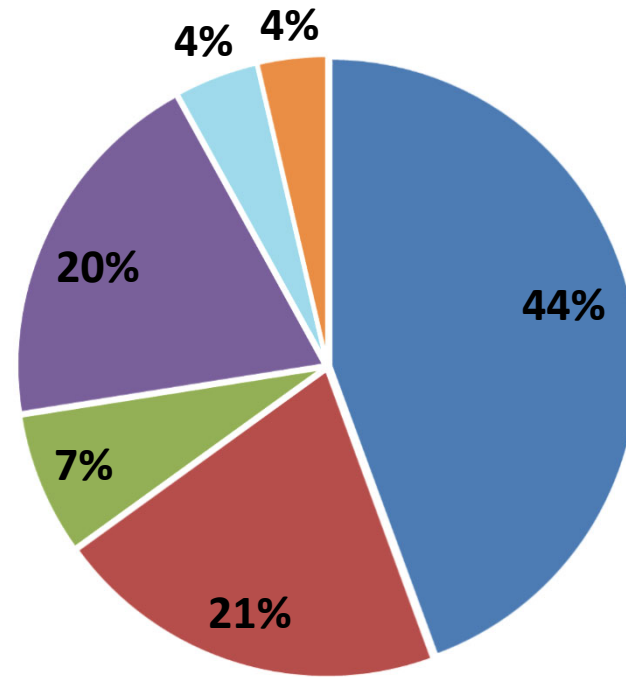
Loan Portfolio Breakdown

(All US Commercial Banks)

All US Banks



Banks Under \$10B



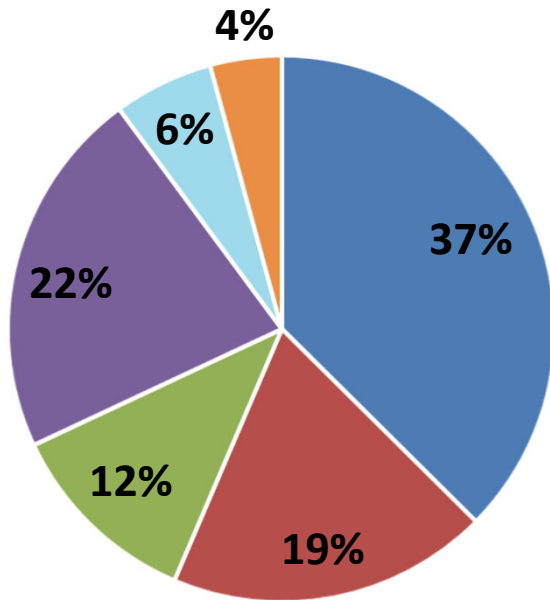
■ CRE
 ■ 1-4 Family
 ■ Agriculture
 ■ C&I
 ■ Consumer
 ■ Other

Source: Reports of Condition and Income – June 2021

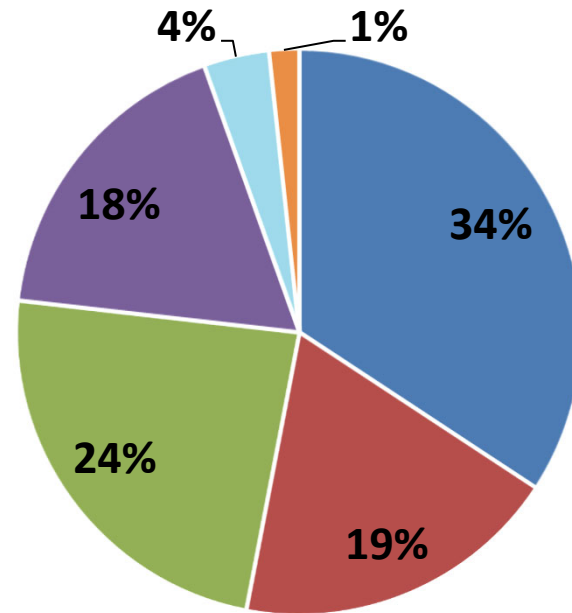
Tenth District Loan Portfolio Breakdown

(Tenth District Commercial Banks)

District Banks



District Banks Under \$1B



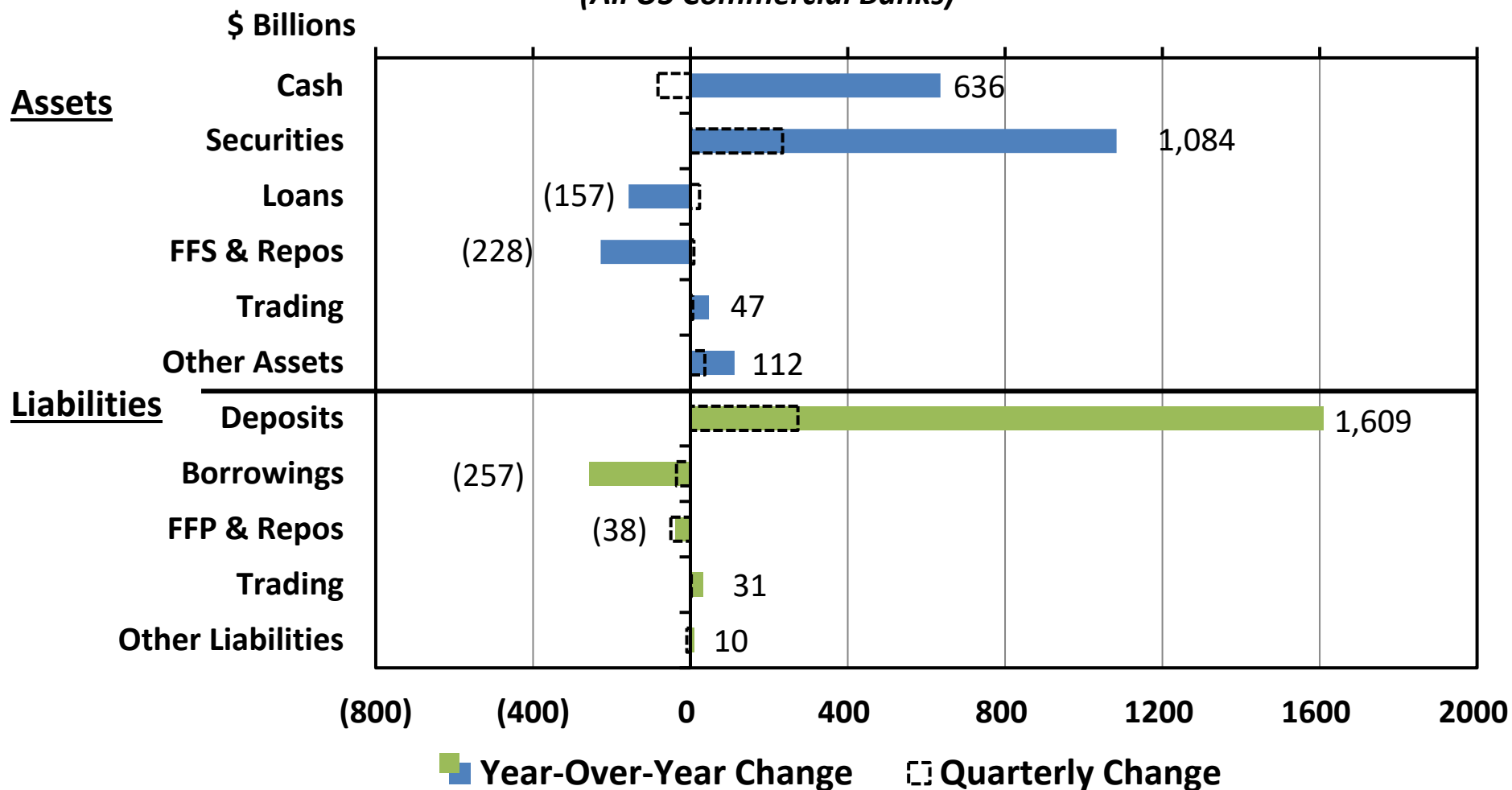
■ CRE
 ■ 1-4 Family
 ■ Agriculture
 ■ C&I
 ■ Consumer
 ■ Other

Source: Reports of Condition and Income – June 2021



Balance Sheet Shifts

Change From June 2020 to June 2021
(All US Commercial Banks)



Source: Reports of Condition and Income

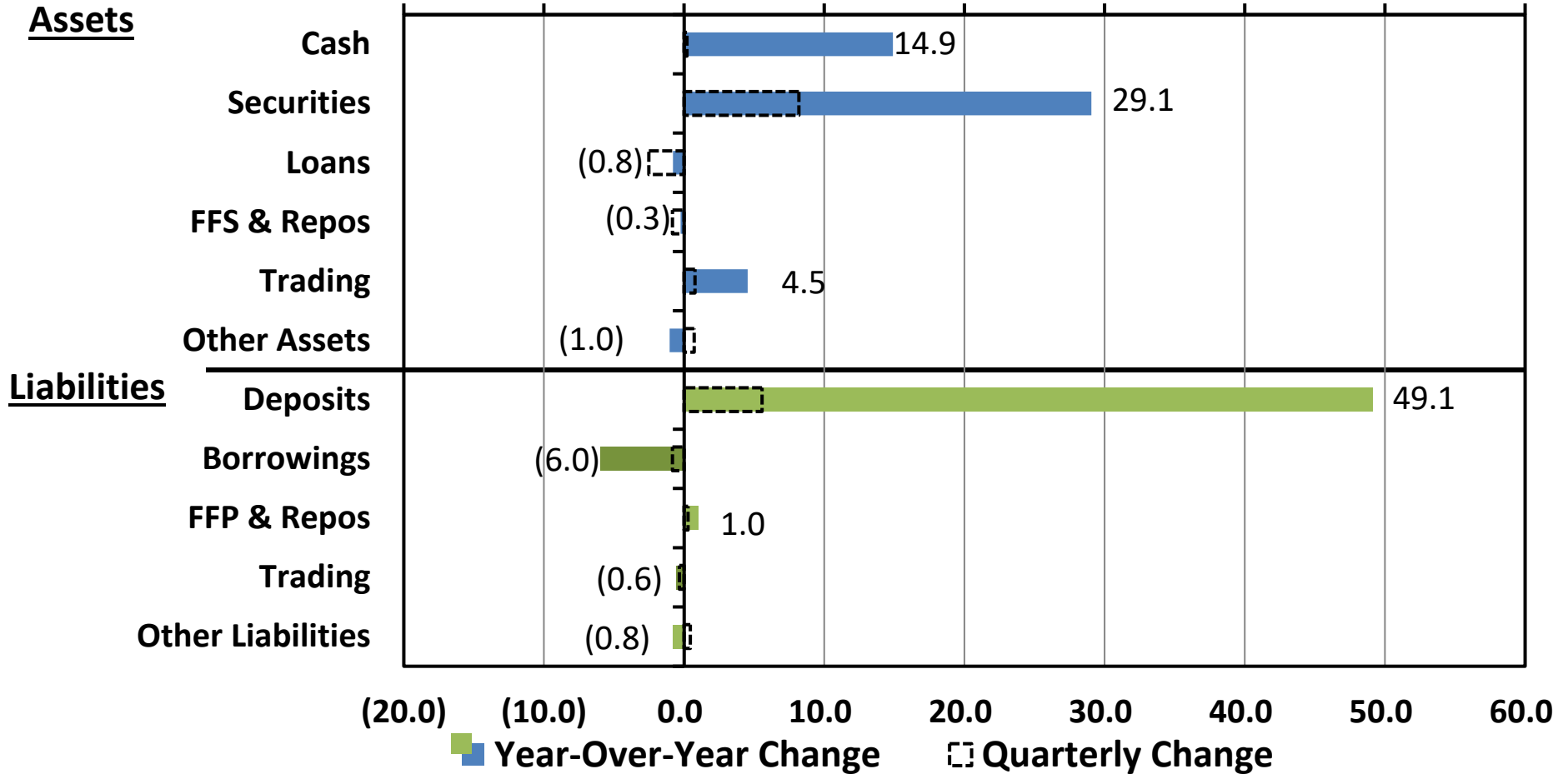


Balance Sheet Shifts

Change From June 2020 to June 2021

(Tenth District Commercial Banks)

\$ Billions



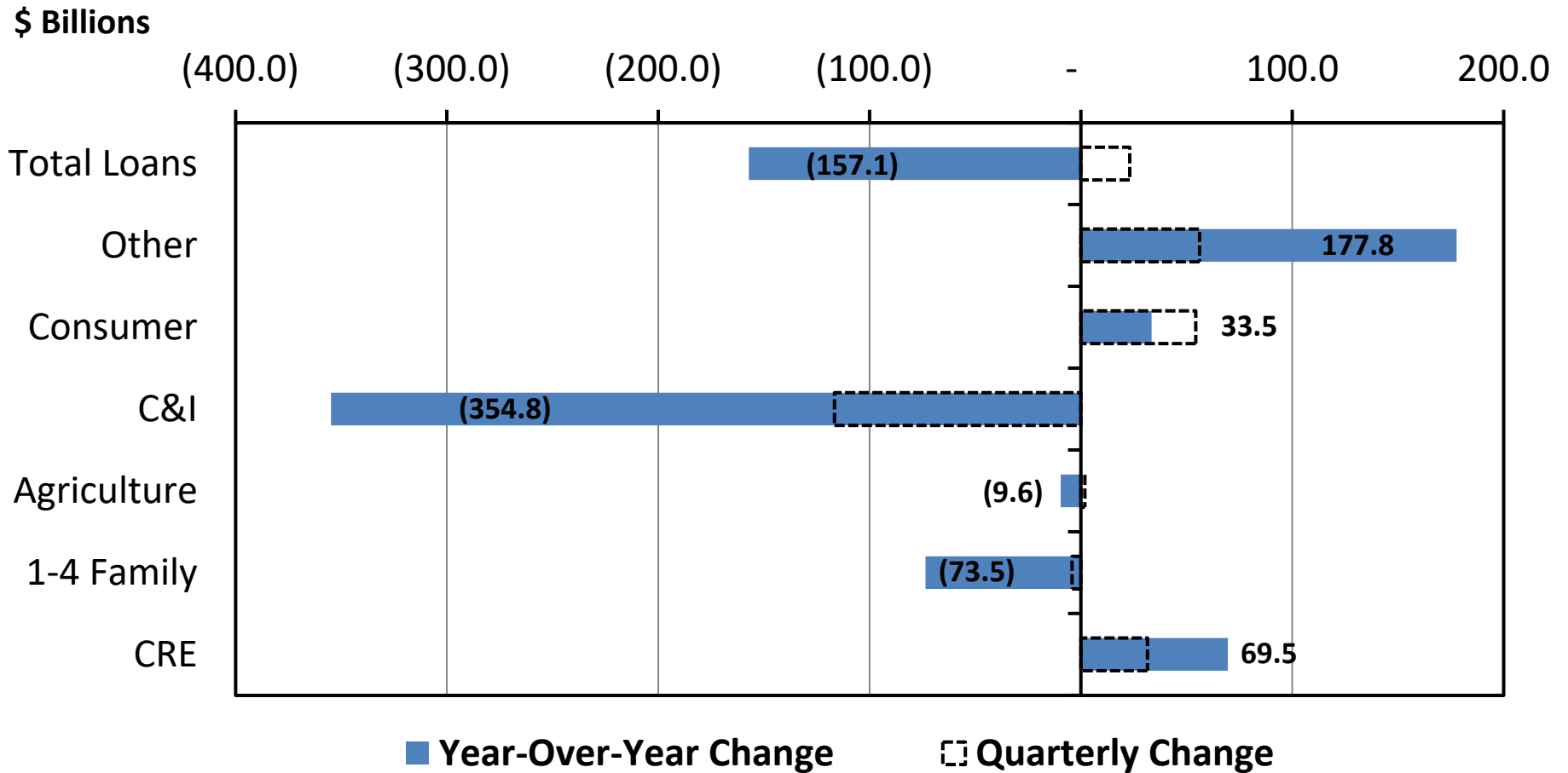
Source: Reports of Condition and Income



Loan Portfolio Composition

Change From June 2020 to June 2021

(All US Commercial Banks)



Source: Reports of Condition and Income

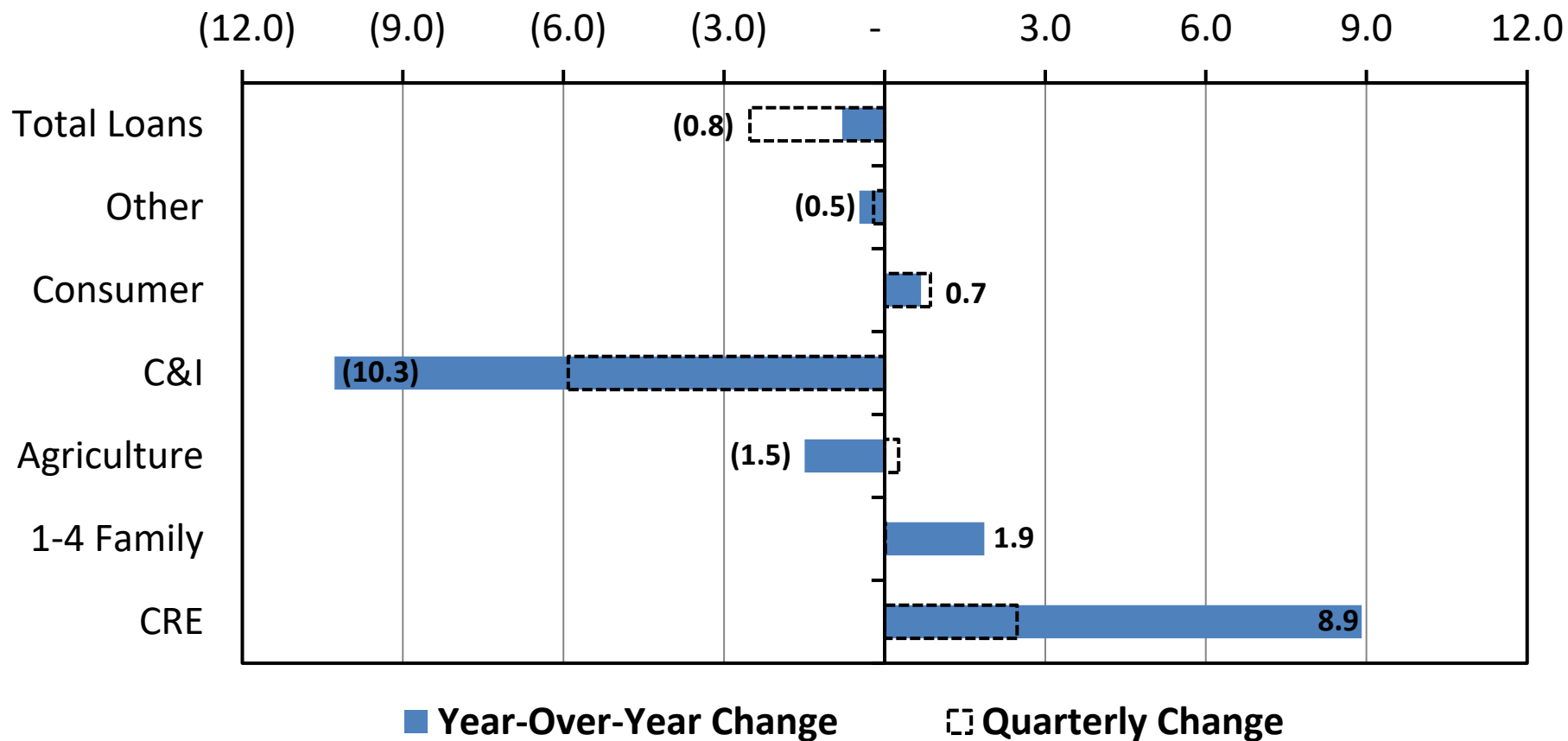


Loan Portfolio Composition

Change From June 2020 to June 2021

(Tenth District Commercial Banks)

\$ Billions



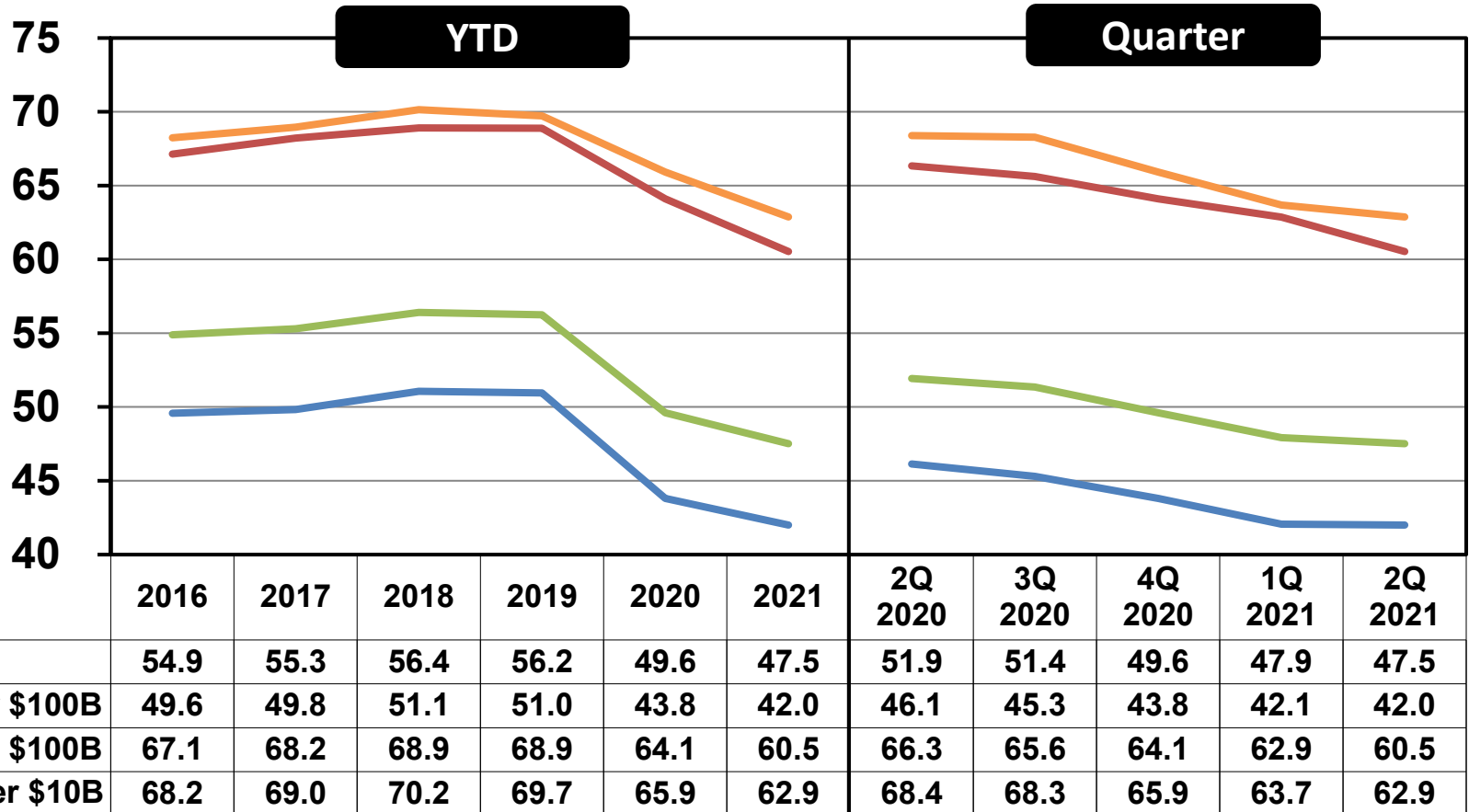
Source: Reports of Condition and Income



Loans to Assets

(All US Commercial Banks)

% of Assets



Note: Total loans as a percentage of total assets

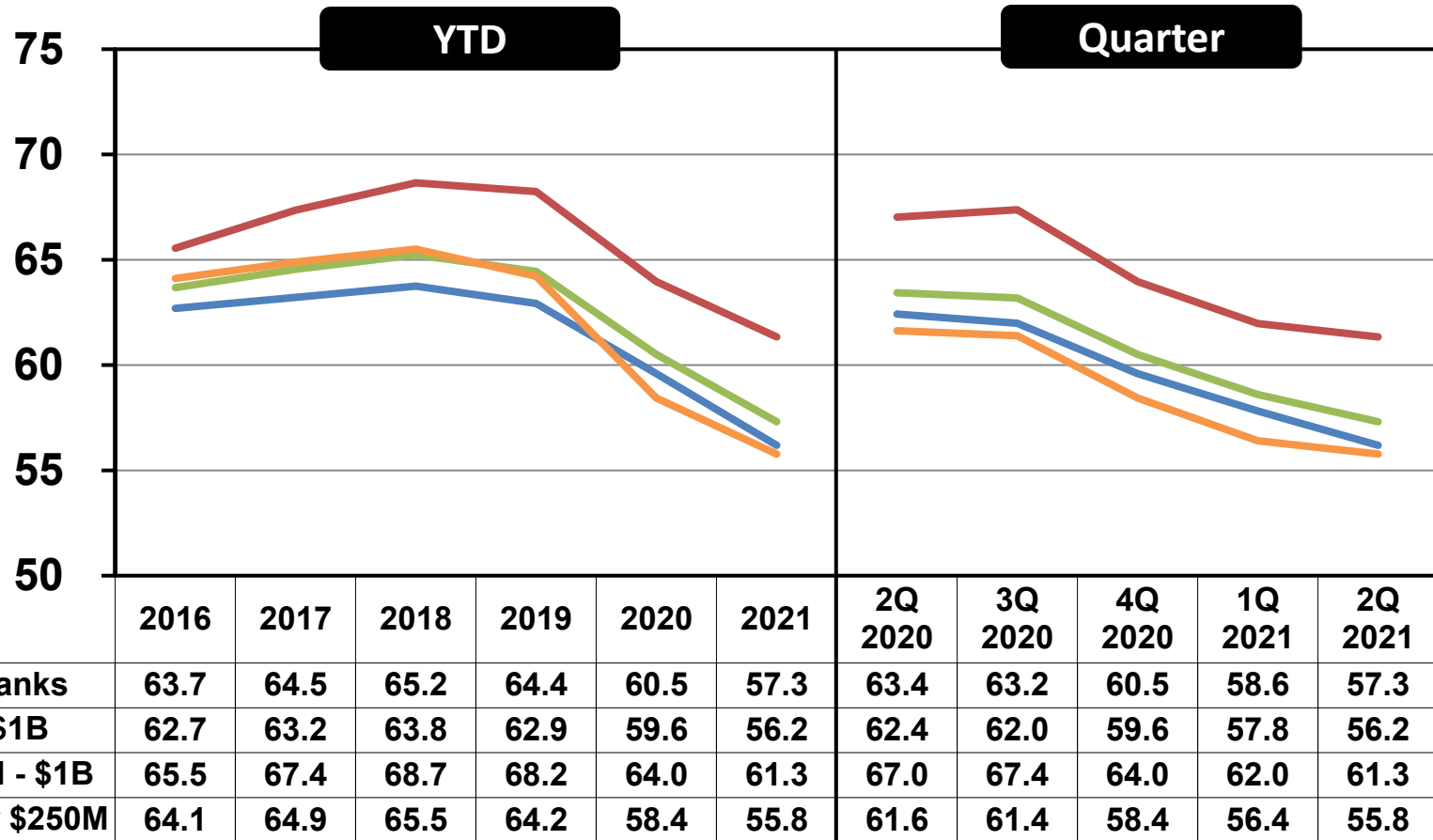
Source: Reports of Condition and Income



Loans to Assets

(Tenth District Commercial Banks)

% of Assets



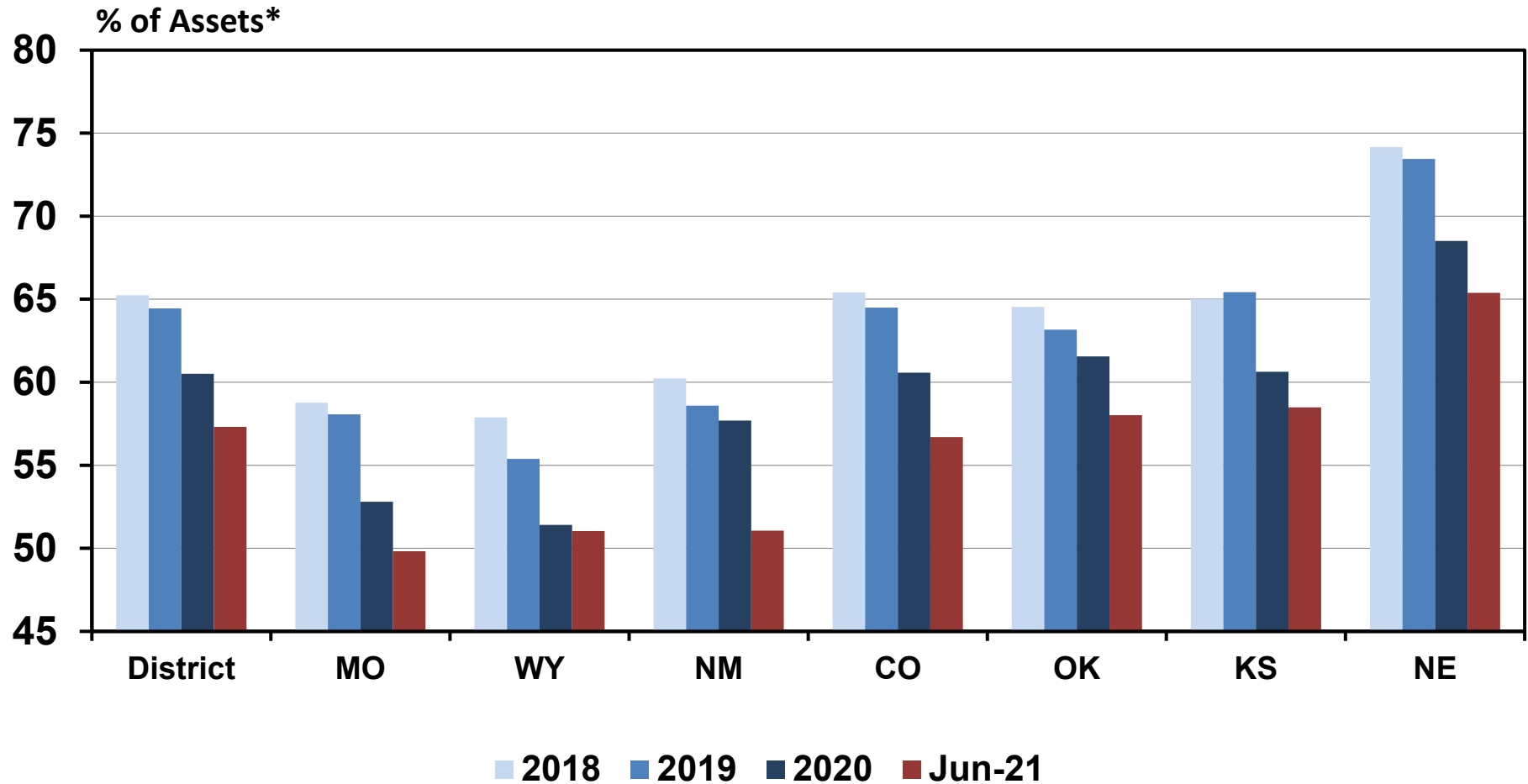
Note: Total loans as a percentage of total assets

Source: Reports of Condition and Income



Loans to Assets Across District States

(Tenth District Commercial Banks)

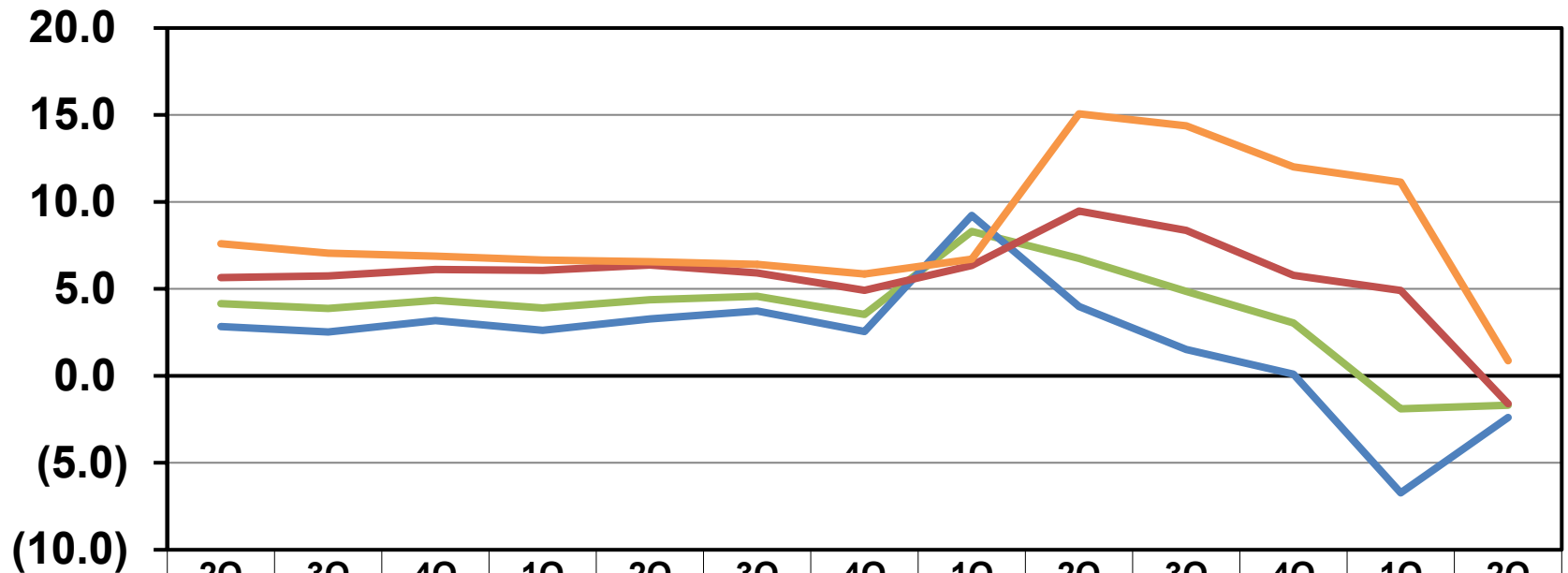


* Total loans as a percentage of total assets
 Source: Reports of Condition and Income

Total Loan Growth

(All US Commercial Banks)

% Change From Prior Year



	2Q 2018	3Q 2018	4Q 2018	1Q 2019	2Q 2019	3Q 2019	4Q 2019	1Q 2020	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	4.1	3.9	4.3	3.9	4.4	4.6	3.5	8.3	6.8	4.9	3.0	-1.9	-1.7
Banks Over \$100B	2.8	2.5	3.2	2.6	3.3	3.7	2.5	9.2	4.0	1.5	0.1	-6.7	-2.4
Banks \$10 - \$100B	5.7	5.7	6.1	6.1	6.4	5.9	4.9	6.3	9.5	8.4	5.8	4.9	-1.6
Banks Under \$10B	7.6	7.1	6.9	6.7	6.6	6.4	5.9	6.7	15.1	14.4	12.0	11.1	0.9

Notes: 1) The pool of banks within each size grouping was adjusted to eliminate distortions from acquisitions, including failed banks; 2) Loans are defined as net loans outstanding; 3) PPP loan data is included

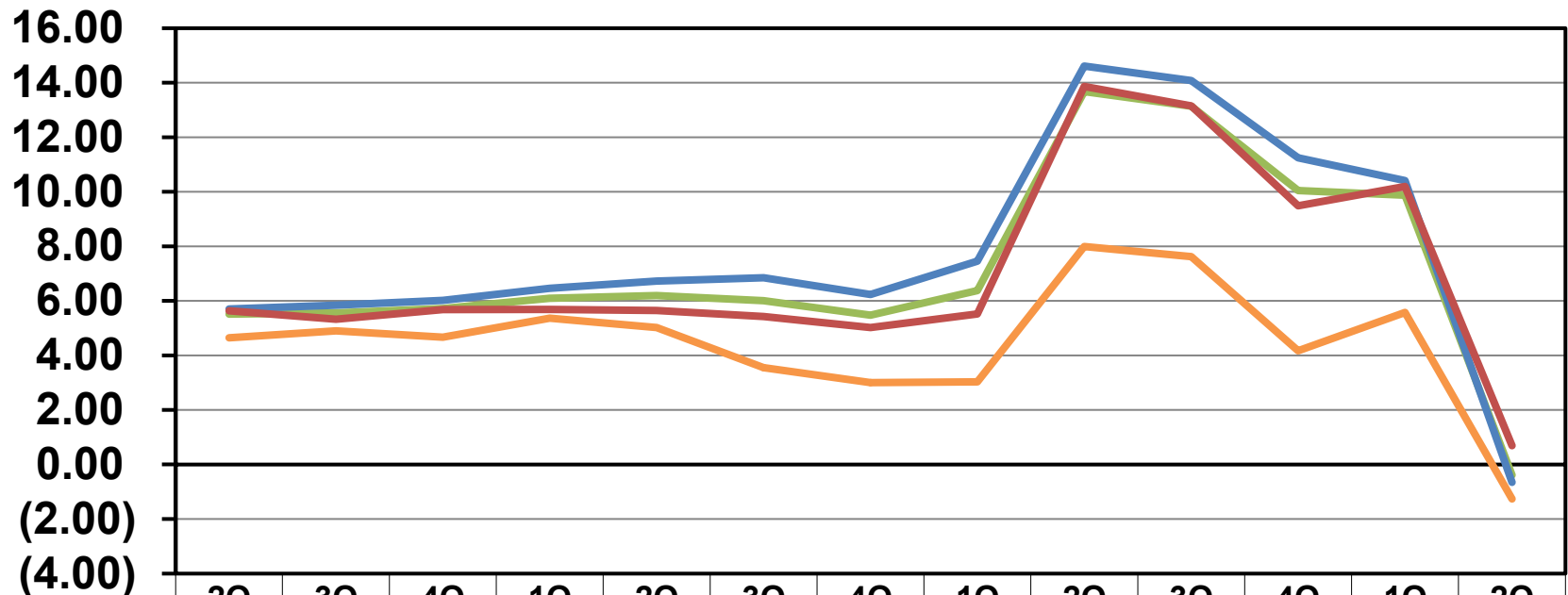
Source: Reports of Condition and Income



Total Loan Growth

(Tenth District Commercial Banks)

% Change From Prior Year



	2Q 2018	3Q 2018	4Q 2018	1Q 2020	2Q 2019	3Q 2019	4Q 2019	1Q 2020	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	5.5	5.6	5.7	6.1	6.2	6.0	5.5	6.4	13.7	13.1	10.0	9.9	-0.4
Banks Over \$1B	5.7	5.8	6.0	6.5	6.7	6.8	6.2	7.5	14.6	14.1	11.2	10.4	-0.7
Banks \$250M - \$1B	5.6	5.3	5.7	5.7	5.6	5.4	5.0	5.5	13.9	13.2	9.5	10.2	0.7
Banks Under \$250M	4.6	4.9	4.7	5.4	5.0	3.6	3.0	3.0	8.0	7.6	4.2	5.6	-1.3

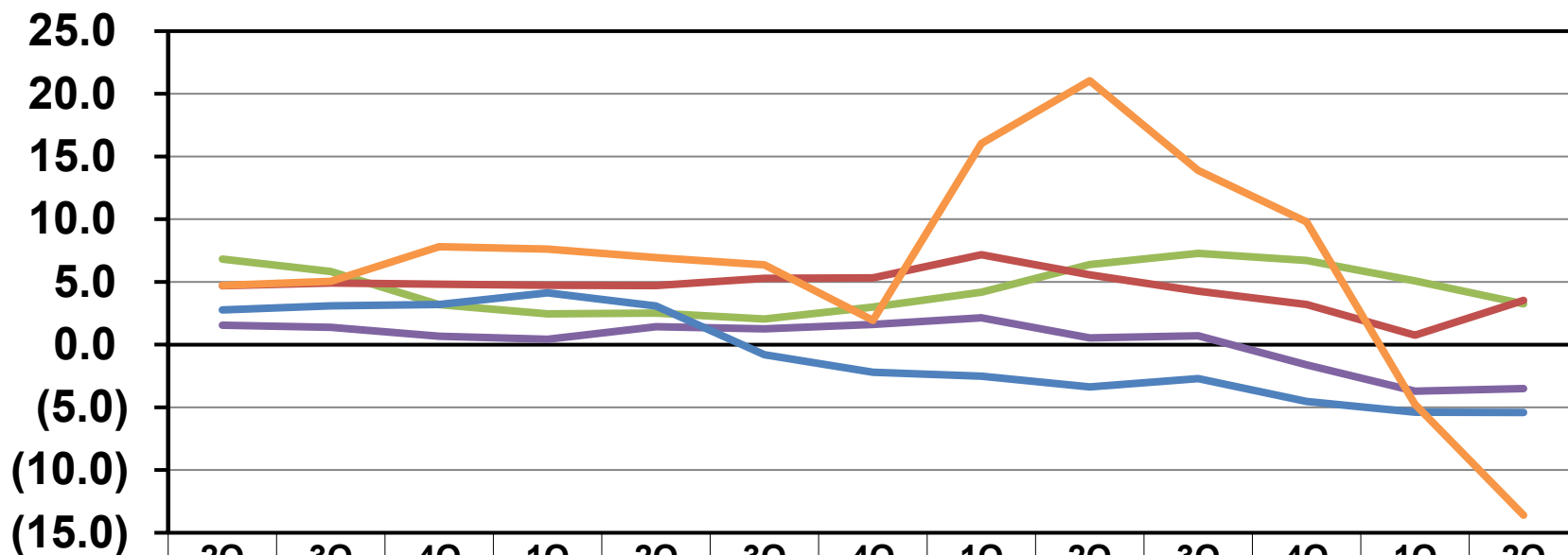
Notes: 1) The pool of banks within each size grouping was adjusted to eliminate distortions from acquisitions, including failed banks; 2) Loans are defined as net loans outstanding; 3) PPP loan data is included

Source: Reports of Condition and Income

Loan Growth By Loan Type

(All US Commercial Banks)

% Change From Prior Year



	2Q 2018	3Q 2018	4Q 2018	1Q 2019	2Q 2019	3Q 2019	4Q 2019	1Q 2020	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
CLD	6.8	5.8	3.2	2.5	2.5	2.1	3.0	4.2	6.4	7.3	6.7	5.1	3.2
Other CRE	4.7	4.9	4.8	4.7	4.7	5.3	5.3	7.2	5.6	4.3	3.2	0.8	3.5
Total 1-4 RE	1.5	1.4	0.7	0.4	1.4	1.3	1.6	2.1	0.5	0.7	-1.6	-3.7	-3.5
Ag	2.8	3.1	3.2	4.1	3.1	-0.8	-2.2	-2.5	-3.4	-2.7	-4.5	-5.4	-5.4
C&I	4.7	5.0	7.8	7.6	6.9	6.4	1.9	16.0	21.0	13.9	9.8	-4.8	-13.6

Notes: 1) The pool of banks within each size grouping was adjusted to eliminate distortions from acquisitions, including failed banks; 2) Loans are defined as net loans outstanding; 3) PPP loan data is included

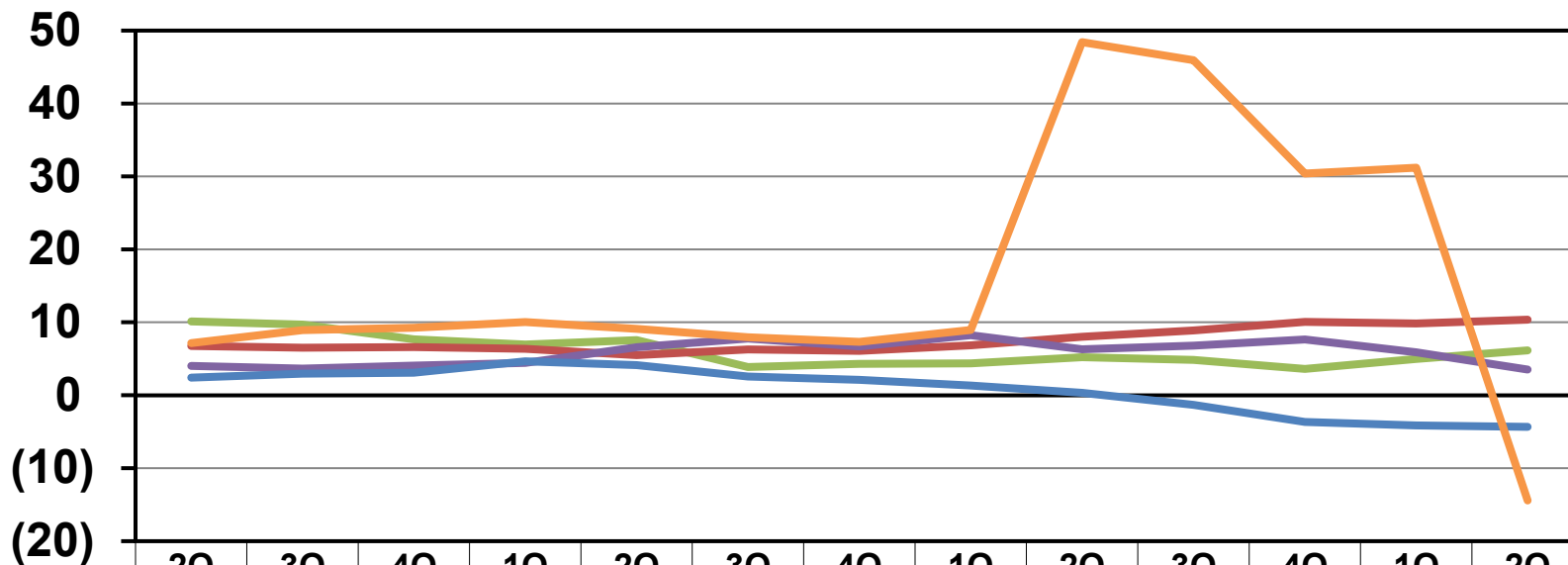
Source: Reports of Condition and Income



Loan Growth By Loan Type

(Tenth District Commercial Banks)

% Change From Prior Year



	2Q 2018	3Q 2018	4Q 2018	1Q 2019	2Q 2019	3Q 2019	4Q 2019	1Q 2020	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
CLD	10.1	9.7	7.7	6.9	7.5	3.9	4.3	4.4	5.2	4.8	3.6	5.0	6.1
Other CRE	6.7	6.5	6.6	6.4	5.5	6.3	6.1	6.8	8.0	8.9	10.1	9.8	10.4
Total 1-4 RE	4.0	3.6	4.1	4.4	6.6	7.8	6.7	8.2	6.3	6.8	7.6	5.9	3.5
Ag	2.4	3.0	3.1	4.7	4.1	2.6	2.1	1.3	0.3	-1.3	-3.7	-4.1	-4.3
C&I (Right Axis)	7.1	8.9	9.3	10.0	9.1	7.9	7.3	8.9	48.4	45.9	30.4	31.2	-14.4

Notes: 1) The pool of banks within each size grouping was adjusted to eliminate distortions from acquisitions, including failed banks; 2) Loans are defined as net loans outstanding; 3) PPP loan data is included

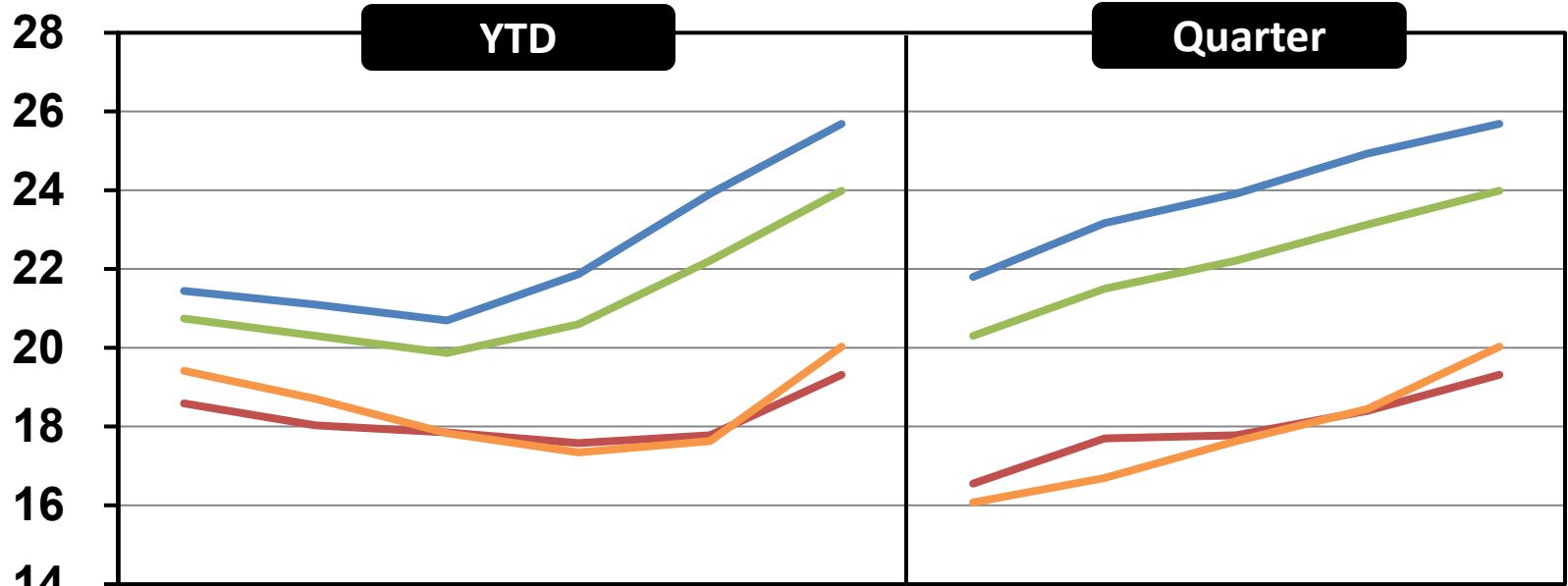
Source: Reports of Condition and Income



Investment Securities to Assets

(All US Commercial Banks)

% Assets



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
— All Banks	20.7	20.3	19.9	20.6	22.2	24.0	20.3	21.5	22.2	23.1	24.0
— Banks Over \$100B	21.4	21.1	20.7	21.9	23.9	25.7	21.8	23.2	23.9	24.9	25.7
— Banks \$10 - \$100B	18.6	18.0	17.9	17.6	17.8	19.3	16.6	17.7	17.8	18.4	19.3
— Banks Under \$10B	19.4	18.7	17.8	17.3	17.6	20.0	16.1	16.7	17.6	18.4	20.0

Note: Total securities as a percentage of total assets

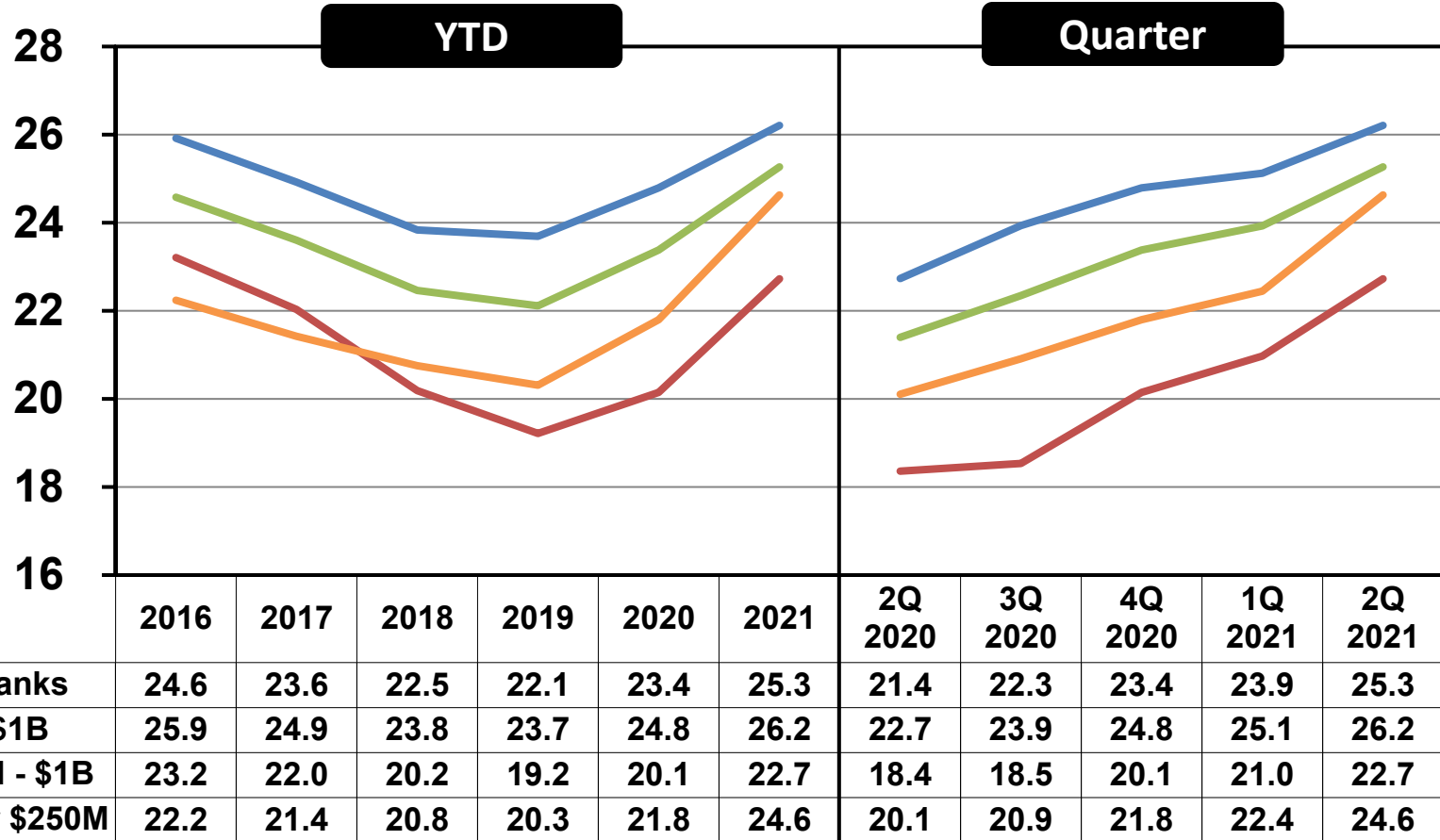
Source: Reports of Condition and Income



Investment Securities to Assets

(Tenth District Commercial Banks)

% of Assets

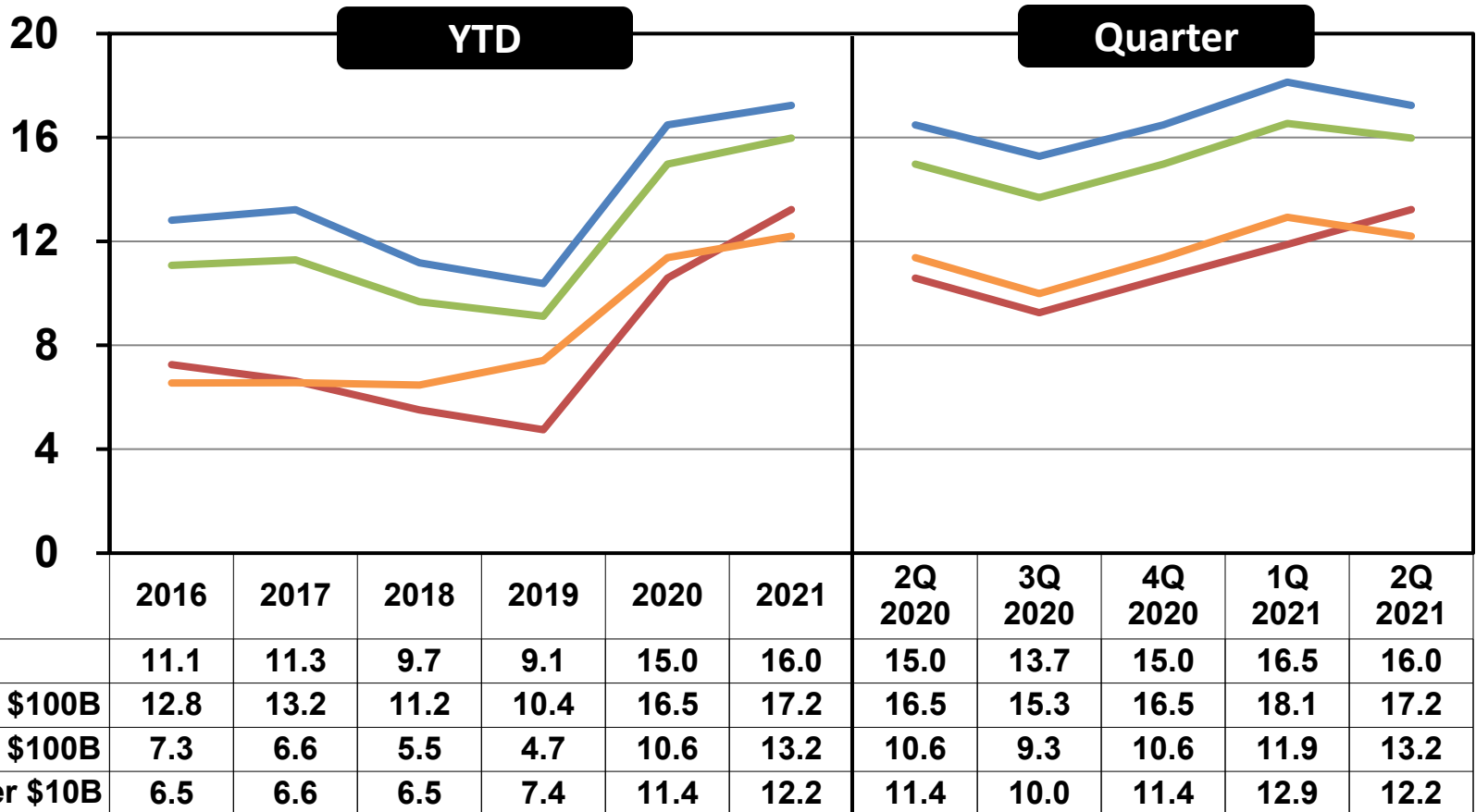


Note: Total securities as a percentage of total assets
 Source: Reports of Condition and Income

Cash and Reserve Holdings

(All US Commercial Banks)

% Assets



Note: Total cash and due from as a percentage of total assets

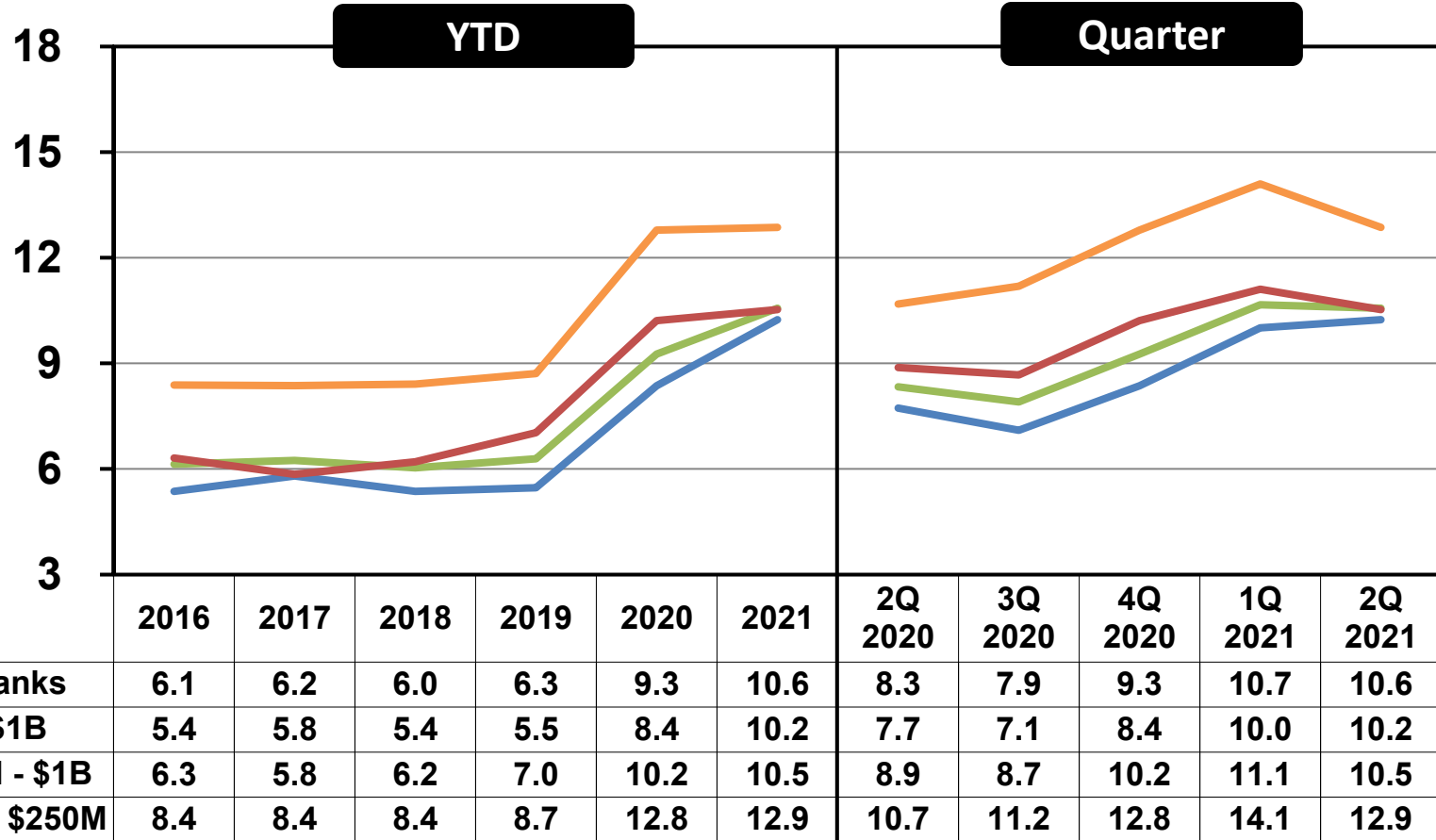
Source: Reports of Condition and Income



Cash and Reserve Holdings

(Tenth District Commercial Banks)

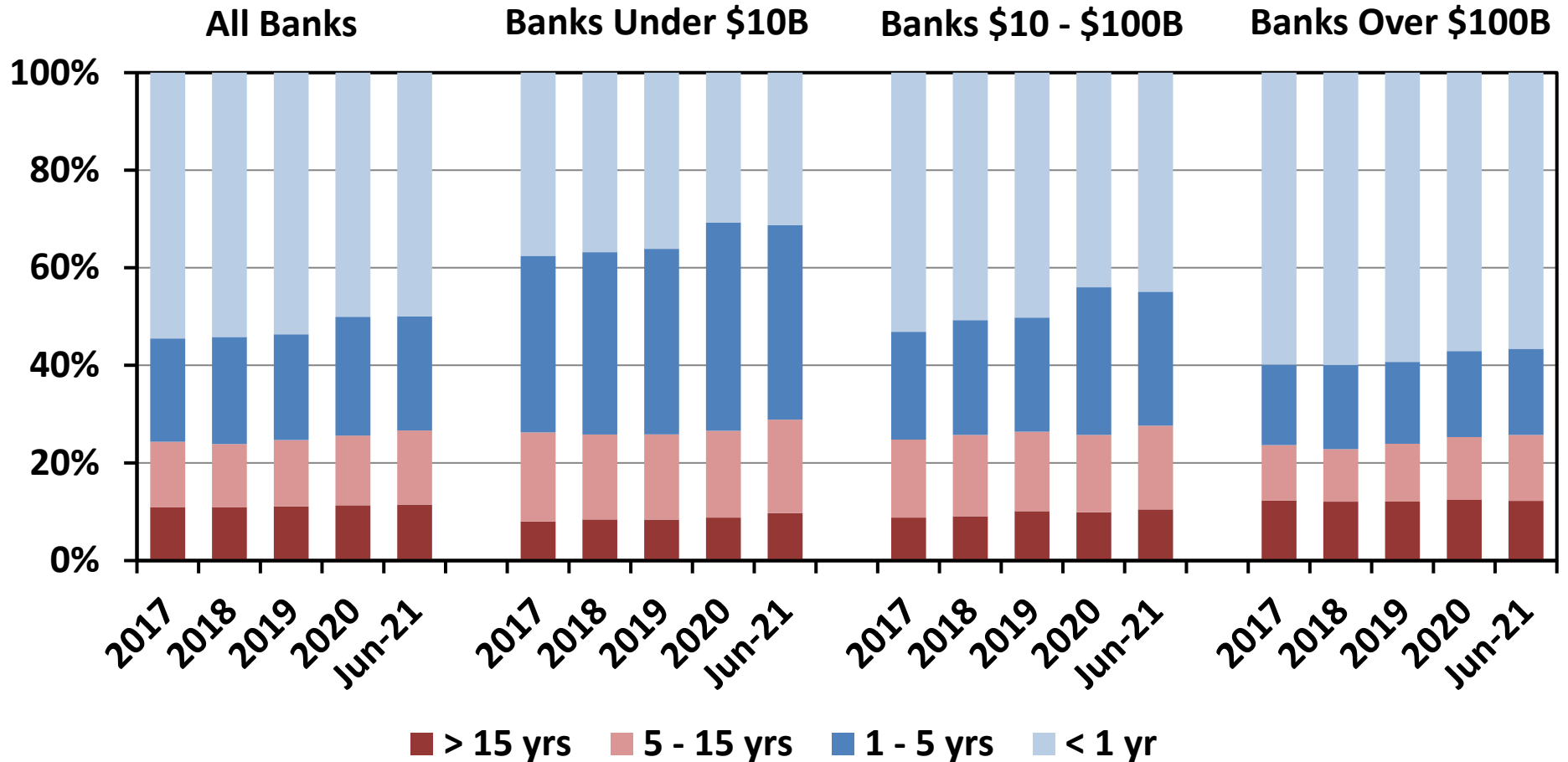
% of Assets*



Note: Total cash and due from as a percentage of total assets
 Source: Reports of Condition and Income

Loan Portfolio Maturity and Repricing Distribution

(All US Commercial Banks)



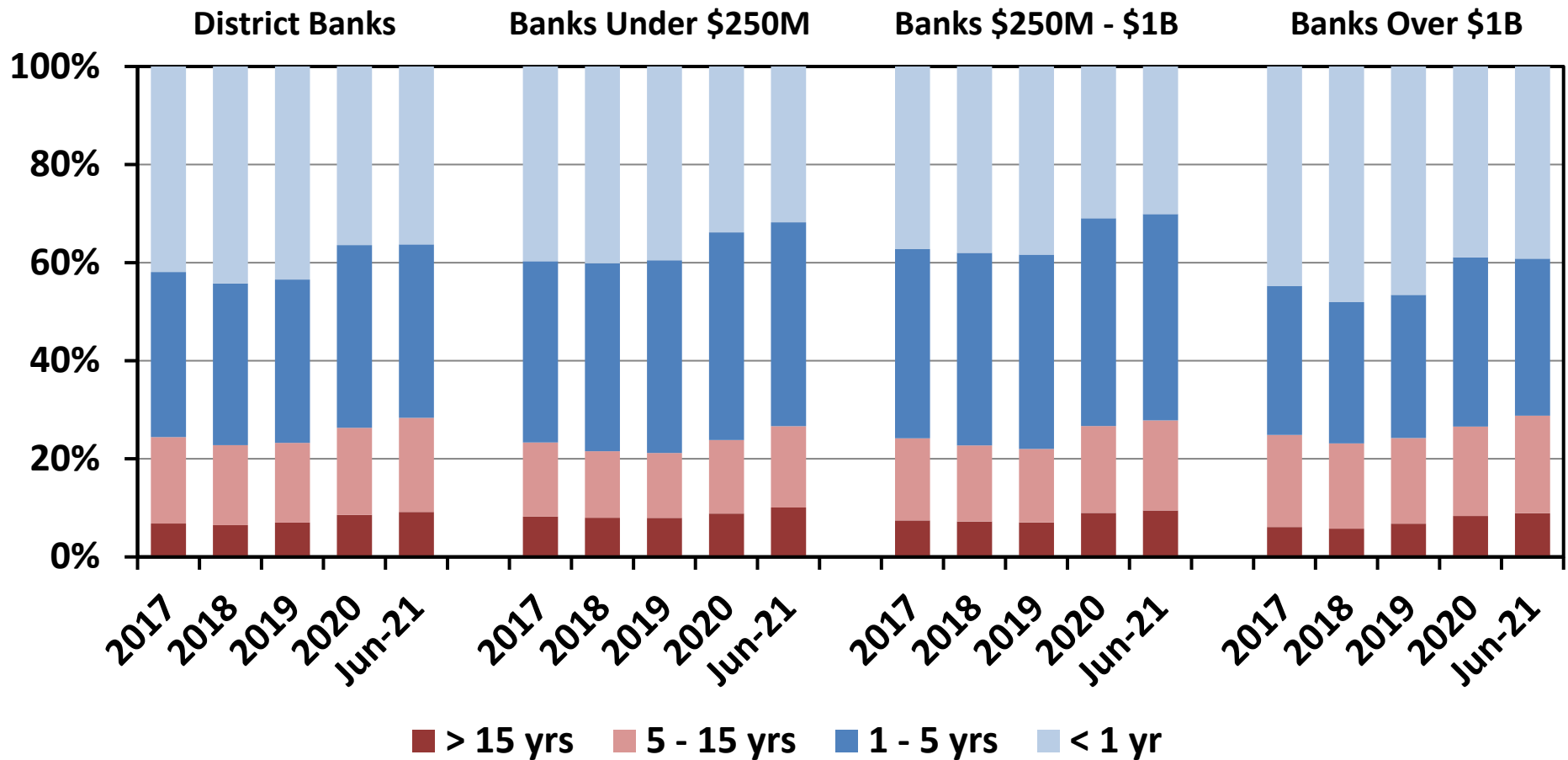
Note: Loans includes all loans and leases, excluding those in nonaccrual status

Source: Reports of Condition and Income



Loan Portfolio Maturity and Repricing Distribution

(Tenth District Commercial Banks)

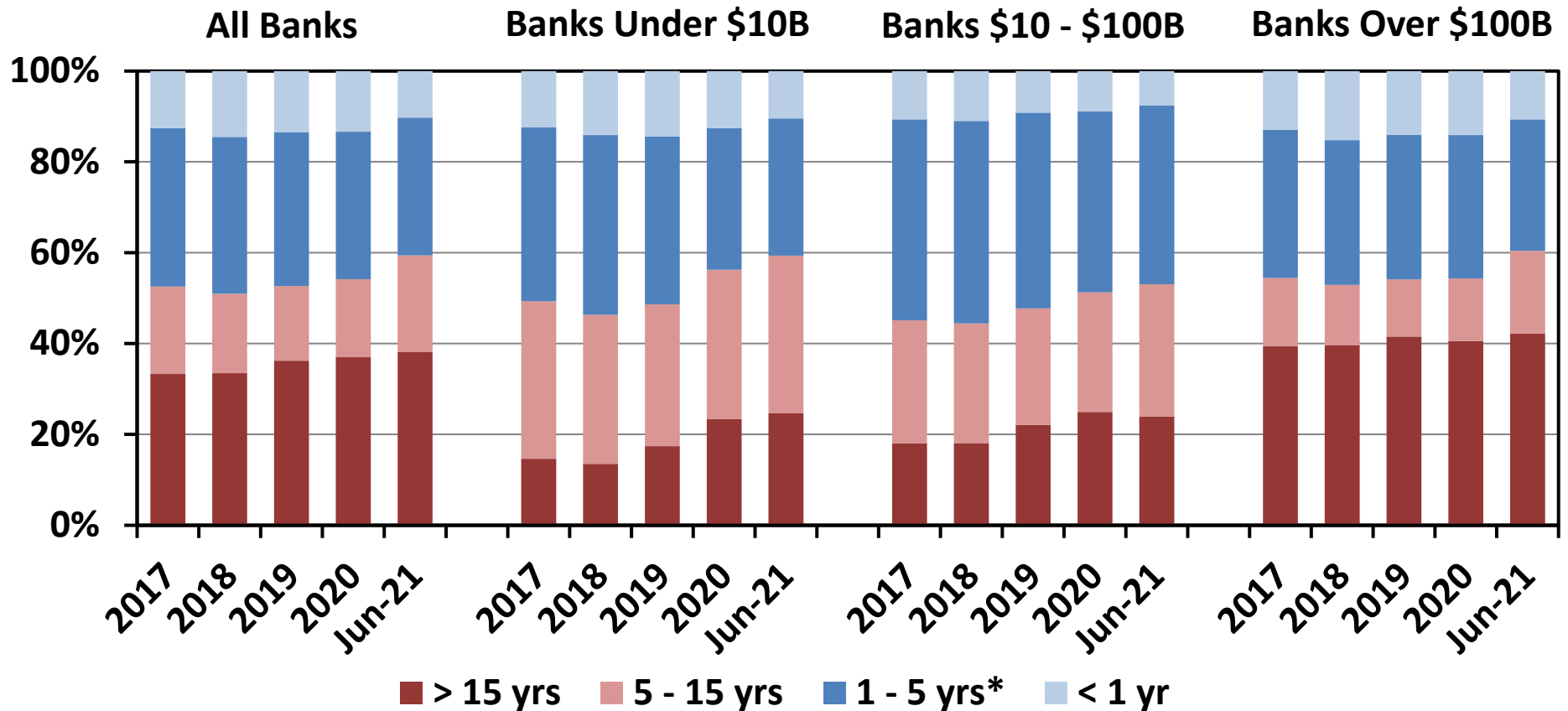


Note: Loans includes all loans and leases, excluding those in nonaccrual status
 Source: Reports of Condition and Income



Securities Portfolio Maturity and Repricing Distribution

(All US Commercial Banks)



* Includes all other mortgage-backed securities (CMOs, REMICs, and stripped MBS).

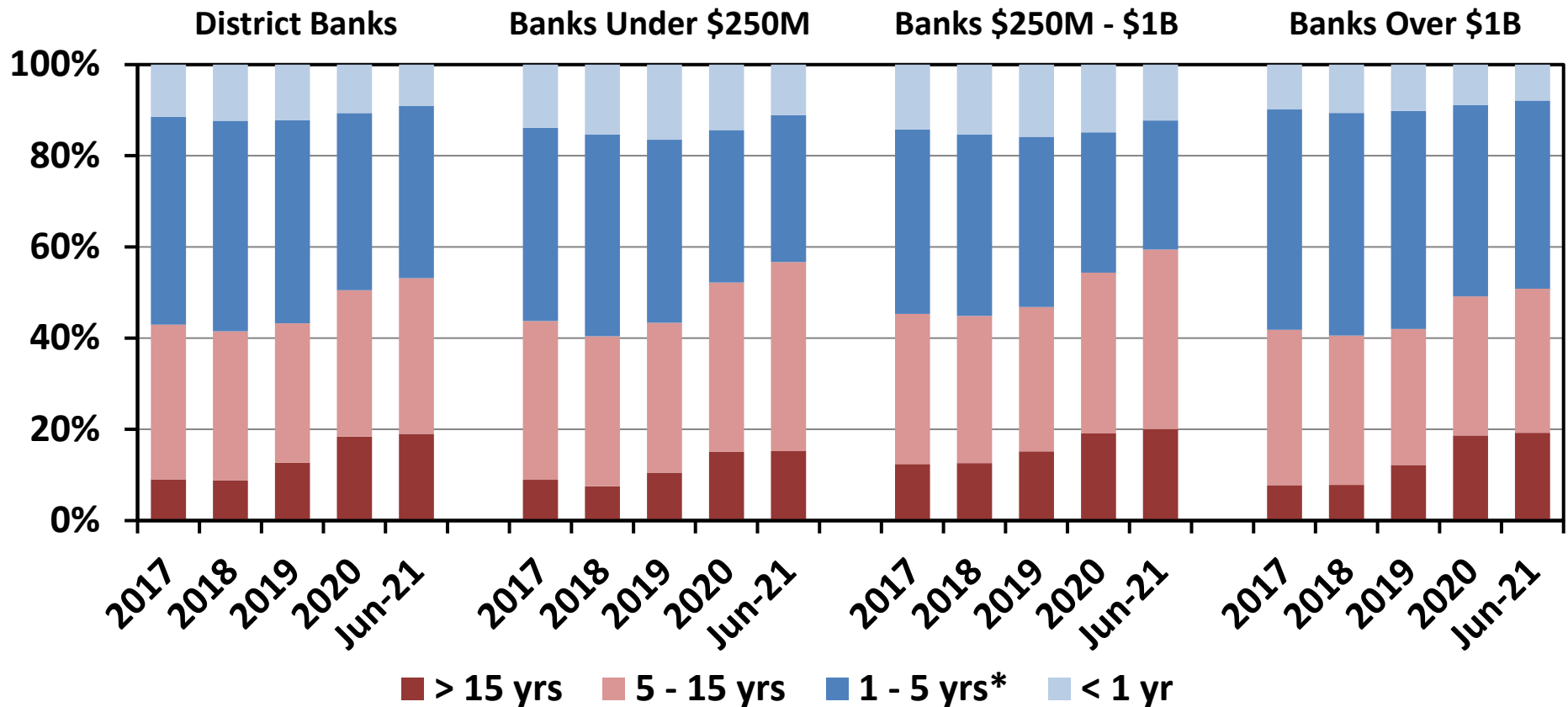
Note: Securities include (1) securities issued by the US Treasury, US Gov't agencies, and states and political subdivisions in the US; (2) other non-mortgage debt securities; (3) mortgage pass-through securities; and (4) other mortgage-backed securities.

Source: Reports of Condition and Income



Securities Portfolio Maturity and Repricing Distribution

(Tenth District Commercial Banks)



* Includes all other mortgage-backed securities (CMOs, REMICs, and stripped MBS).

Note: Securities include (1) securities issued by the US Treasury, US Gov't agencies, and states and political subdivisions in the US; (2) other non-mortgage debt securities; (3) mortgage pass-through securities; and (4) other mortgage-backed securities.

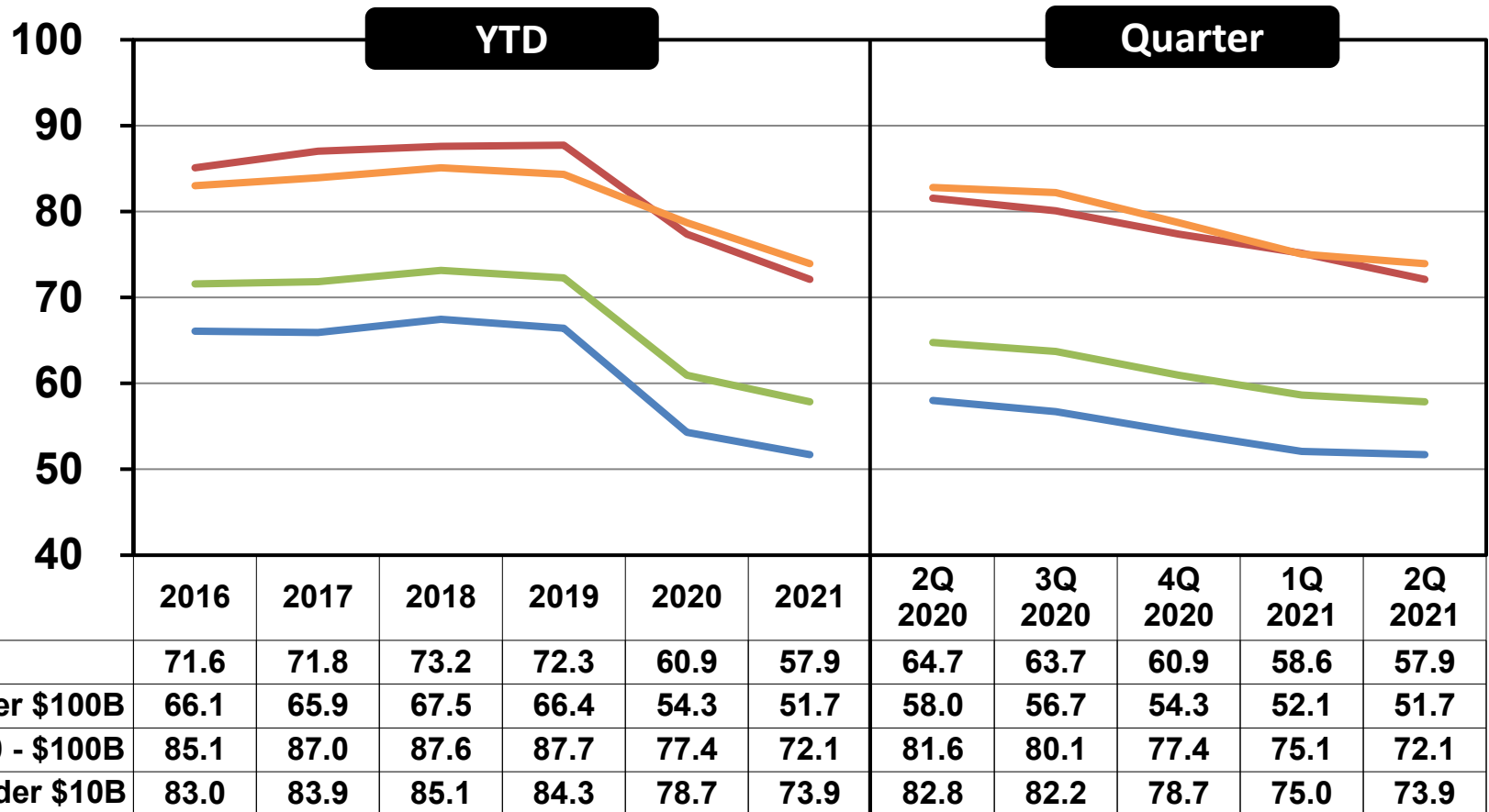
Source: Reports of Condition and Income



Loans to Deposits

(All US Commercial Banks)

% of Deposits



Note: Total loans as a percentage of total deposits

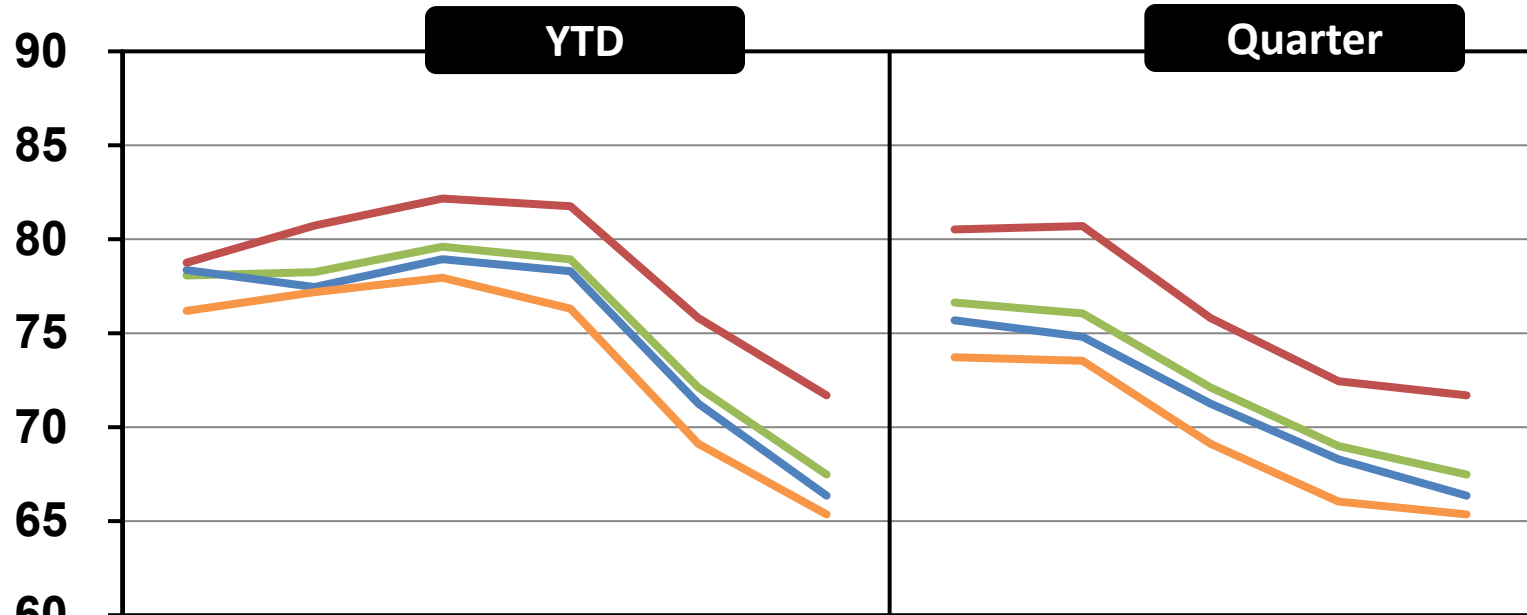
Source: Reports of Condition and Income



Loans to Deposits

(Tenth District Commercial Banks)

% of Deposits*



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	78.1	78.3	79.6	78.9	72.1	67.5	76.6	76.1	72.1	69.0	67.5
Banks Over \$1B	78.4	77.5	78.9	78.3	71.3	66.4	75.7	74.8	71.3	68.3	66.4
Banks \$250M - \$1B	78.7	80.7	82.2	81.8	75.8	71.7	80.5	80.7	75.8	72.4	71.7
Banks Under \$250M	76.2	77.2	78.0	76.3	69.1	65.4	73.7	73.5	69.1	66.0	65.4

* Total loans as a percentage of total deposits

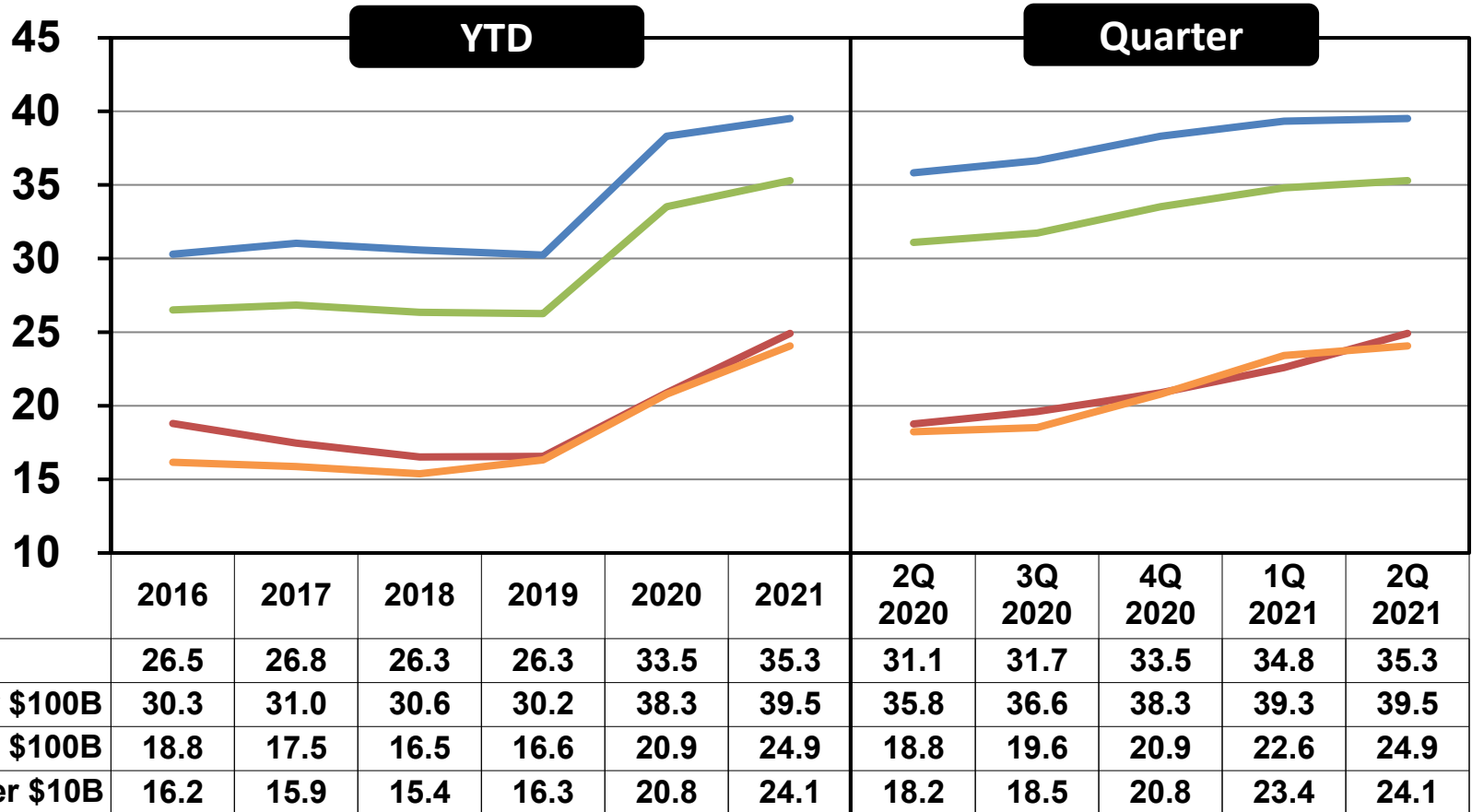
Source: Reports of Condition and Income



Liquid Asset Ratio

(All US Commercial Banks)

% of Assets



Note: Interest bearing bank balances + Federal funds sold + securities purchased under agreement to resell + total investment securities – pledged securities, as a percentage of total assets

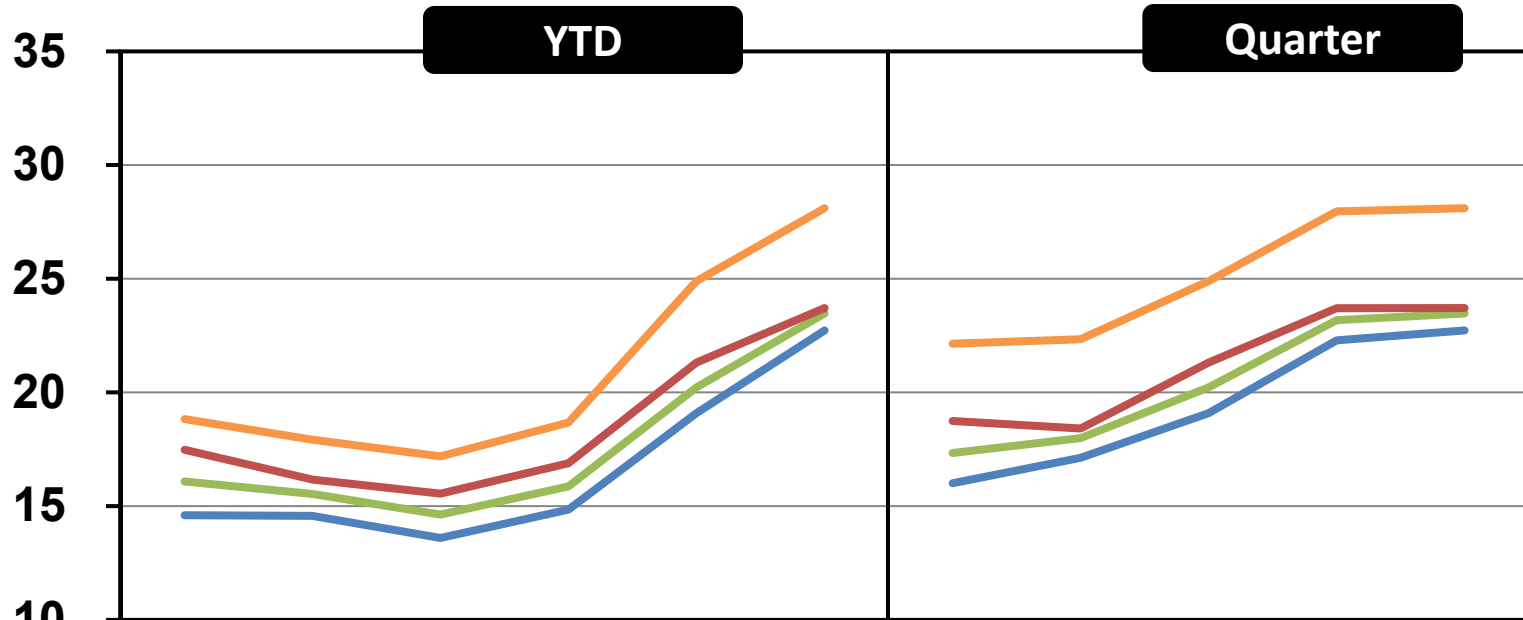
Source: Reports of Condition and Income



Liquid Asset Ratio

(Tenth District Commercial Banks)

% of Assets*



	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	16.1	15.5	14.6	15.9	20.2	23.5	17.3	18.0	20.2	23.2	23.5
Banks Over \$1B	14.6	14.6	13.6	14.8	19.1	22.7	16.0	17.1	19.1	22.3	22.7
Banks \$250M - \$1B	17.5	16.2	15.6	16.9	21.3	23.7	18.7	18.4	21.3	23.7	23.7
Banks Under \$250M	18.8	17.9	17.2	18.7	24.9	28.1	22.1	22.3	24.9	28.0	28.1

* Interest bearing bank balances + Federal funds sold + securities purchased under agreement to resell + total investment securities – pledged securities, as a percentage of total assets

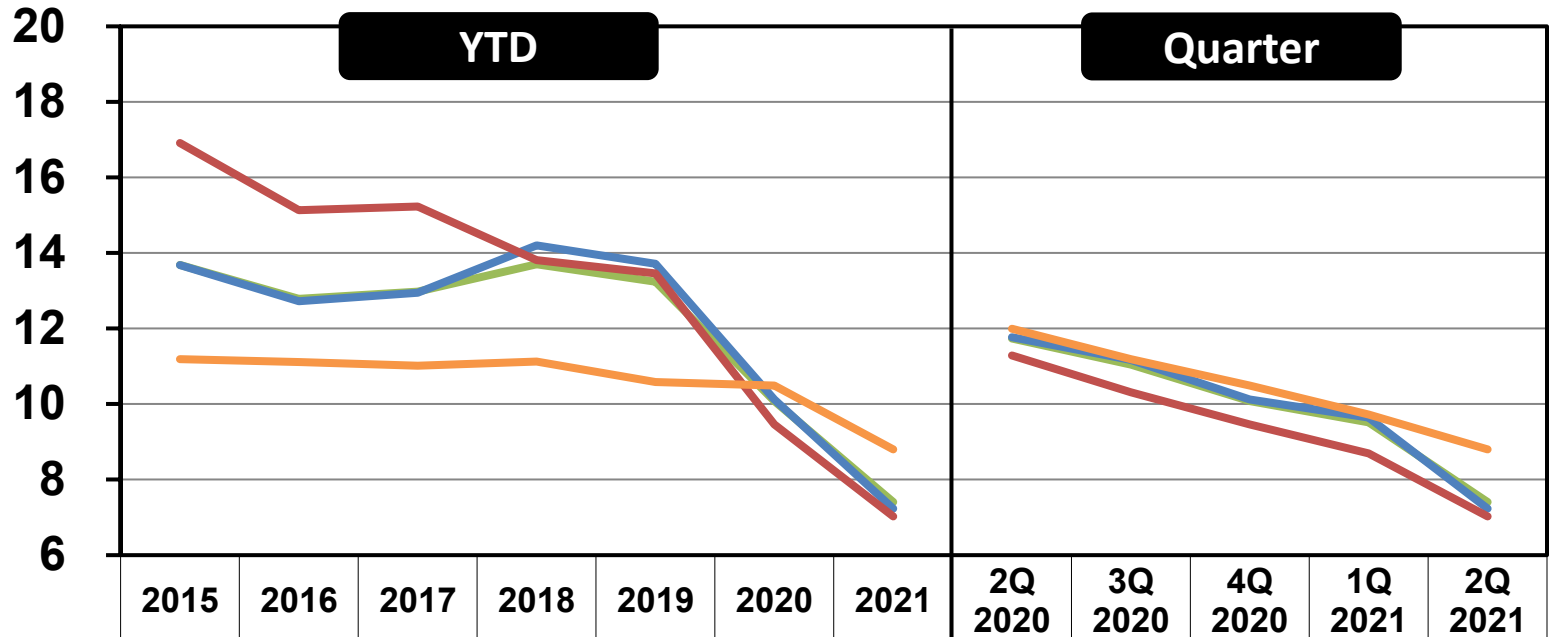
Source: Reports of Condition and Income



Wholesale Funding

(All US Commercial Banks)

% of Assets*



	2015	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All Banks	13.7	12.8	13.0	13.7	13.2	10.1	7.4	11.7	11.0	10.1	9.5	7.4
Banks Over \$100B	13.7	12.7	12.9	14.2	13.7	10.1	7.2	11.8	11.2	10.1	9.6	7.2
Banks \$10B - \$100B	16.9	15.1	15.2	13.8	13.5	9.5	7.0	11.3	10.3	9.5	8.7	7.0
Banks Under \$10B	11.2	11.1	11.0	11.1	10.6	10.5	8.8	12.0	11.2	10.5	9.7	8.8

* FFP, repos, listing service deposits, brokered deposits, FHLB borrowings, non-brokered reciprocal deposits, and other borrowed money, as a percentage of total assets

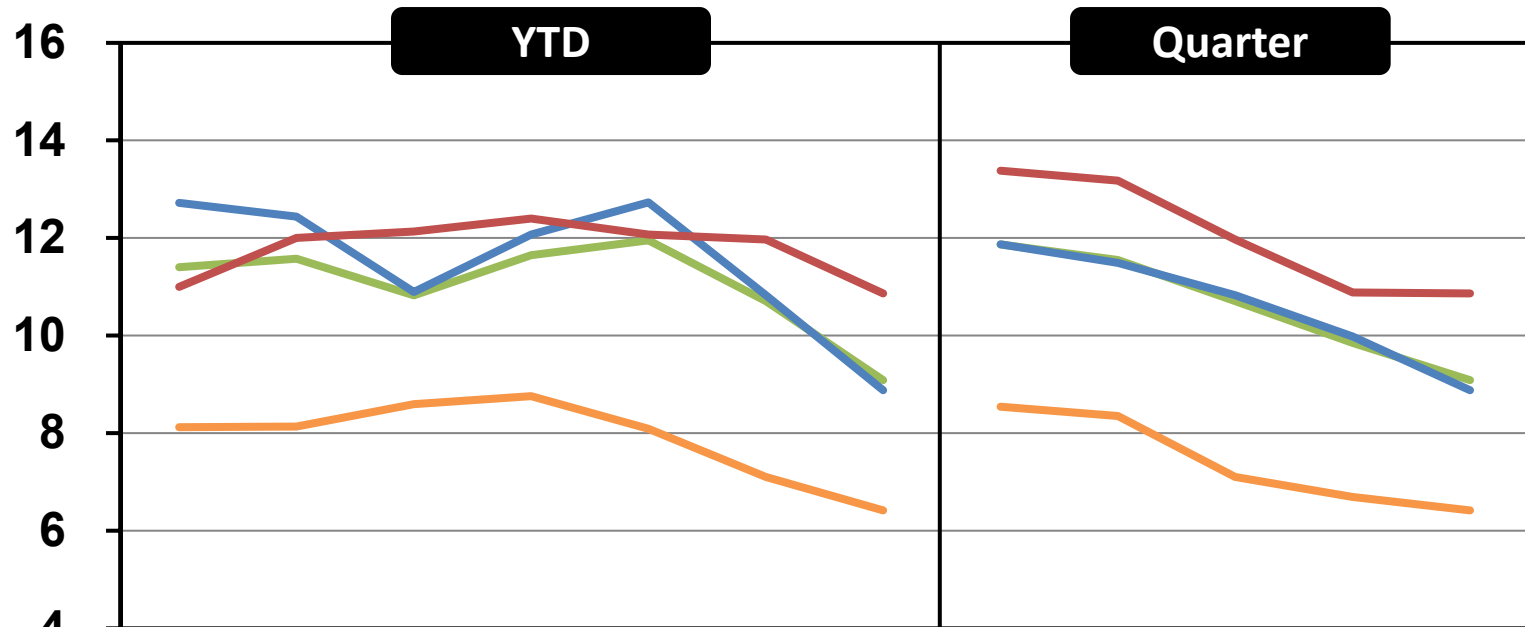
Source: Reports of Condition and Income



Wholesale Funding

(Tenth District Commercial Banks)

% of Assets*



	2015	2016	2017	2018	2019	2020	2021	2Q 2020	3Q 2020	4Q 2020	1Q 2021	2Q 2021
All District Banks	11.4	11.6	10.8	11.6	12.0	10.7	9.1	11.9	11.5	10.7	9.8	9.1
Banks Over \$1B	12.7	12.4	10.9	12.1	12.7	10.8	8.9	11.9	11.5	10.8	10.0	8.9
Banks \$250M - \$1B	11.0	12.0	12.1	12.4	12.1	12.0	10.9	13.4	13.2	12.0	10.9	10.9
Banks Under \$250M	8.1	8.1	8.6	8.8	8.1	7.1	6.4	8.5	8.4	7.1	6.7	6.4

* FFP, repos, listing service deposits, brokered deposits, FHLB borrowings, non-brokered reciprocal deposits and other borrowed money, as a percentage of total assets

Source: Reports of Condition and Income



Select Ratios by State
(Commercial Banks in Tenth District States)

OVERVIEW

	# Comm'l Banks		Total Assets		Total Loans		Total Deposits		Total Equity Capital		Problem Assets	
	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020
Colorado	67	67	76,216	66,009	43,211	42,473	67,413	57,193	6,780	6,197	217	198
Kansas	211	214	77,376	73,421	45,255	46,941	65,442	59,825	8,435	8,084	473	565
Missouri	229	235	214,096	189,697	125,411	121,140	181,344	158,047	20,406	18,832	620	741
Nebraska	154	157	87,125	79,943	56,963	56,876	74,024	66,237	9,285	8,401	331	439
New Mexico	31	31	14,870	13,273	7,436	7,492	12,995	11,311	1,445	1,318	75	72
Oklahoma	186	191	137,936	128,131	80,026	80,774	115,366	103,579	14,504	13,529	1,360	1,498
Wyoming	28	28	10,949	9,840	5,589	5,482	9,704	8,624	1,093	1,030	29	45

- Balance sheet items shown in millions

EARNINGS

	% Banks With Loss		ROAA		NII/Avg Assets		Provisions/Avg Assets		Loan Loss/ Avg Loans	
	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020
Colorado	7.46	8.96	1.32	1.18	2.95	3.33	0.01	0.34	0.03	0.03
Kansas	3.32	3.74	1.33	1.20	3.05	3.28	0.07	0.41	0.11	0.21
Missouri	1.75	2.13	1.40	1.04	2.85	3.15	0.01	0.49	0.12	0.11
Nebraska	0.65	1.91	1.77	1.13	3.63	4.05	0.04	0.95	0.40	0.58
New Mexico	0.00	3.23	1.52	1.54	3.29	3.77	0.06	0.41	0.05	0.12
Oklahoma	3.23	2.09	1.45	1.00	2.98	3.11	0.01	0.64	0.14	0.20
Wyoming	3.57	3.57	1.45	1.37	2.99	3.44	0.01	0.31	0.05	0.23

- Income statement items shown as year-to-date.

- Average assets are calculated by using the average of YTD average assets.

ASSET QUALITY

	Problem Assets / Total Loans + OREO		Noncurrent CLD		Noncurrent Other CRE		Noncurrent 1-4 Family		Noncurrent C&I		Noncurrent Farm		Noncurrent RE Farm	
	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020
Colorado	0.50	0.47	0.29	0.22	0.34	0.25	0.25	0.30	0.57	0.55	0.37	0.42	1.47	1.65
Kansas	1.04	1.20	0.09	0.50	0.69	0.80	0.71	0.92	1.33	1.00	0.95	1.20	1.73	2.58
Missouri	0.49	0.61	0.56	0.68	0.41	0.38	0.37	0.59	0.42	0.46	0.28	0.57	0.65	0.84
Nebraska	0.58	0.77	0.09	0.30	0.38	0.27	0.37	0.49	0.38	0.42	0.99	1.14	0.92	1.62
New Mexico	1.01	0.96	0.46	0.29	0.64	0.92	0.57	0.74	1.13	0.50	0.06	0.02	0.26	1.38
Oklahoma	1.70	1.85	0.28	0.45	0.78	0.76	4.26	4.17	1.04	1.35	2.03	3.87	2.25	3.86
Wyoming	0.51	0.82	0.04	0.04	0.29	0.57	0.21	0.30	0.56	0.76	0.74	0.76	1.54	0.47

- Problem assets consist of loans 90+ days past due, in nonaccrual status, and other real estate owned (OREO).

- Noncurrent loans consist of loans 90+ days past due or in nonaccrual status.

OTHER FINANCIAL RATIOS

	ALLL/Noncurr		Tier 1 Leverage/Assets		Tangible Equity Capital/Assets		Noncore Funding / Total Assets	
	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020	6/30/2021	6/30/2020
Colorado	294.68	295.96	8.41	8.91	8.32	8.75	4.14	6.11
Kansas	175.42	135.70	10.17	10.42	10.38	10.38	9.74	14.32
Missouri	311.10	265.91	8.88	9.16	8.97	9.35	8.19	10.07
Nebraska	320.06	270.85	10.15	10.23	10.08	9.91	8.54	12.21
New Mexico	208.92	202.86	9.22	9.52	9.43	9.73	5.92	8.25
Oklahoma	91.35	84.52	9.20	9.03	9.50	9.50	9.93	13.73
Wyoming	370.55	289.33	9.64	10.19	9.83	10.35	8.05	9.70

Includes all commercial banks located within each state.

Source: Reports of Condition and Income

Any questions can be directed to: Brent Lytle – Brent.Lytle@kc.frb.org