

# Banking CONDITIONS

*Providing Tenth District insights on regional and national banks*

## First Quarter 2025 Banking Conditions

*By Chris Summers*

*The Federal Reserve Bank of Kansas City dedicates staff to monitor banking trends nationally and across our seven-state region.*

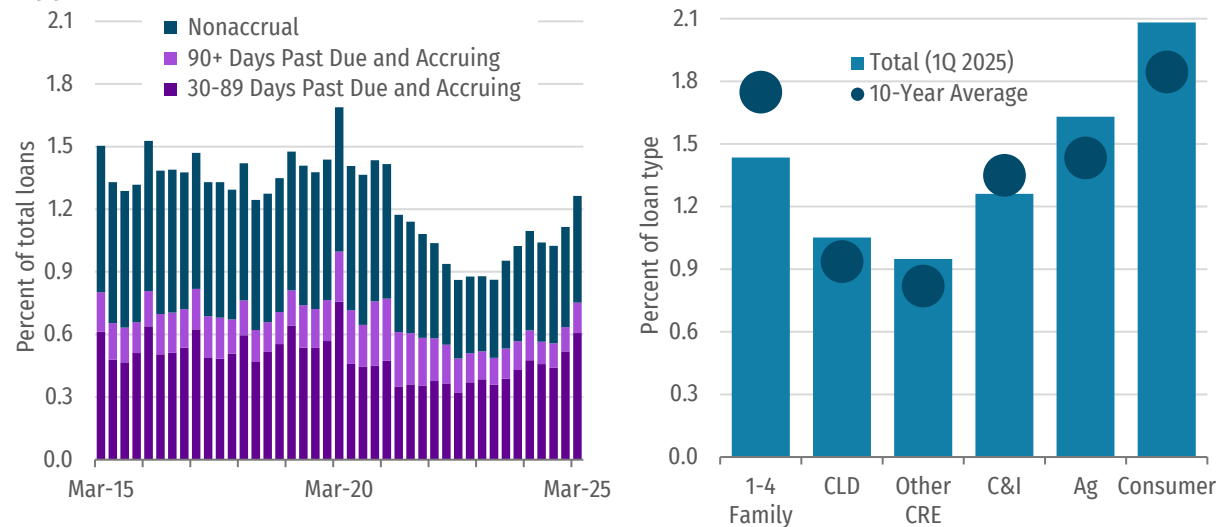
Earnings declined slightly across District banks in 1Q 2025 (Q1), as return on average assets (ROAA) fell to 1.13 percent (see Chart A6). Earnings performance varied by bank size, with ROAA at District banks under \$1 billion improving, and ROAA at District banks over \$1 billion declining. Overall, District bank earnings were driven by higher revenues (a result of interest expense declining more significantly than interest and noninterest income) only partially offset by increased provision expense. Net interest margin (NIM) remained stable, as quarterly District NIM remained at 3.58 percent (see Chart A11). Like earnings, NIMs also varied by bank size. District banks with assets between \$1 billion to \$10 billion saw NIM compression, as declines in yields exceeded declines in cost of funds, while all other District bank size groups saw NIM expansion.

District bank balance sheets grew modestly over the quarter, as economic uncertainties continue to weigh on the industry. Asset growth was primarily driven by increases in cash and due from balances, as loan growth slowed, and investment securities balances continued to decline (see Chart C3). Loan growth at District banks totaled just 3.10 percent year-over-year, and 0.20 percent quarter-over-quarter (see Chart C9). As of Q1, loans represent 63 percent of total assets, down slightly from the prior year and quarter (see Chart C6). Overall, loans grew across most loan types, apart from construction and land development (CLD) and consumer loans (see Chart C11). District liquid asset ratios also saw modest growth, improving to 15.47 percent of total assets, as interest bearing bank balances and federal funds sold experienced strong quarterly growth (see Chart D9). Unrealized losses continue to hamper available-for-sale securities, though loss positions did improve in Q1 and now total 13.72 percent of Tier 1 capital (see Chart D11).

Balance sheet growth was funded in part by increasing core deposits, which grew 1.77 percent over the quarter. Recent core deposit growth has allowed District banks to reduce wholesale and noncore funding; however (see Chart D14). Overall borrowings, including Federal Home Loan Bank (FHLB) advances, have been declining over the past few quarters, though banks over \$10 billion did increase both FHLB and non-FHLB borrowings during Q1. Additionally, capital levels fell marginally, as District leverage ratios declined to 10.09 percent from 10.11 percent at year end (see Chart A2).

Asset quality concerns are growing, as delinquencies have been trending higher since 2023 (see Supplemental Chart). Total past due and nonaccrual loans represent 1.26 percent of total loans, which is just above its 10-year historical average. Over the past year, credit quality deterioration at District banks has primarily been seen in agriculture and commercial real estate (CRE) loans, though delinquencies have risen across most loan types for banks under \$1 billion. Allowance for credit losses (ACL) as a percentage of loans remained relatively stable over the quarter (see Chart B5).

Supplemental Chart. Past Due and Nonaccrual Loans, Tenth District Banks



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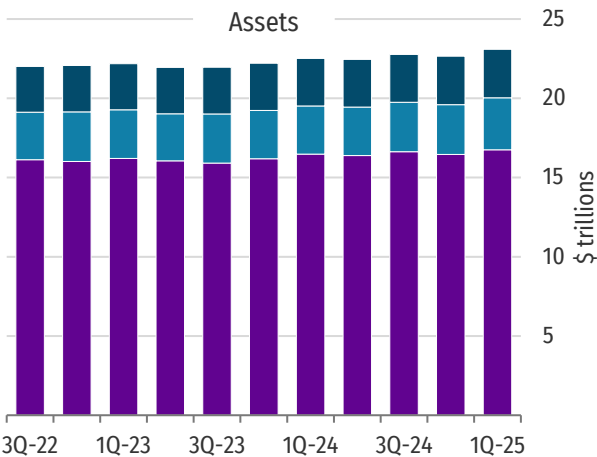
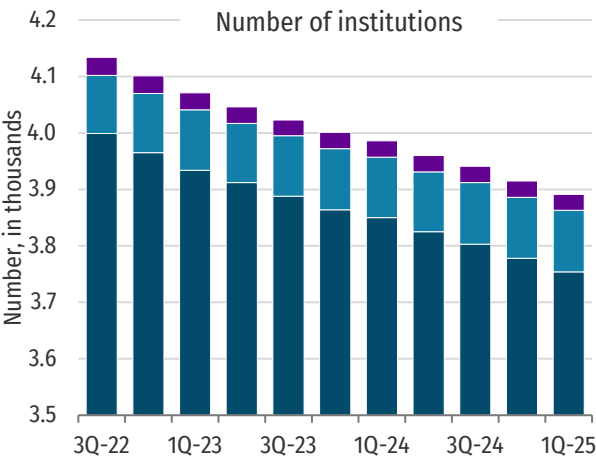
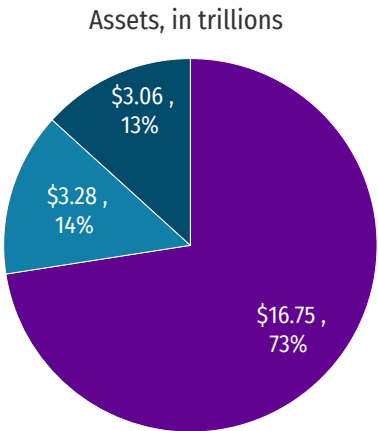
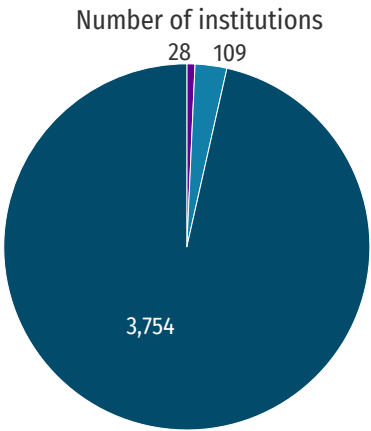
[Tenth District Commercial Banks](#)

## Select Ratios by Tenth District State

# Banking Institutions Overview

## All U.S. Commercial Banks

Large banks      Regional banks      Community banks

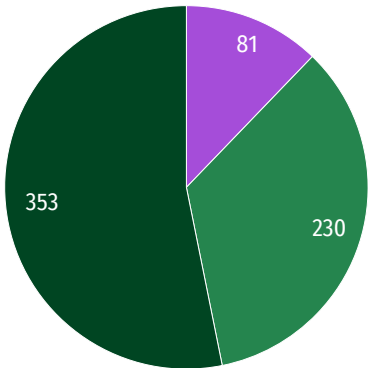


# Banking Institutions Overview

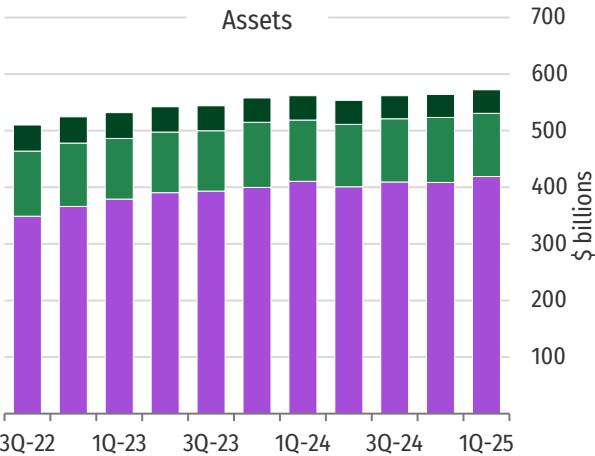
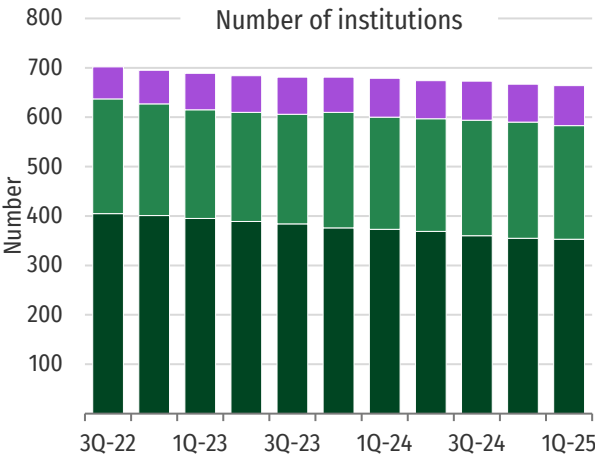
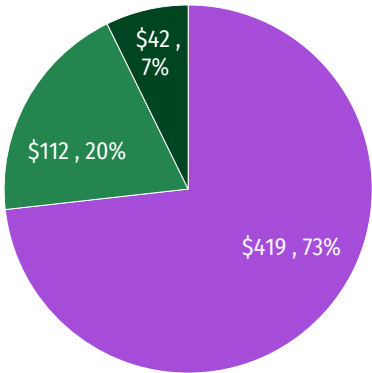
Tenth District Commercial Banks

Above \$1 bn      \$250 mm - \$1 bn      Under \$250 mm

Number of institutions



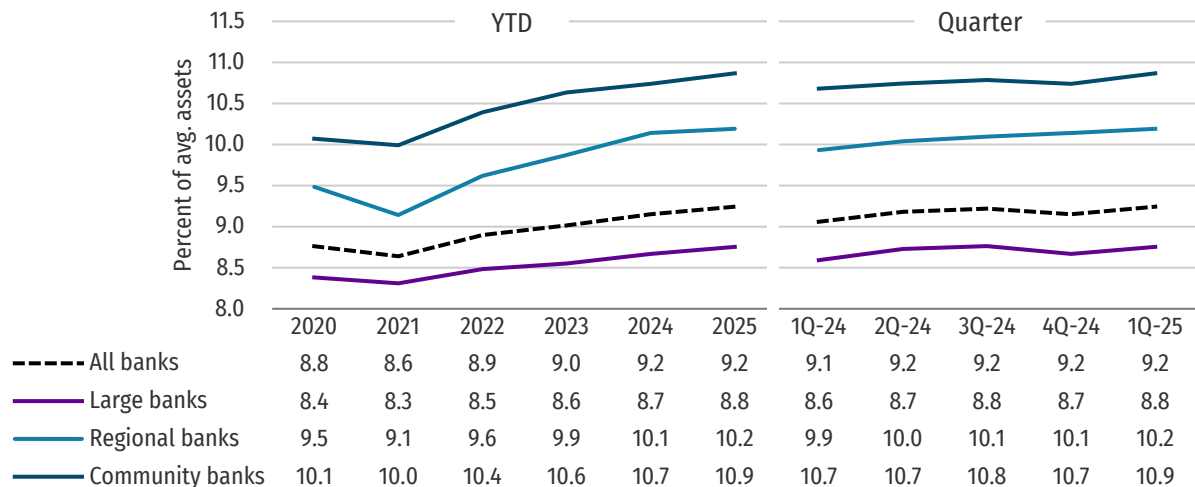
Assets, in billions



## A. Capital and Earnings

- Yields on earning assets and cost of funds declined at comparable rates, allowing net interest margins to persist.
- Capital levels remain stable as the Tier 1 Leverage ratio remained steady.

**Chart A1. Leverage Ratio, All U.S. Commercial Banks**



**Chart A2. Leverage Ratio, Tenth District Commercial Banks**

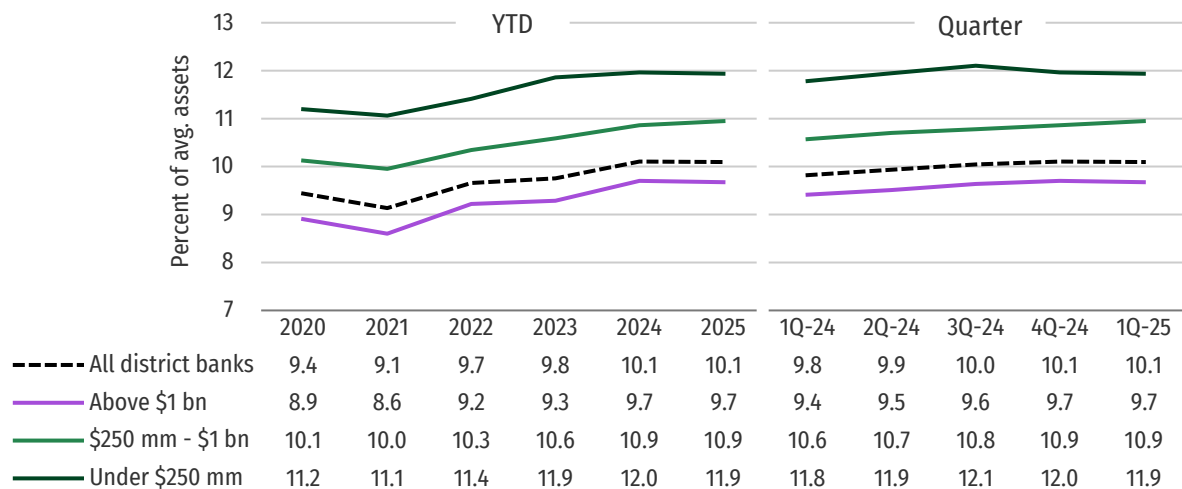


Chart A3. Quarterly Dividend Trends

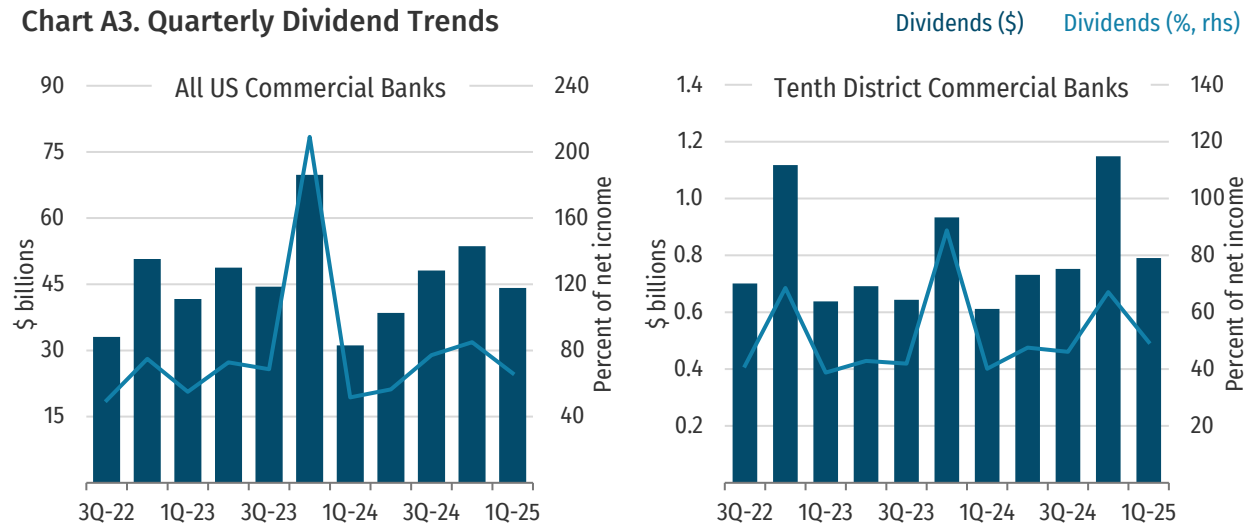
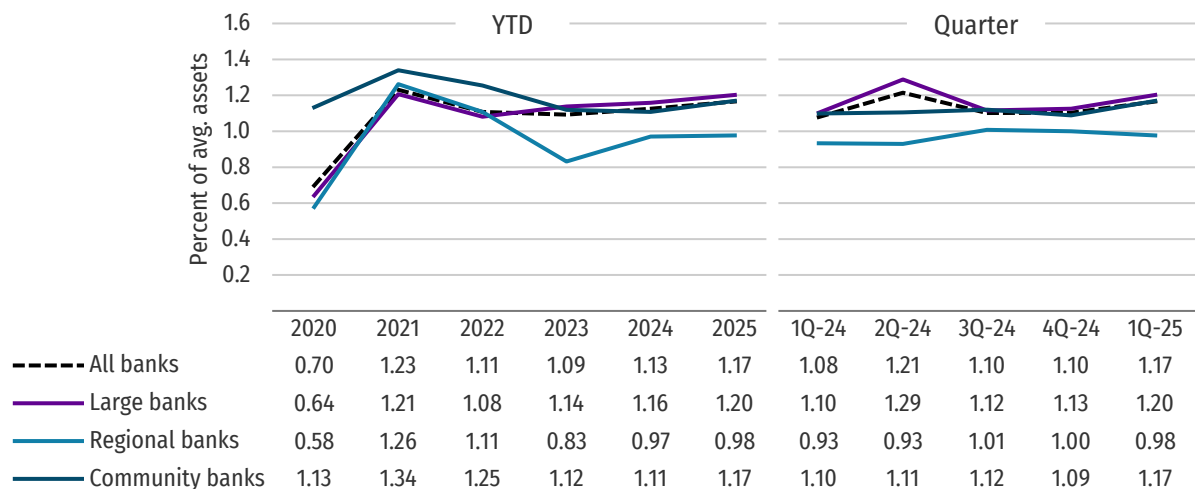


Chart A4. Return on Average Assets Summary

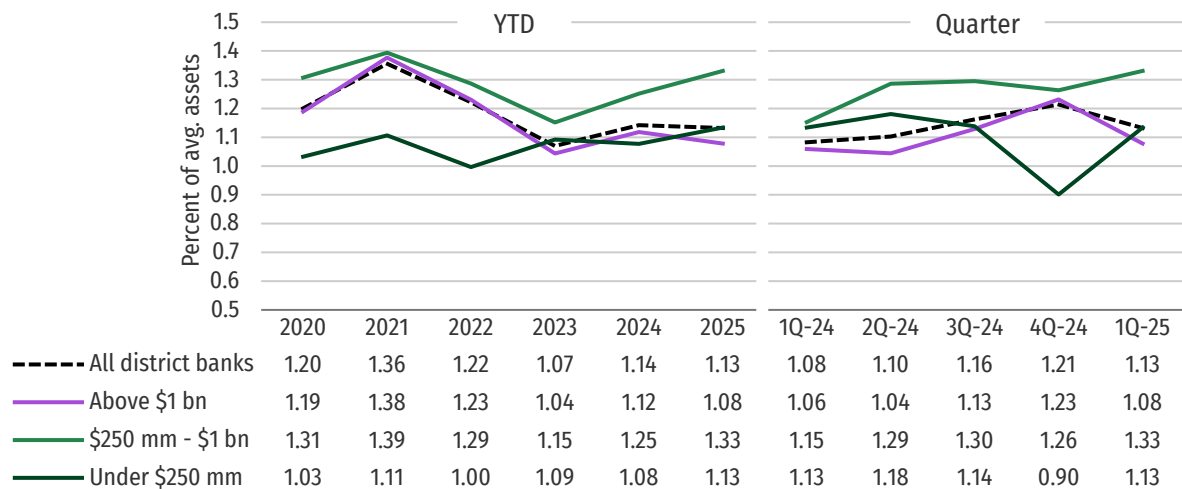
	All US Commercial Banks			Tenth District Commercial Banks		
	YTD		change	Quarter		change
	1Q-24	1Q-25		4Q-24	1Q-25	
Net interest income	2.86	2.90	▲ 0.04	2.91	2.90	▼ (0.01)
Noninterest income	1.30	1.40	▲ 0.10	1.30	1.40	▲ 0.10
Total revenue	4.16	4.30	▲ 0.14	4.21	4.30	▲ 0.09
Provisions	0.33	0.34	▲ 0.01	0.34	0.34	▼ (0.00)
Noninterest expense	2.47	2.45	▼ (0.02)	2.45	2.45	▲ 0.00
Total expenses	2.80	2.79	▼ (0.01)	2.79	2.79	▼ (0.00)
Pre-tax operating income	1.36	1.51	▲ 0.15	1.42	1.51	▲ 0.09
Net Income	1.08	1.17	▲ 0.09	1.10	1.17	▲ 0.06

	Tenth District Commercial Banks			Tenth District Commercial Banks		
	YTD		change	Quarter		change
	1Q-24	1Q-25		4Q-24	1Q-25	
Net interest income	3.13	3.33	▲ 0.20	3.34	3.33	▼ (0.01)
Noninterest income	0.91	0.90	▼ (0.01)	0.95	0.90	▼ (0.05)
Total revenue	4.04	4.23	▲ 0.19	4.29	4.23	▼ (0.06)
Provisions	0.18	0.29	▲ 0.11	0.21	0.29	▲ 0.08
Noninterest expense	2.54	2.58	▲ 0.04	2.60	2.58	▼ (0.01)
Total expenses	2.72	2.88	▲ 0.16	2.81	2.88	▲ 0.07
Pre-tax operating income	1.32	1.36	▲ 0.03	1.48	1.36	▼ (0.13)
Net Income	1.08	1.13	▲ 0.05	1.21	1.13	▼ (0.08)

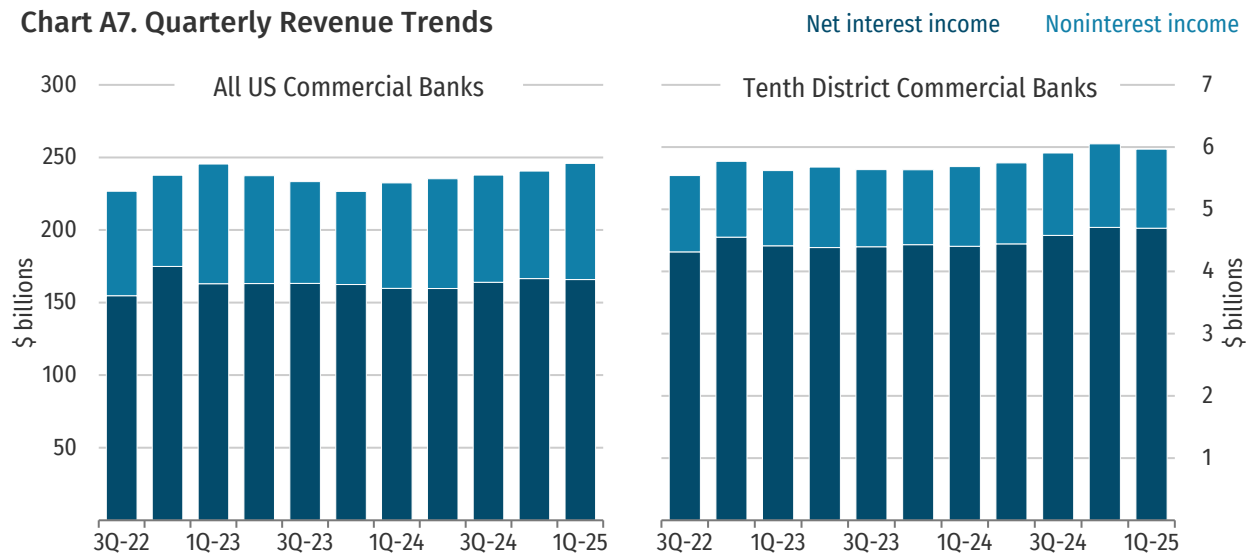
Chart A5. Return on Average Assets, All U.S. Commercial Banks



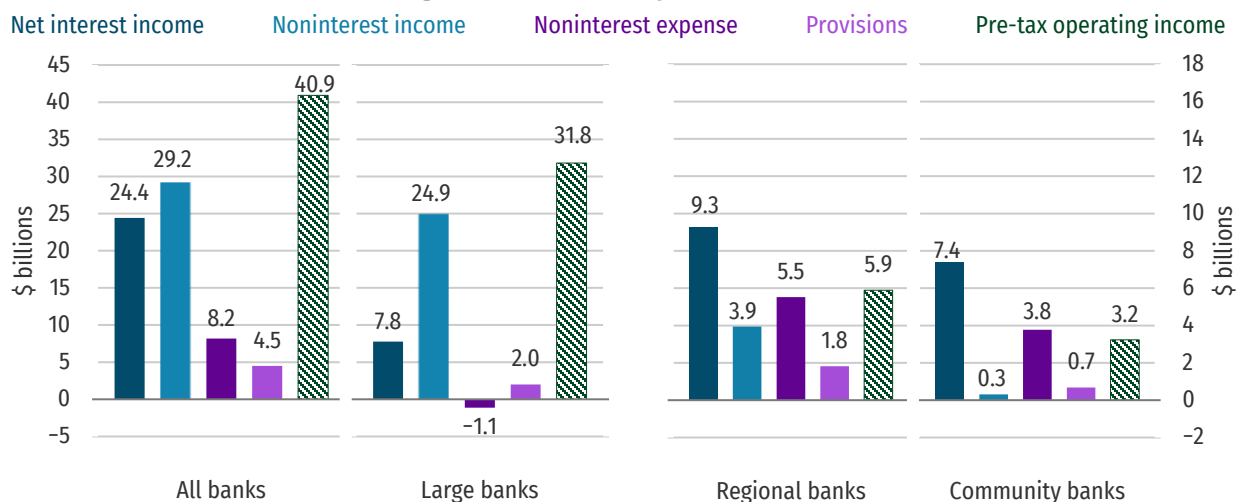
**Chart A6. Return on Average Assets, Tenth District Commercial Banks**



**Chart A7. Quarterly Revenue Trends**

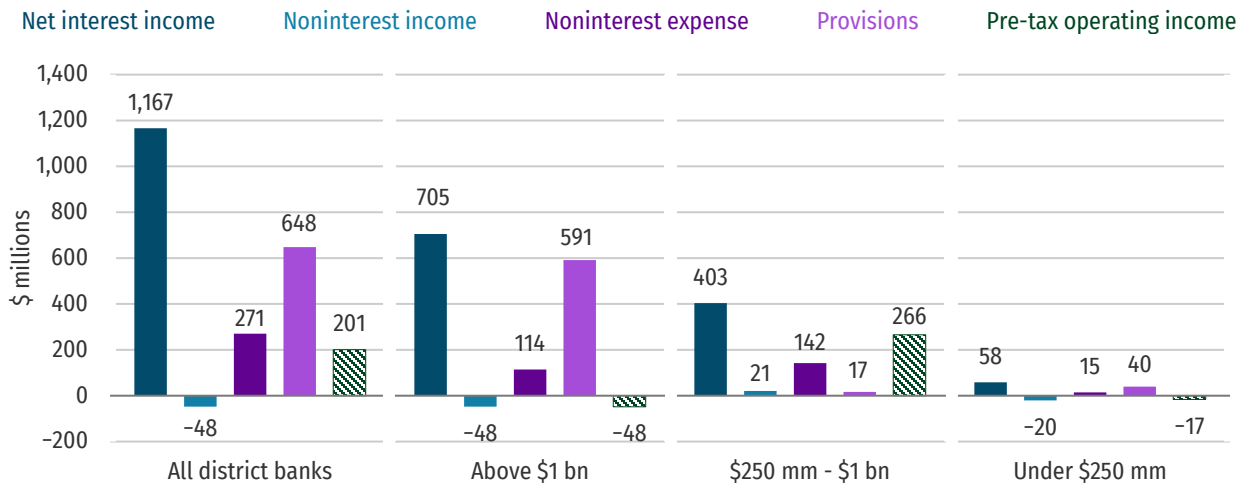


**Chart A8. Year-Over-Year Change in Income & Expense Items, All U.S. Commercial Banks**

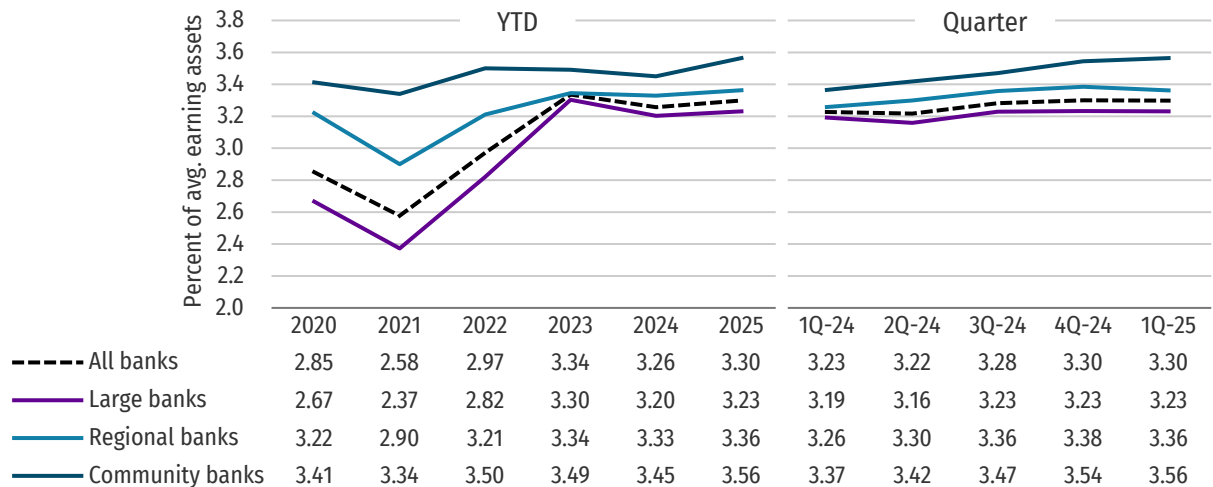




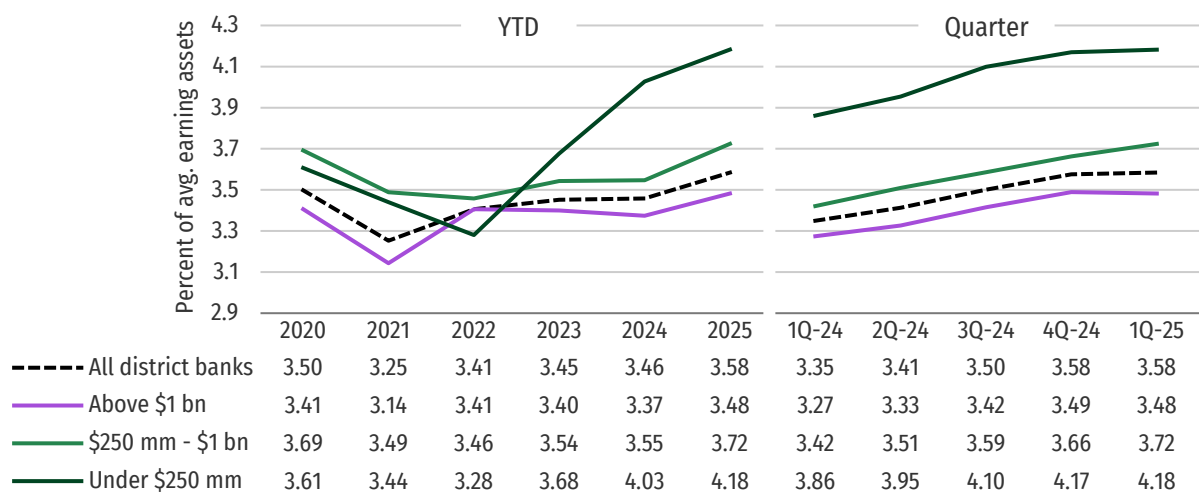
**Chart A9. Year-Over-Year Change in Income & Expense Items, Tenth District Commercial Banks**



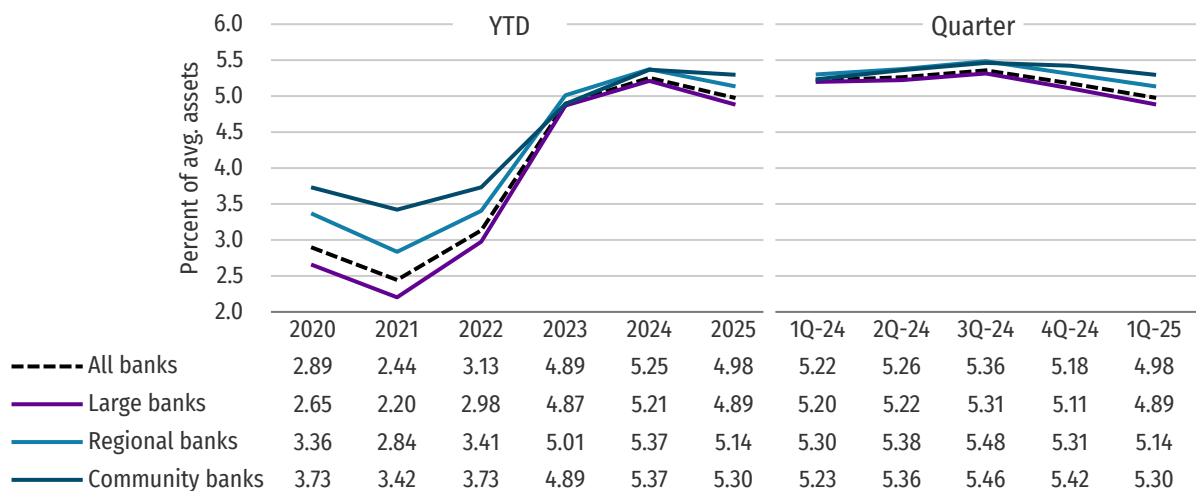
**Chart A10. Net Interest Margin, All U.S. Commercial Banks**



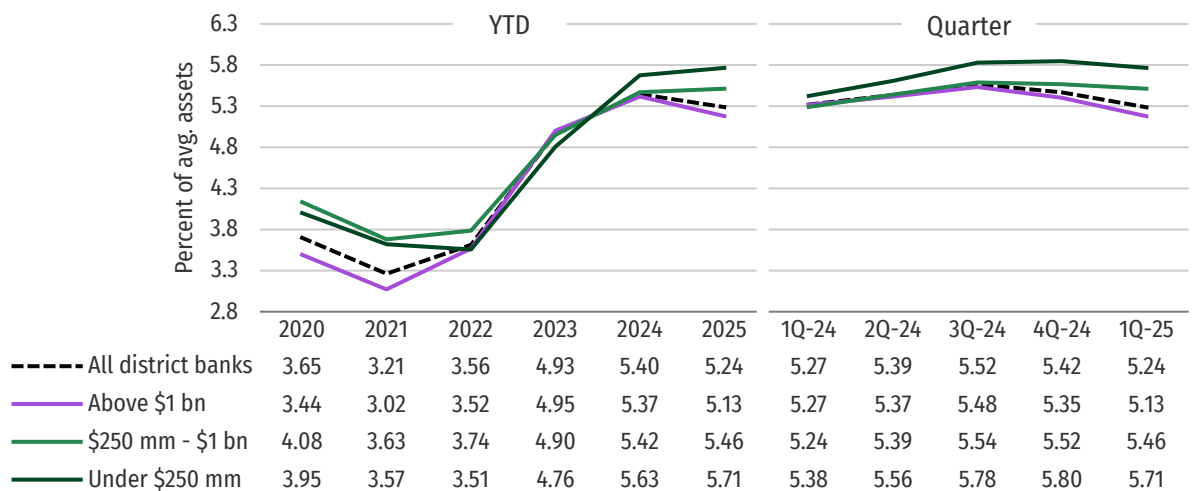
**Chart A11. Net Interest Margin, Tenth District Commercial Banks**



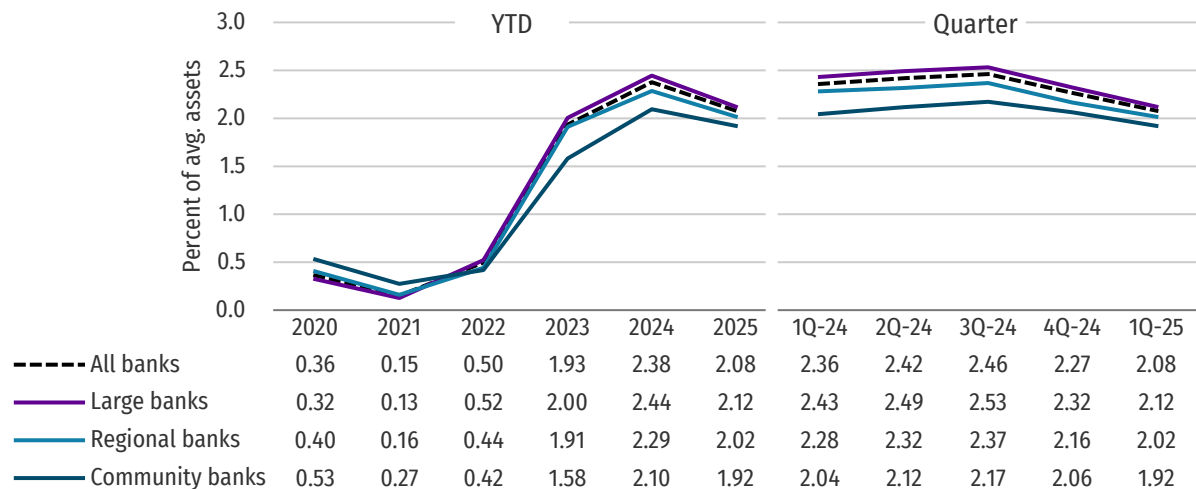
**Chart A12. Interest Income, All U.S. Commercial Banks**



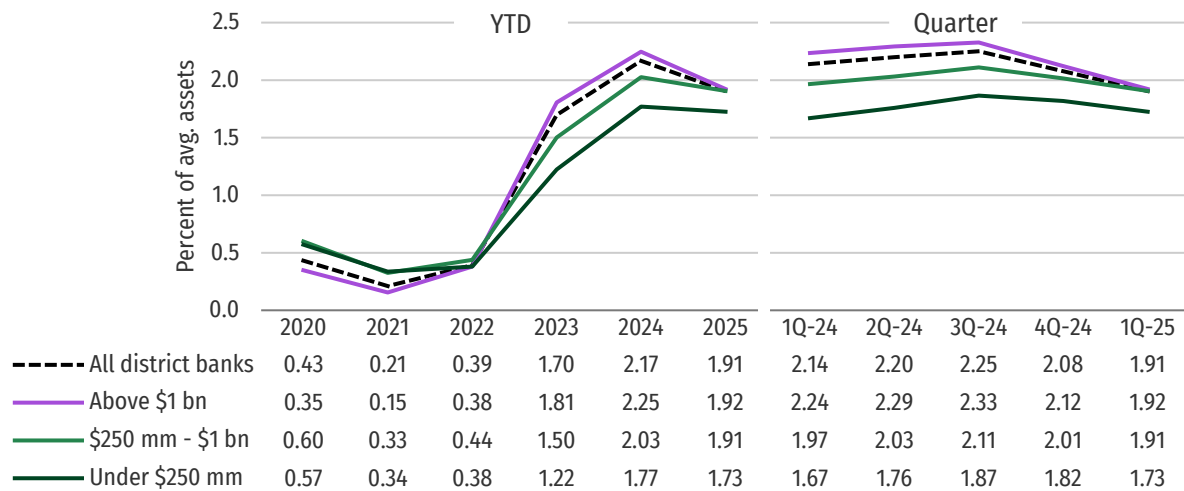
**Chart A13. Interest Income, Tenth District Commercial Banks**



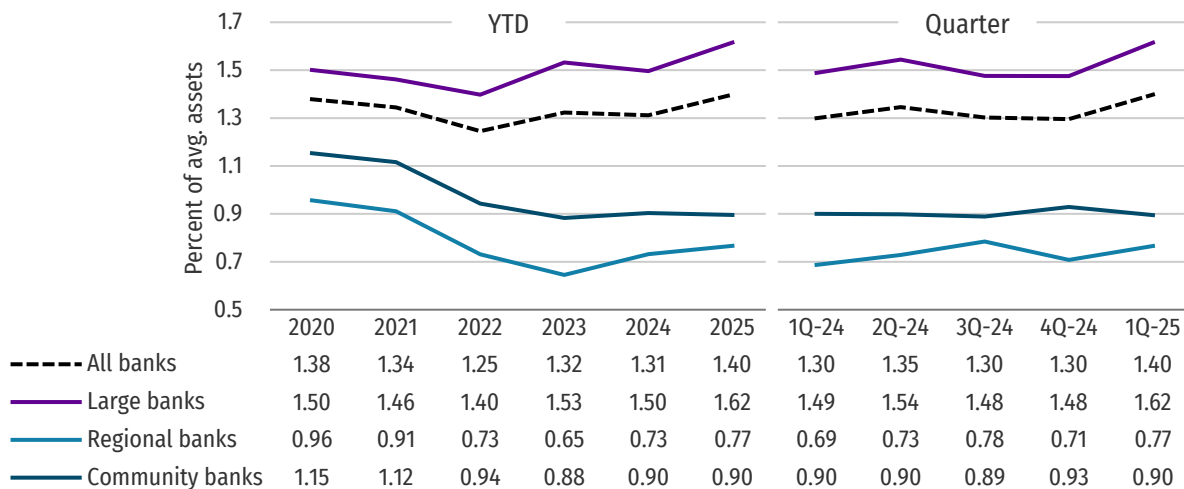
**Chart A14. Interest Expense, All U.S. Commercial Banks**



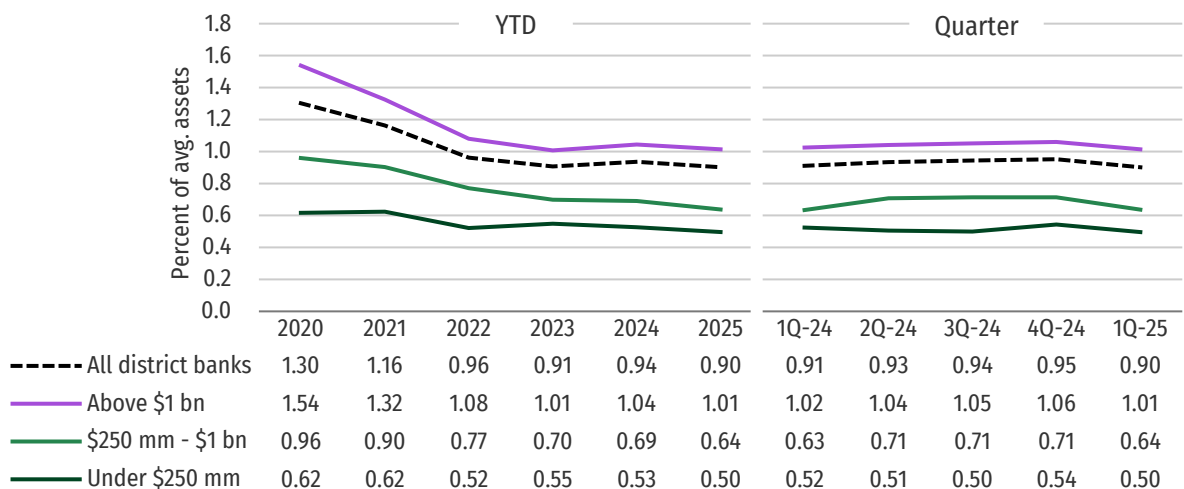
**Chart A15. Interest Expense, Tenth District Commercial Banks**



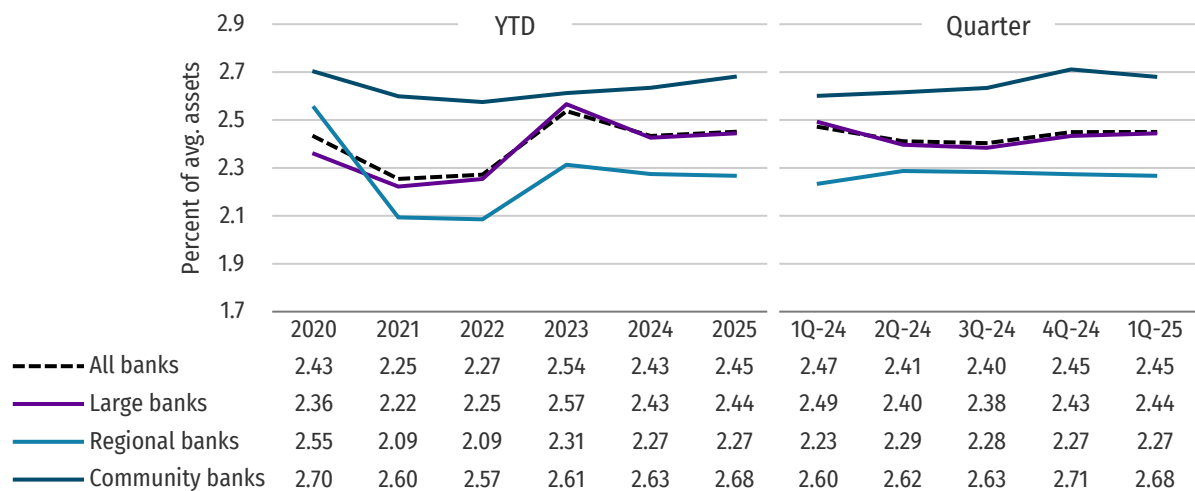
**Chart A16. Noninterest Income, All U.S. Commercial Banks**



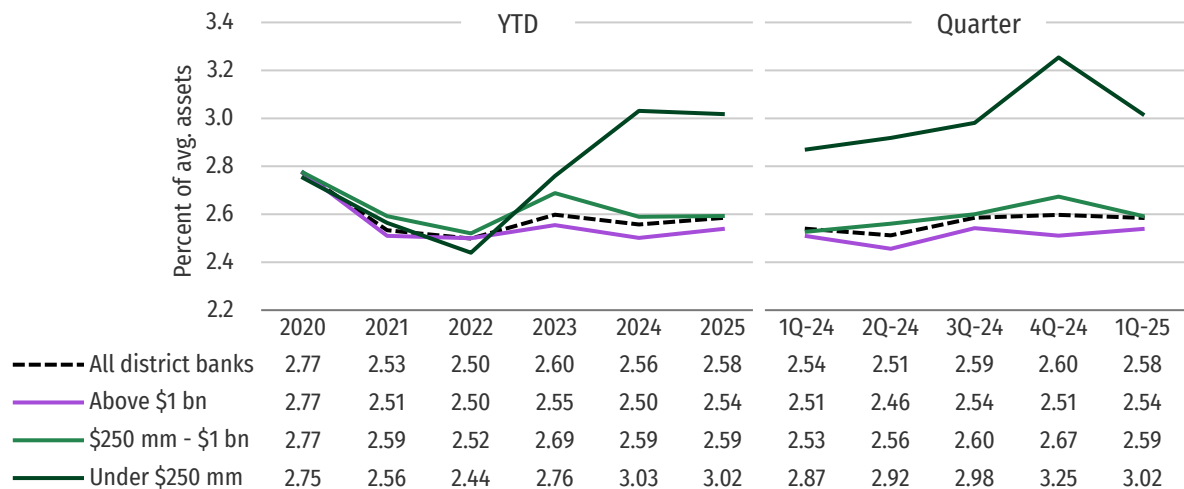
**Chart A17. Noninterest Income, Tenth District Commercial Banks**



**Chart A18. Noninterest Expense, All U.S. Commercial Banks**



**Chart A19. Noninterest Expense, Tenth District Commercial Banks**



## B. Loan Loss Reserves and Credit Conditions

- Past due and nonaccrual loans as a percent of total loans continue an increasing trend, but District noncurrent rates remain below nationwide measures.
- Allowance levels remained steady, but provision expense increased at District banks.

Chart B1. Loan Loss Provisions, All U.S. Commercial Banks

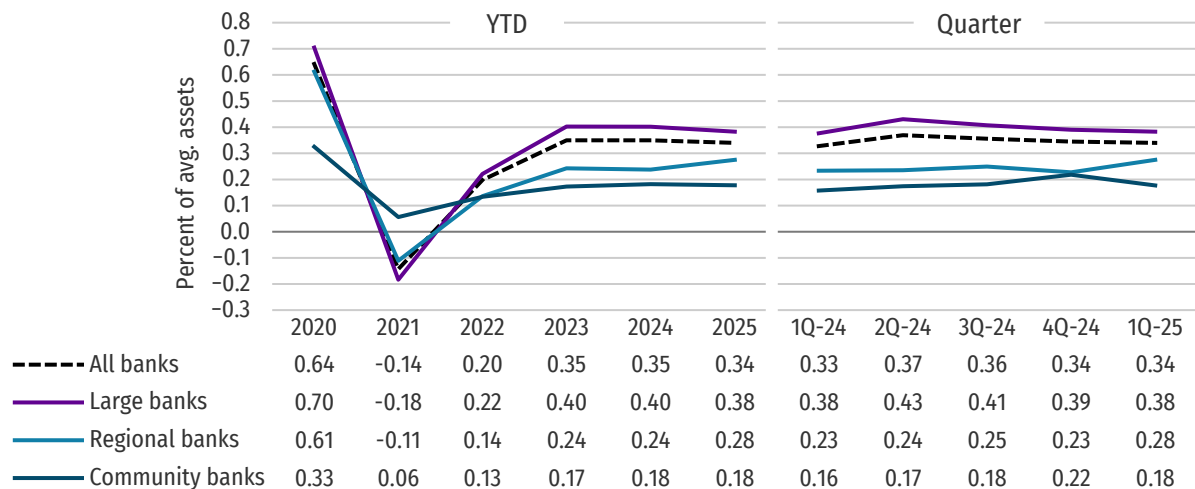


Chart B2. Loan Loss Provisions, Tenth District Commercial Banks

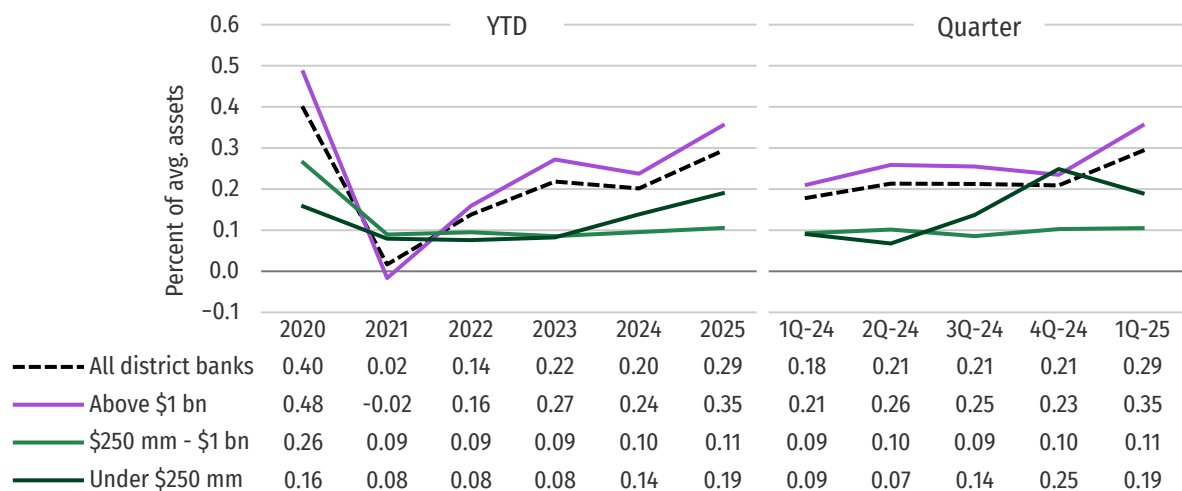


Chart B3. Quarterly Allowance for Credit Losses Trends

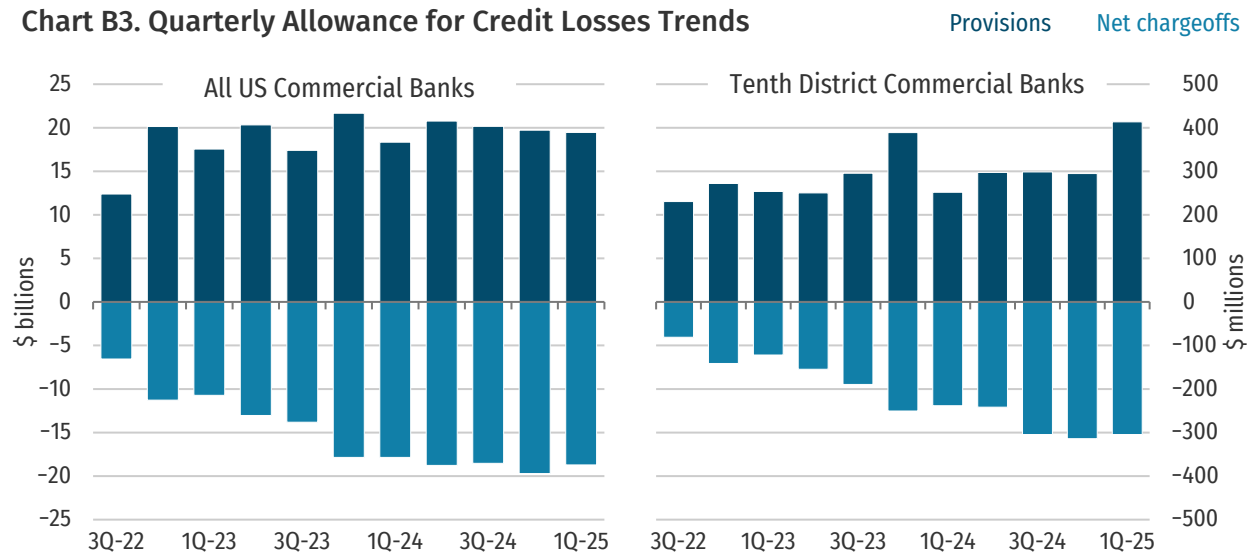


Chart B4. Allowance for Credit Losses, All U.S. Commercial Banks

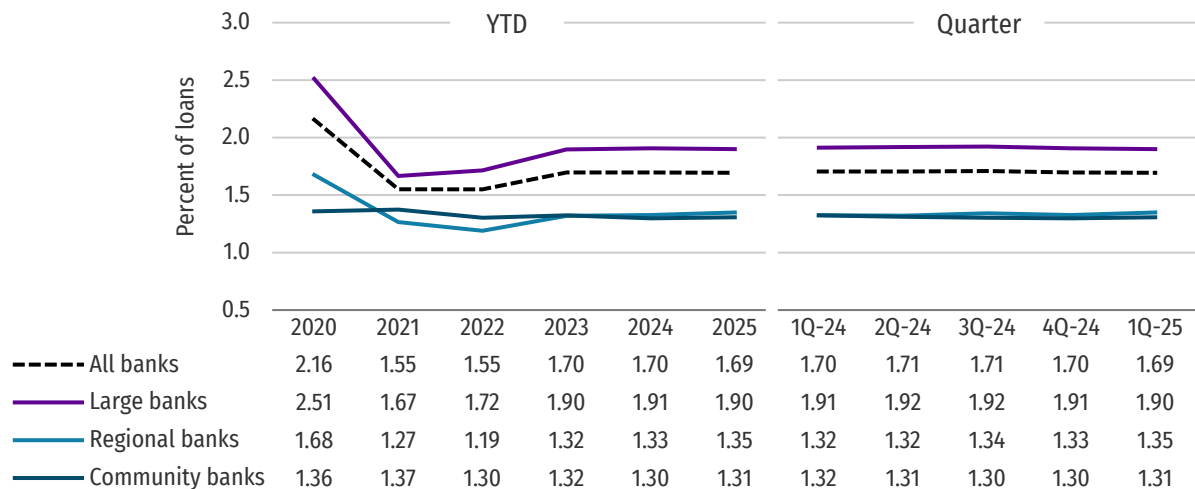
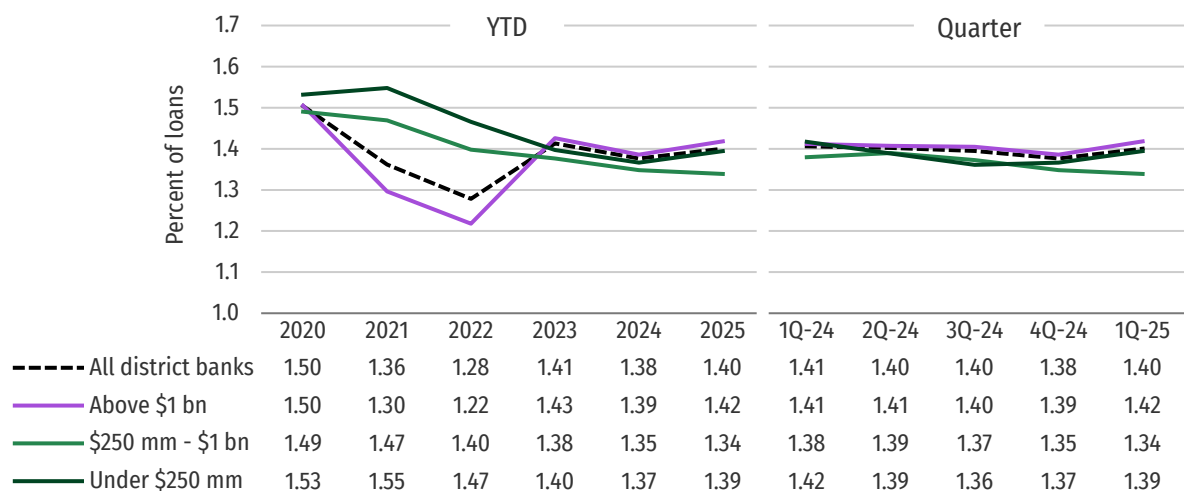
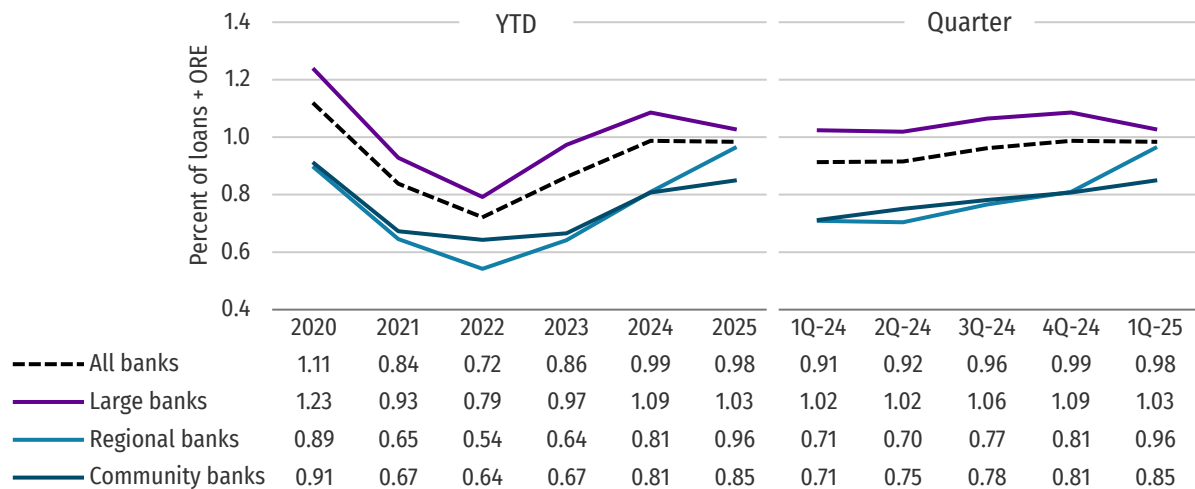


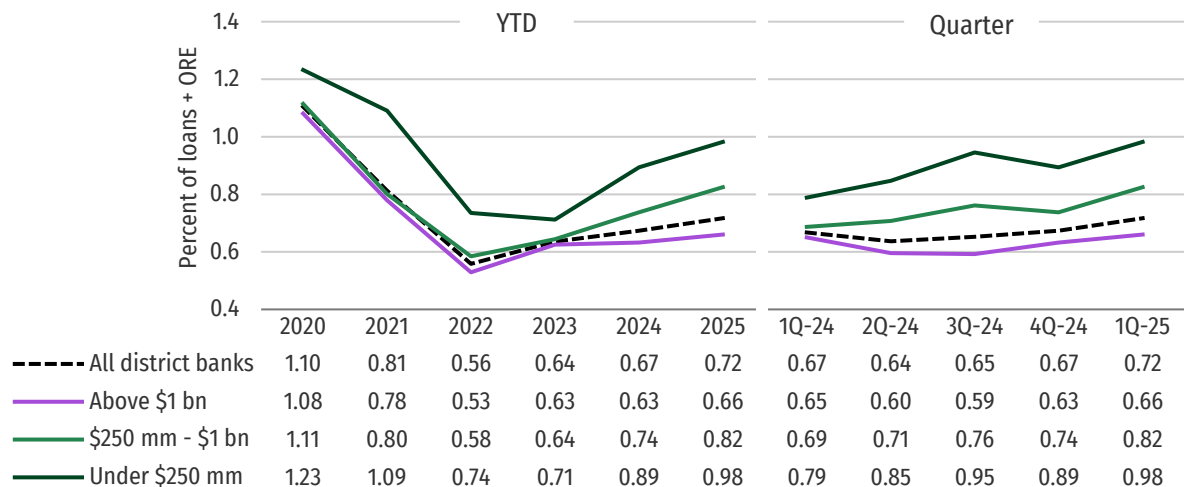
Chart B5. Allowance for Credit Losses, Tenth District Commercial Banks



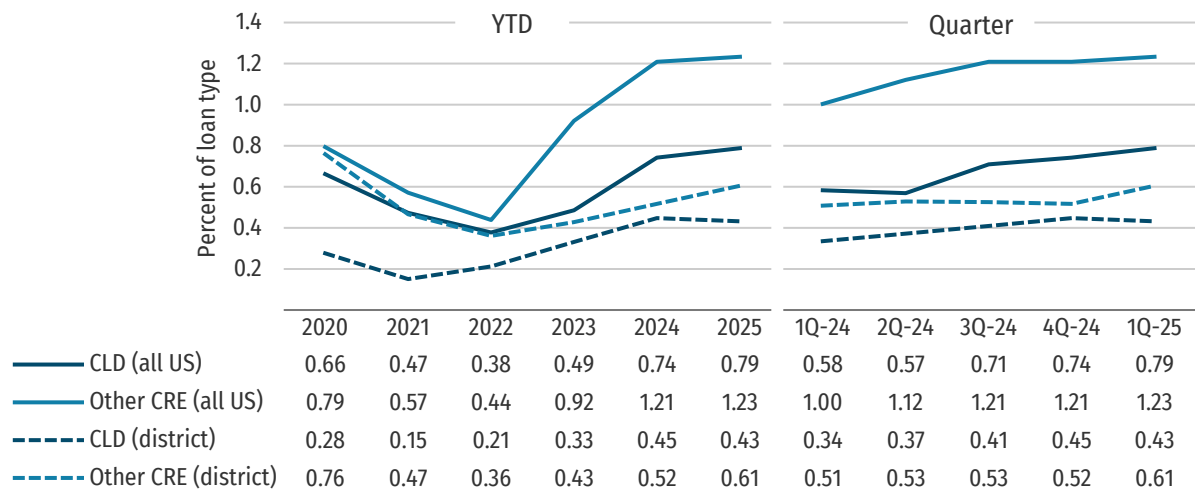
**Chart B6. Problem Assets, All U.S. Commercial Banks**



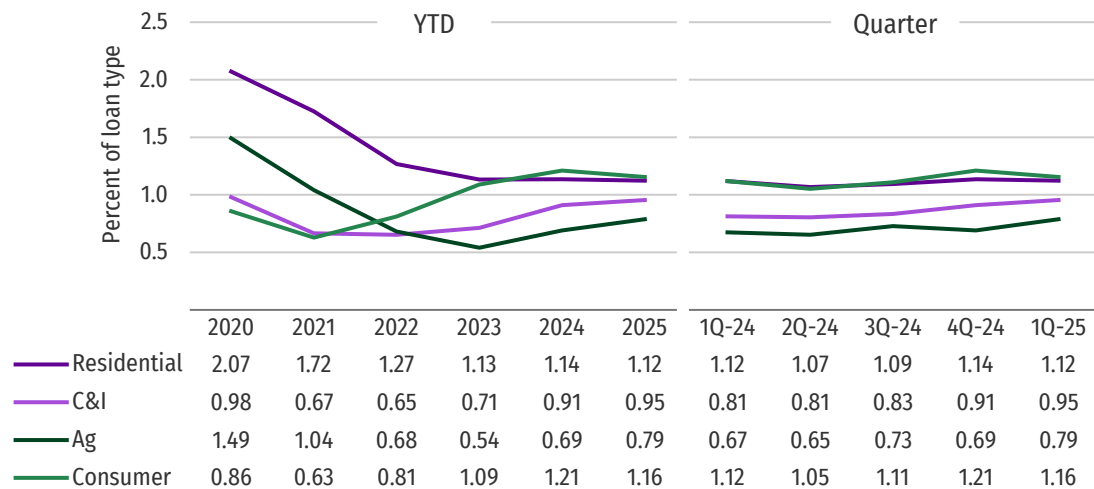
**Chart B7. Problem Assets, Tenth District Commercial Banks**



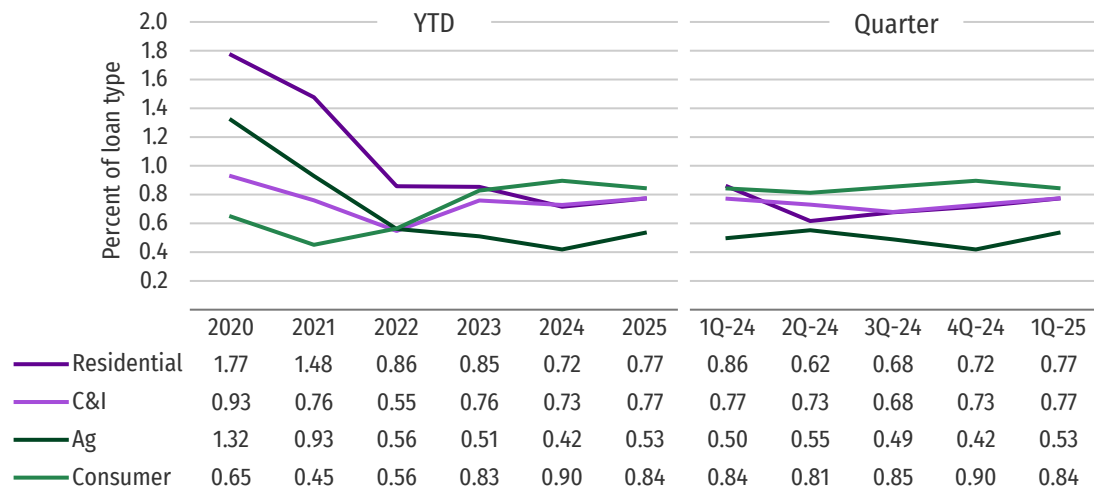
**Chart B8. Noncurrent CLD and CRE Loans**



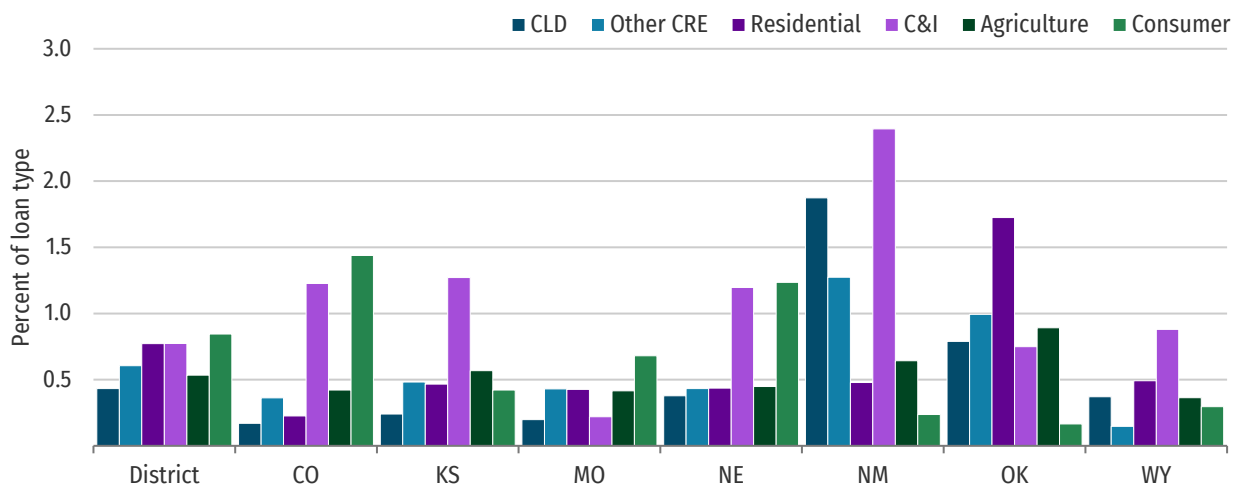
**Chart B9. Noncurrent Loans by Other Loan Types, All U.S. Commercial Banks**



**Chart B10. Noncurrent Loans by Other Loan Types, Tenth District Commercial Banks**

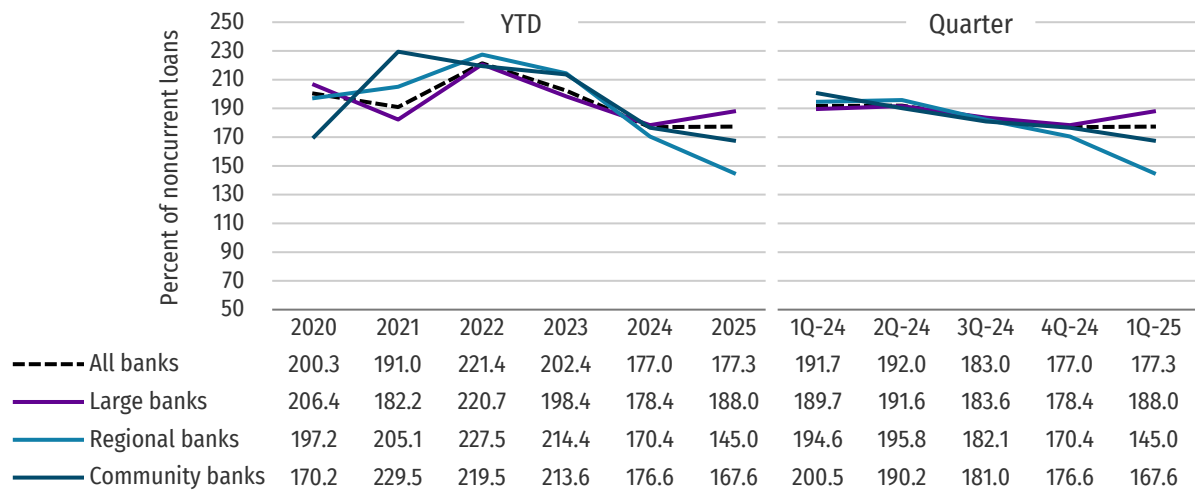


**Chart B11. Noncurrent Loans by Loan Type, Tenth District States**

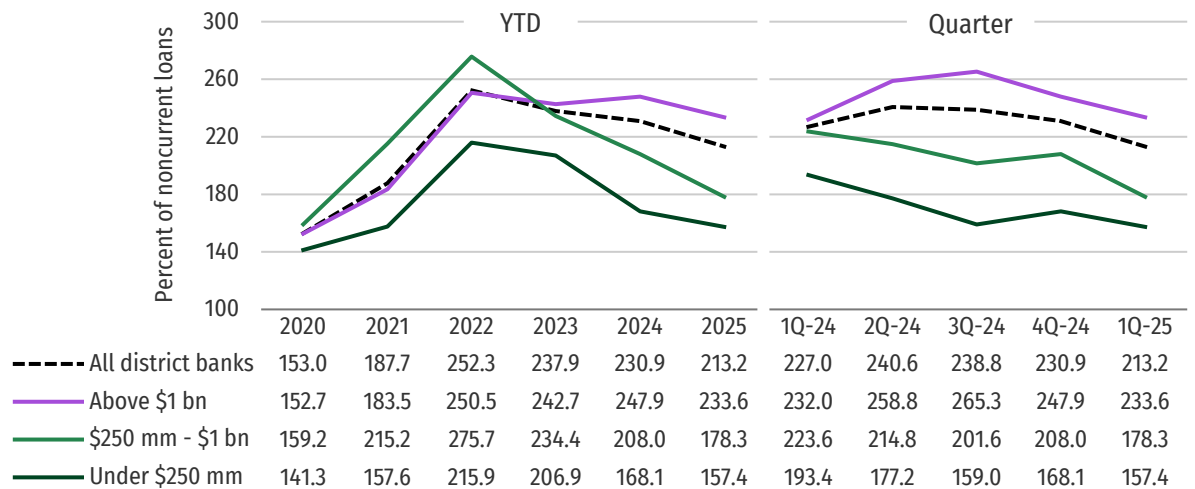




**Chart B12. Coverage Ratio, All U.S. Commercial Banks**



**Chart B13. Coverage Ratio, Tenth District Commercial Banks**



## C. Balance Sheet Composition

- Balance sheets grew modestly during the quarter, with increases in both loans and liquid assets.
- District loan growth continued to slow, though loans grew across most major loan types.

Chart C1. Loan Portfolio Breakdown, All U.S. Commercial Banks

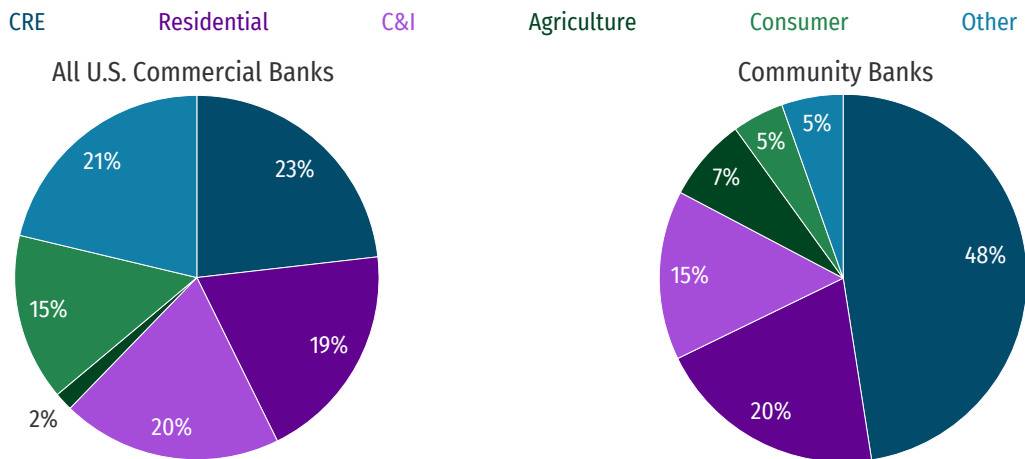
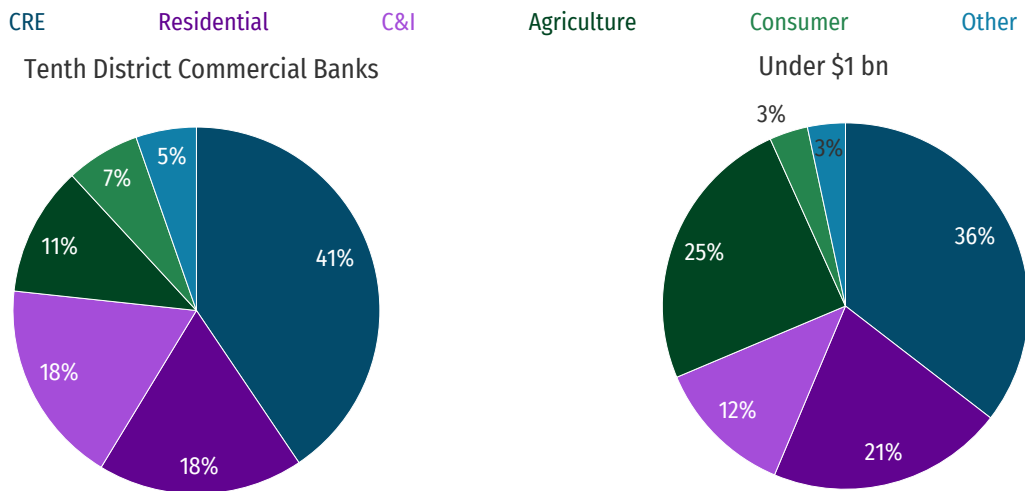
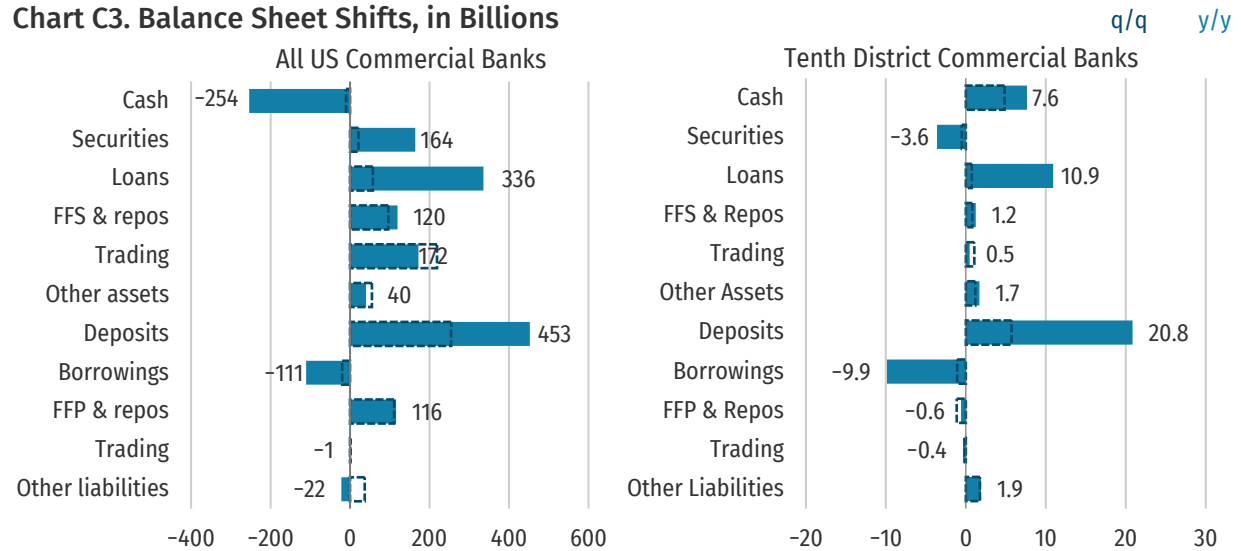


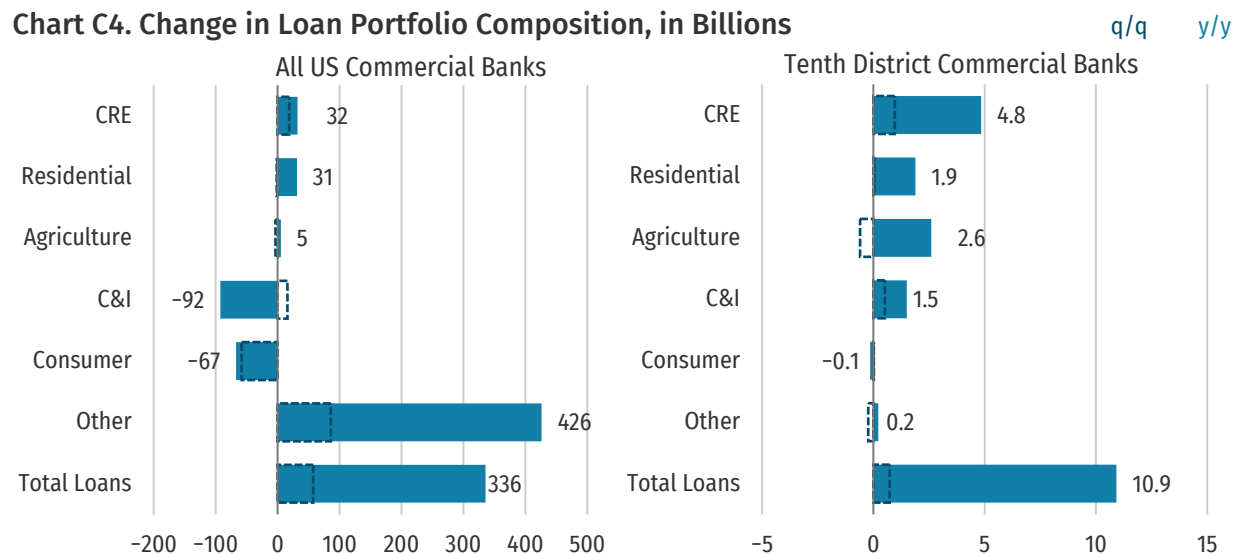
Chart C2. Loan Portfolio Breakdown, Tenth District Commercial Banks



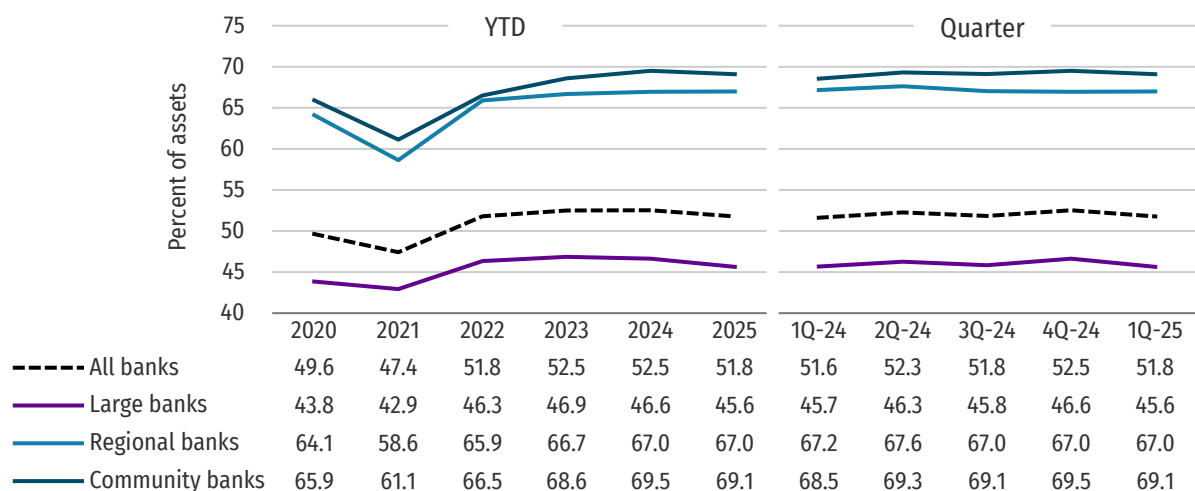
**Chart C3. Balance Sheet Shifts, in Billions**



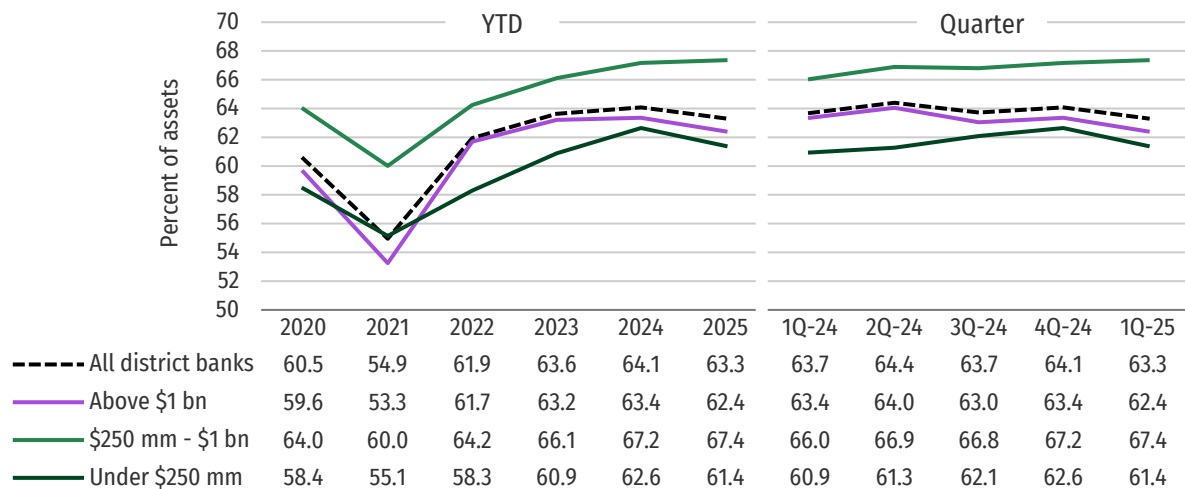
**Chart C4. Change in Loan Portfolio Composition, in Billions**



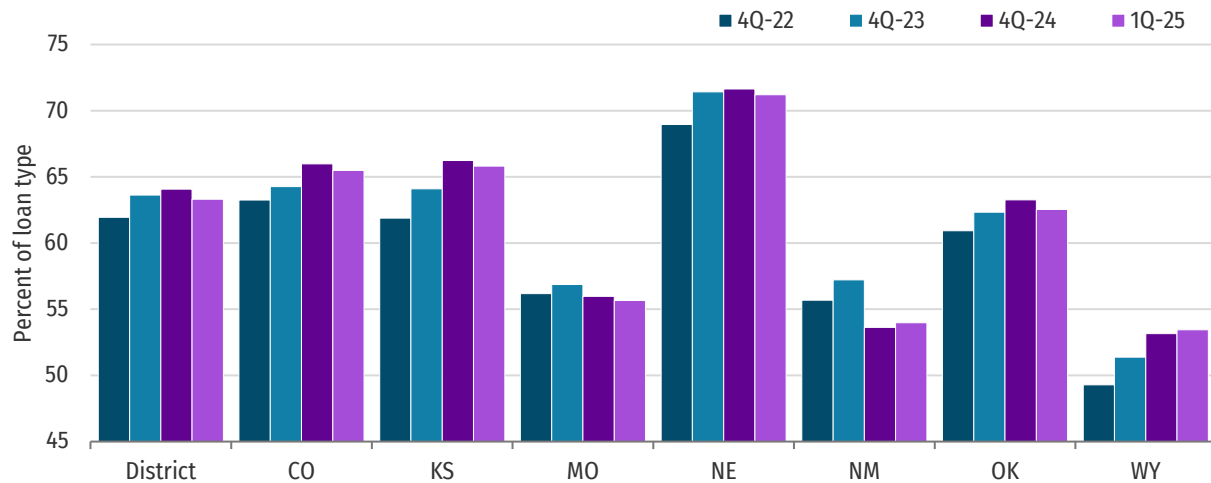
**Chart C5. Loans to Assets, All U.S. Commercial Banks**



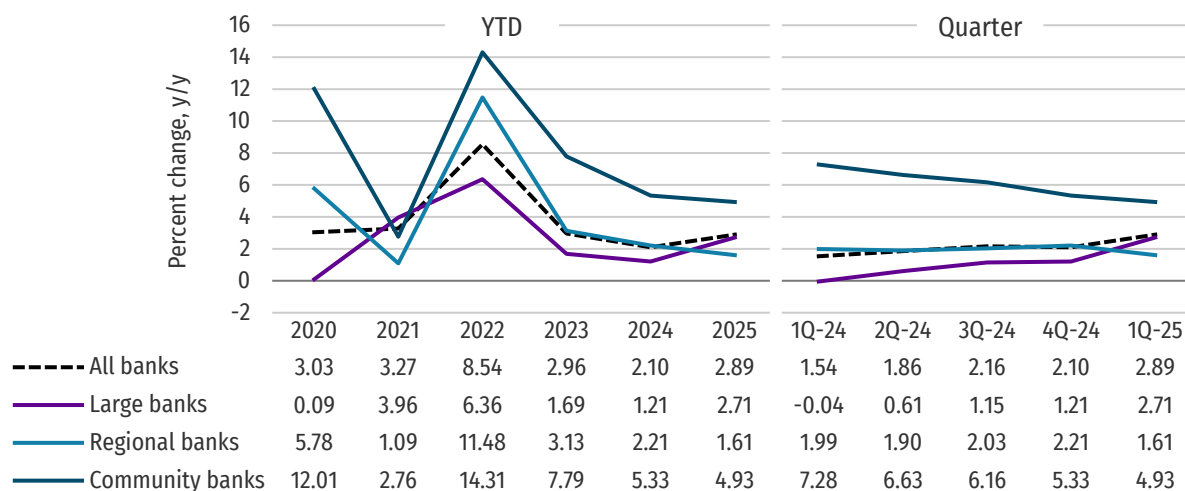
**Chart C6. Loans to Assets, Tenth District Commercial Banks**



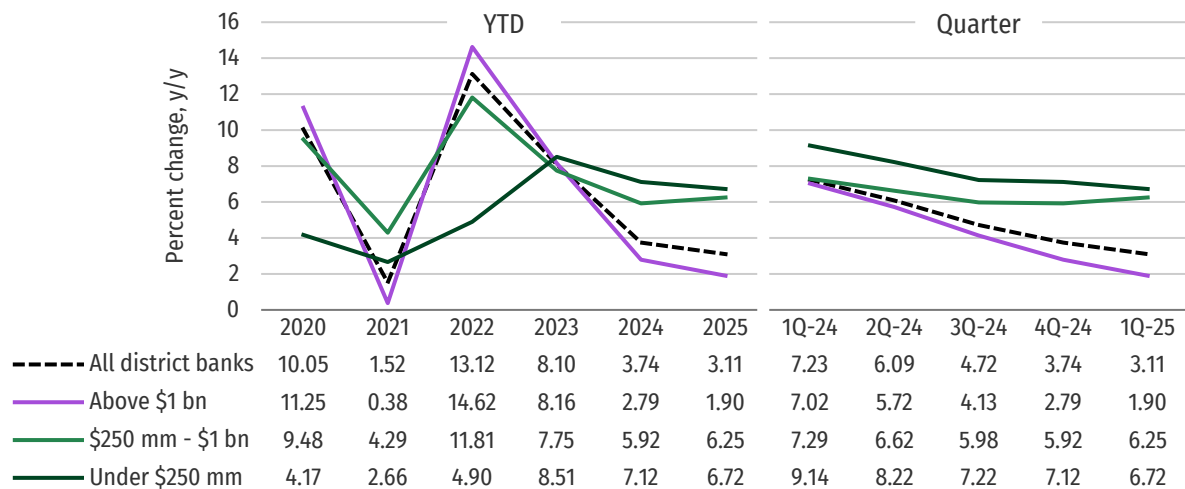
**Chart C7. Loans to Assets, Tenth District States**



**Chart C8. Year-Over-Year Loan Growth, All U.S. Commercial Banks**



**Chart C9. Year-Over-Year Loan Growth, Tenth District Commercial Banks**



**Chart C10. Year-Over-Year Loan Growth by Loan Type, All U.S. Commercial Banks**

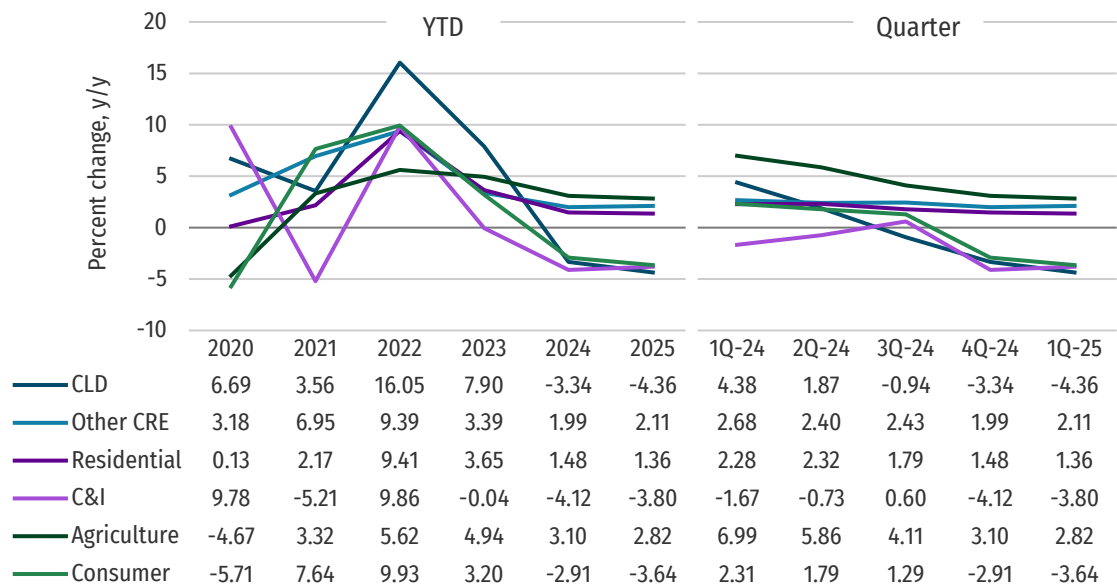


Chart C11. Year-Over-Year Loan Growth by Loan Type, Tenth District Commercial Banks

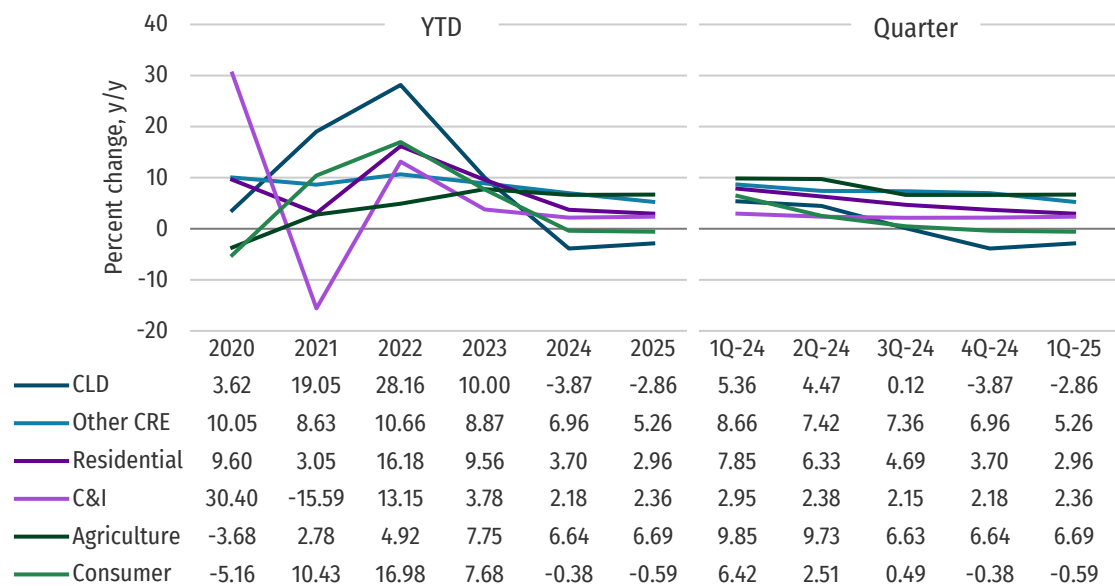
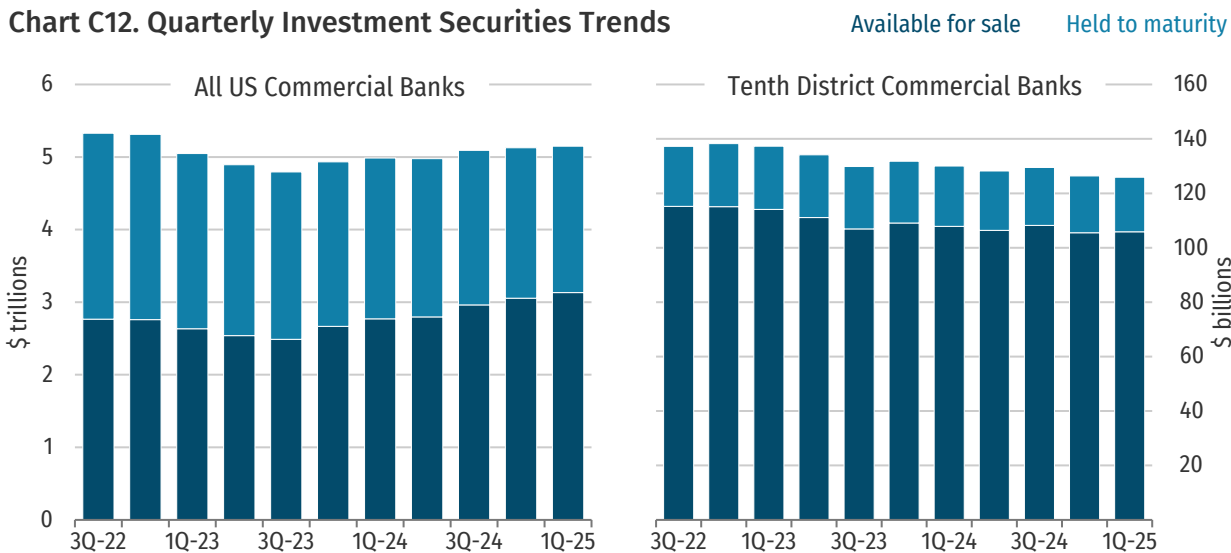
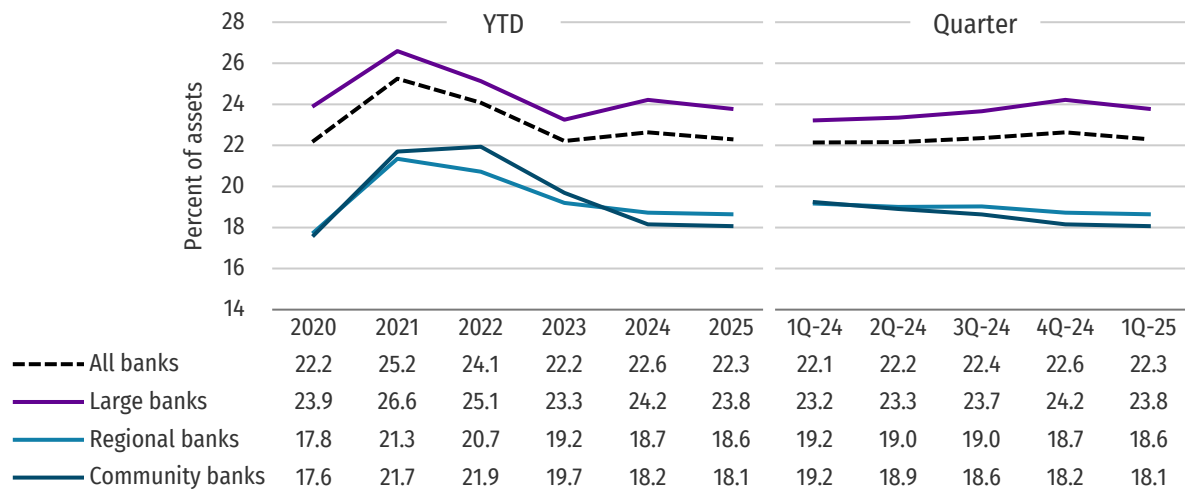


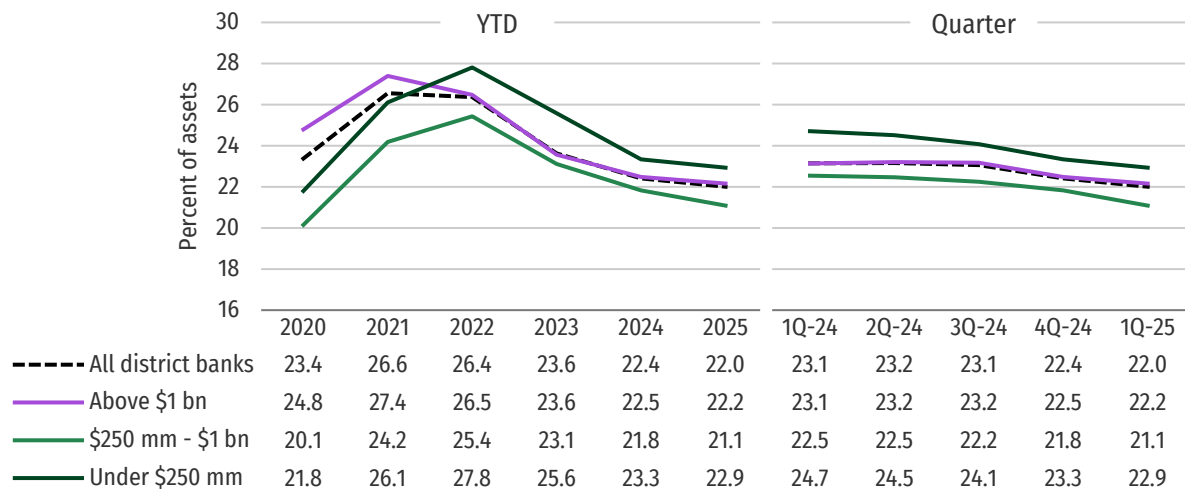
Chart C12. Quarterly Investment Securities Trends



**Chart C13. Investment Securities, All U.S. Commercial Banks**



**Chart C14. Investment Securities, Tenth District Commercial Banks**



**Chart C15. Cash and Reserve Holdings, All U.S. Commercial Banks**

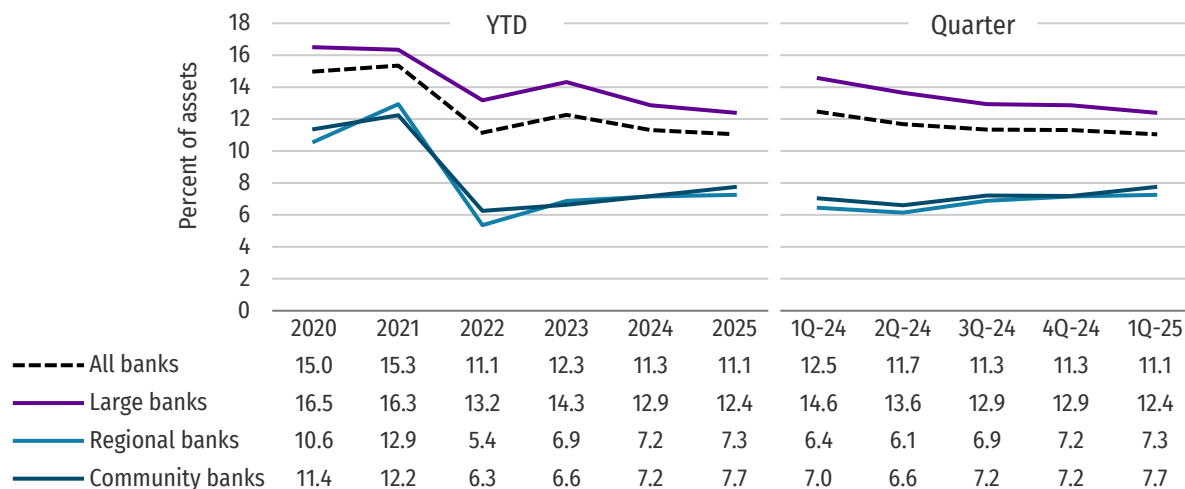
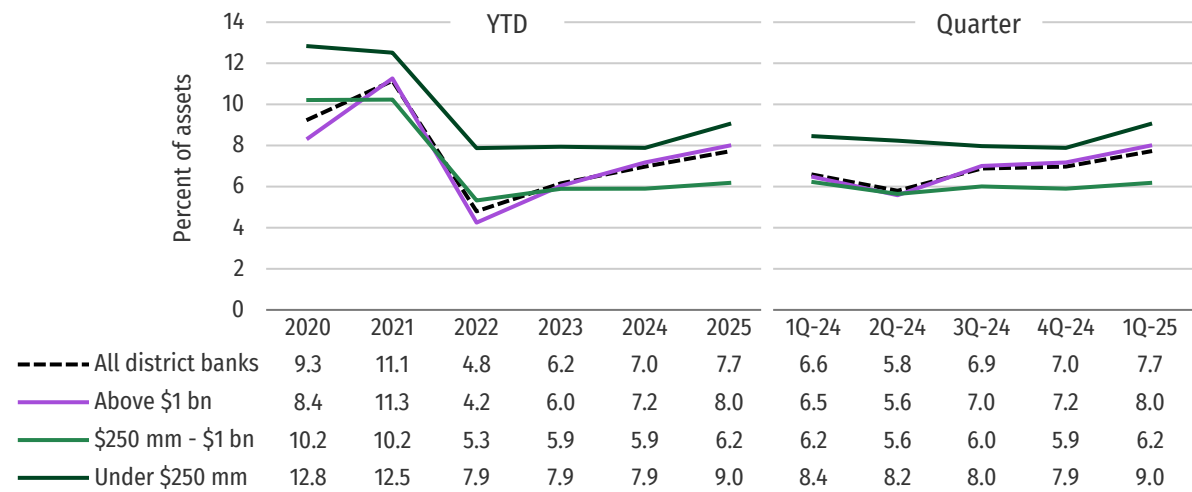


Chart C16. Cash and Reserve Holdings, Tenth District Commercial Banks

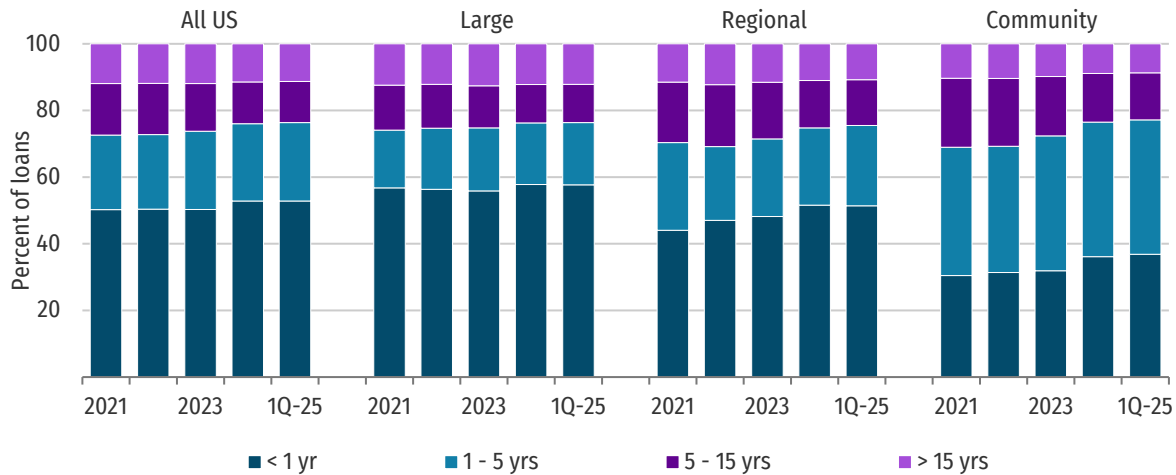




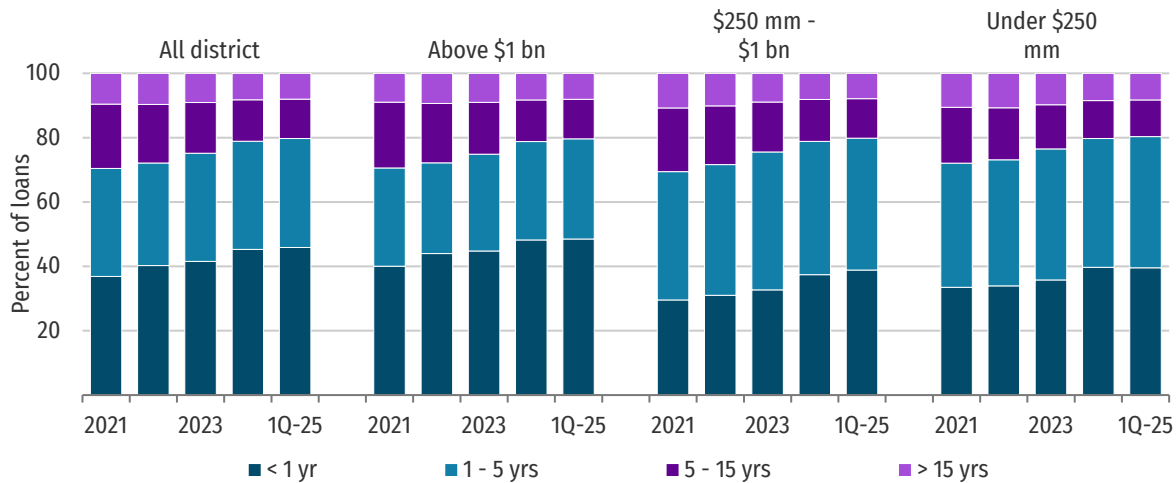
## D. Maturity and Funding

- The District liquid asset ratio improved as interest-bearing bank balances and federal funds sold saw healthy quarter-over-quarter growth.
- For District banks, core deposits increased while reliance on borrowings and brokered deposits, though still elevated, continues to lessen.

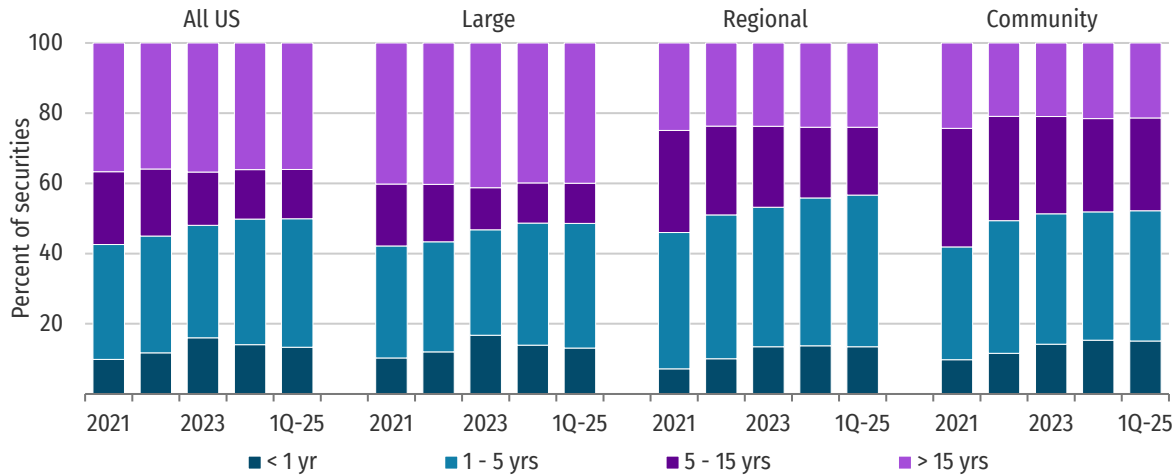
**Chart D1. Loan Portfolio Maturity & Repricing Distribution, All U.S. Commercial Banks**



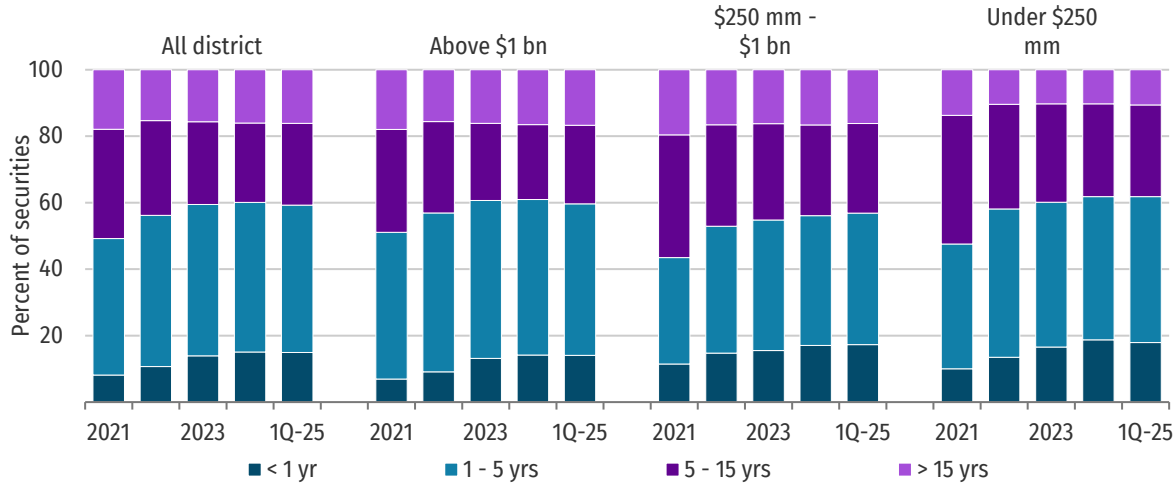
**Chart D2. Loan Portfolio Maturity & Repricing Distribution, Tenth District Commercial Banks**



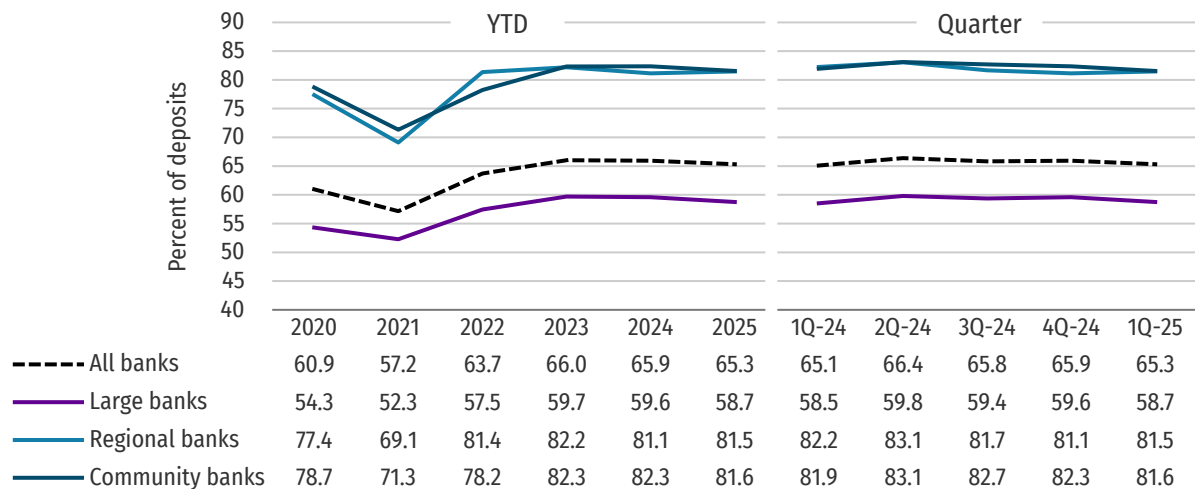
**Chart D3. Securities Maturity & Repricing Distribution, All U.S. Commercial Banks**



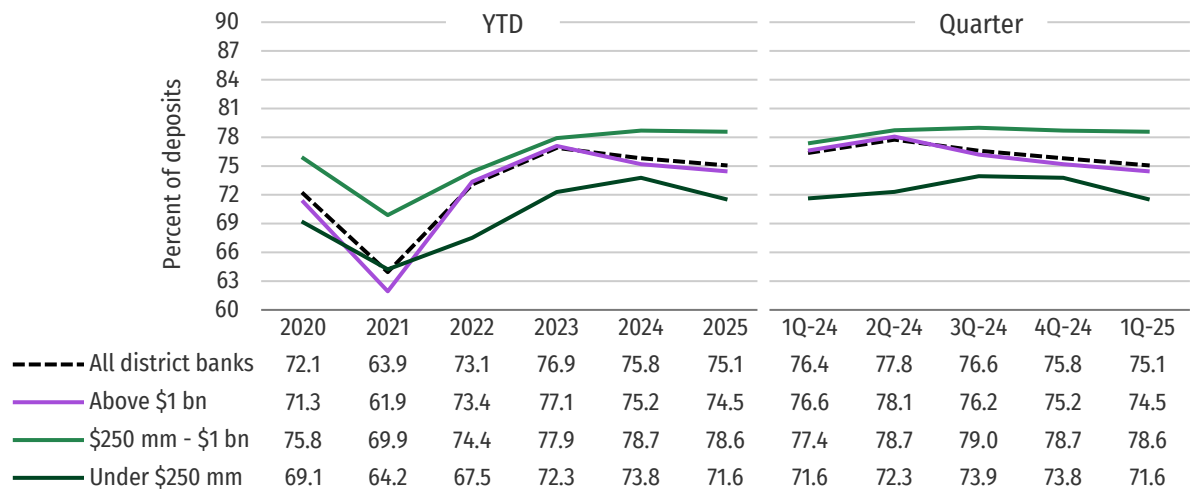
**Chart D4. Securities Maturity & Repricing Distribution, Tenth District Commercial Banks**



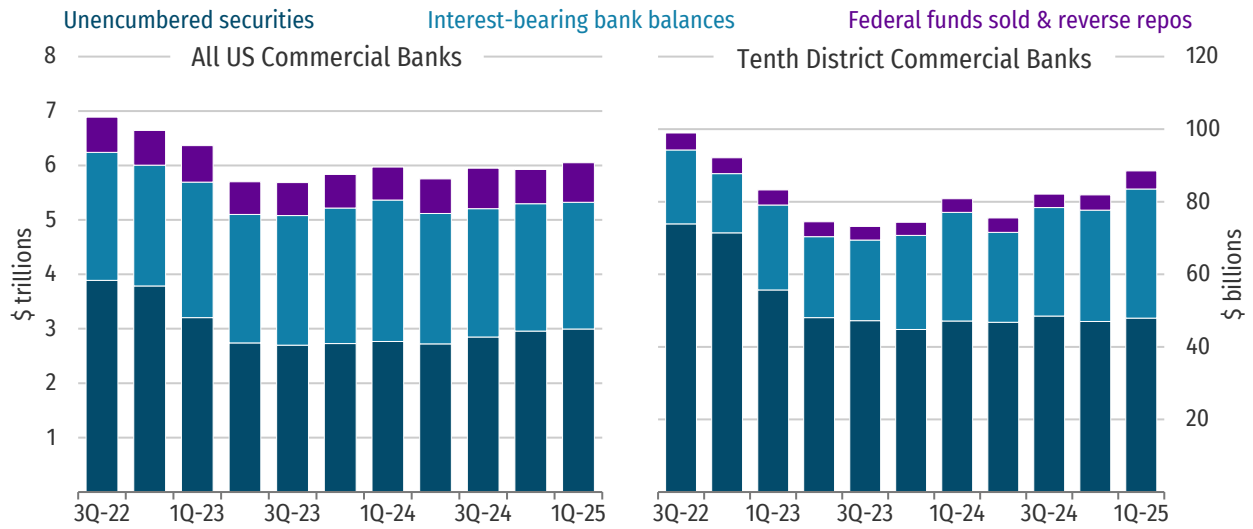
**Chart D5. Loan-to-Deposit Ratios, All U.S. Commercial Banks**



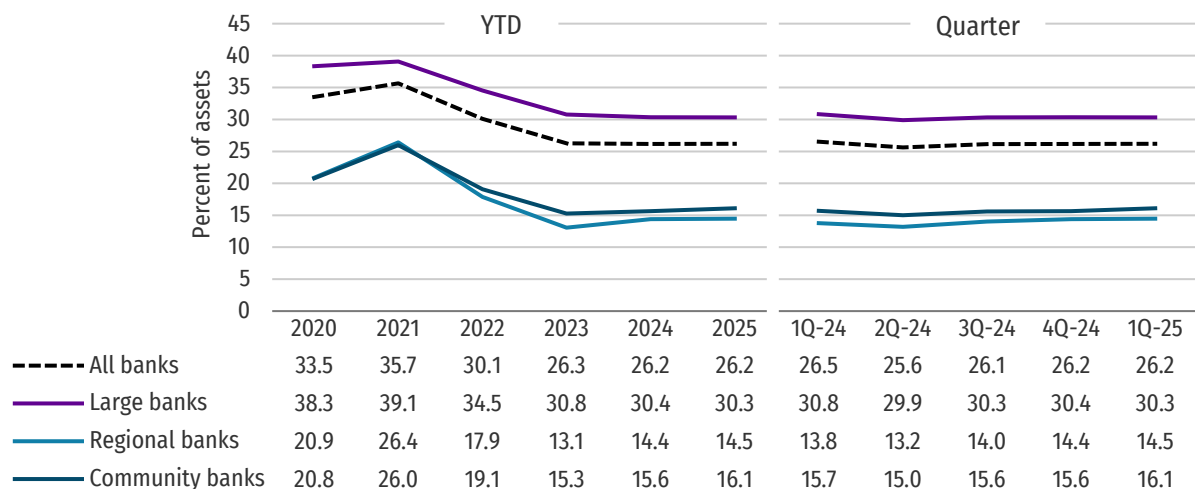
**Chart D6. Loan-to-Deposit Ratios, Tenth District Commercial Banks**



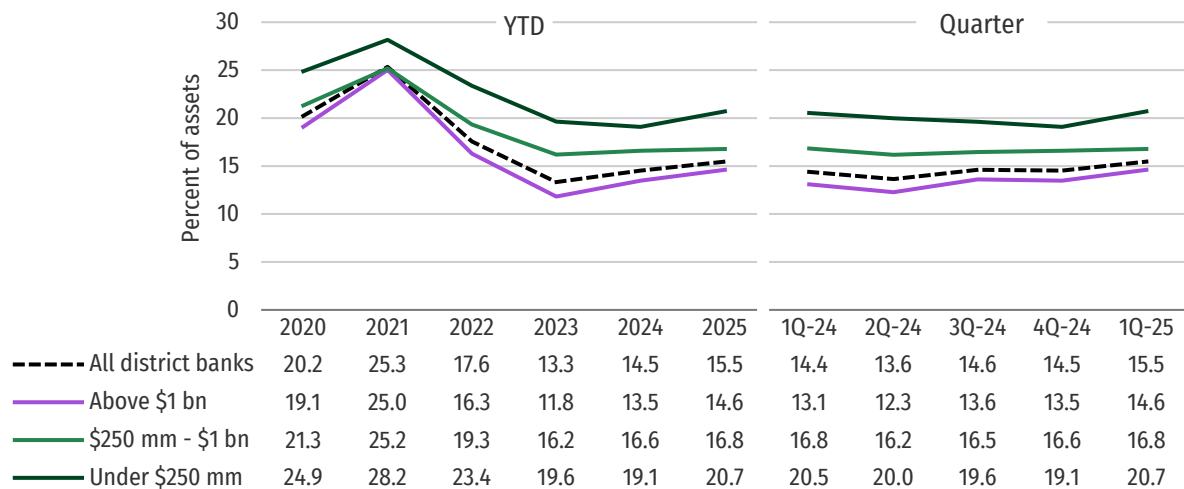
**Chart D7. Quarterly Liquid Asset Trends**



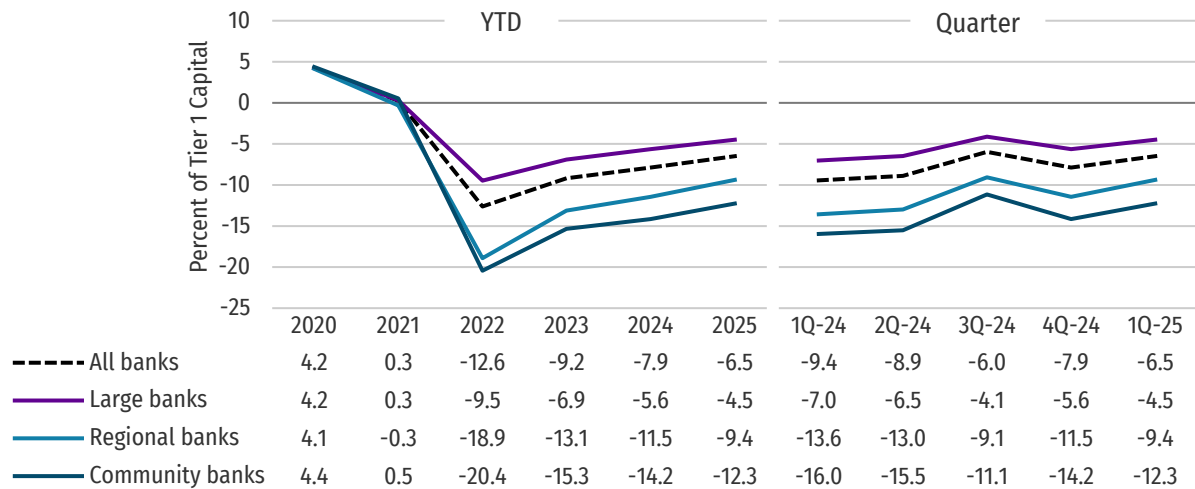
**Chart D8. Liquid Asset Ratios, All U.S. Commercial Banks**



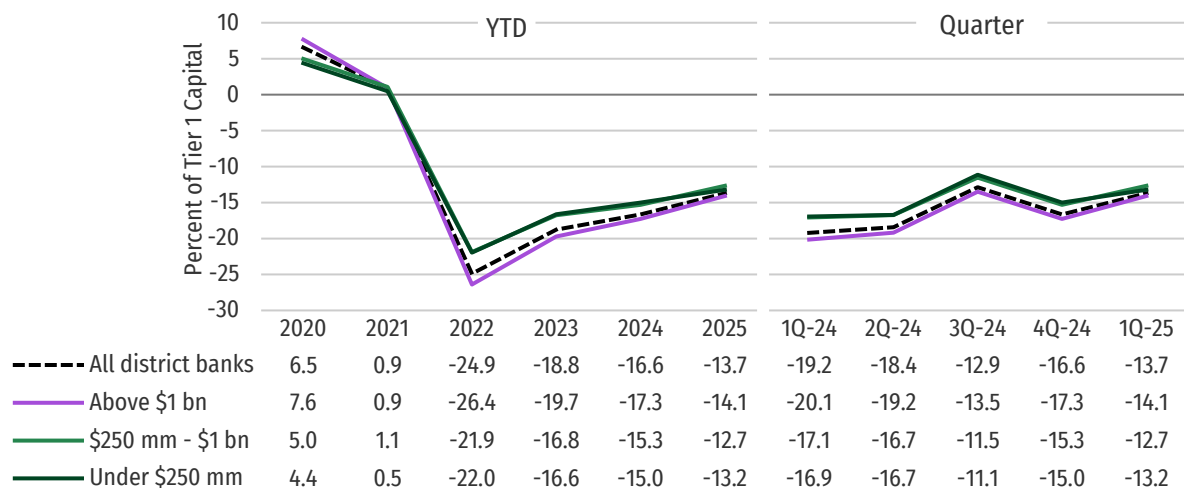
**Chart D9. Liquid Asset Ratios, Tenth District Commercial Banks**



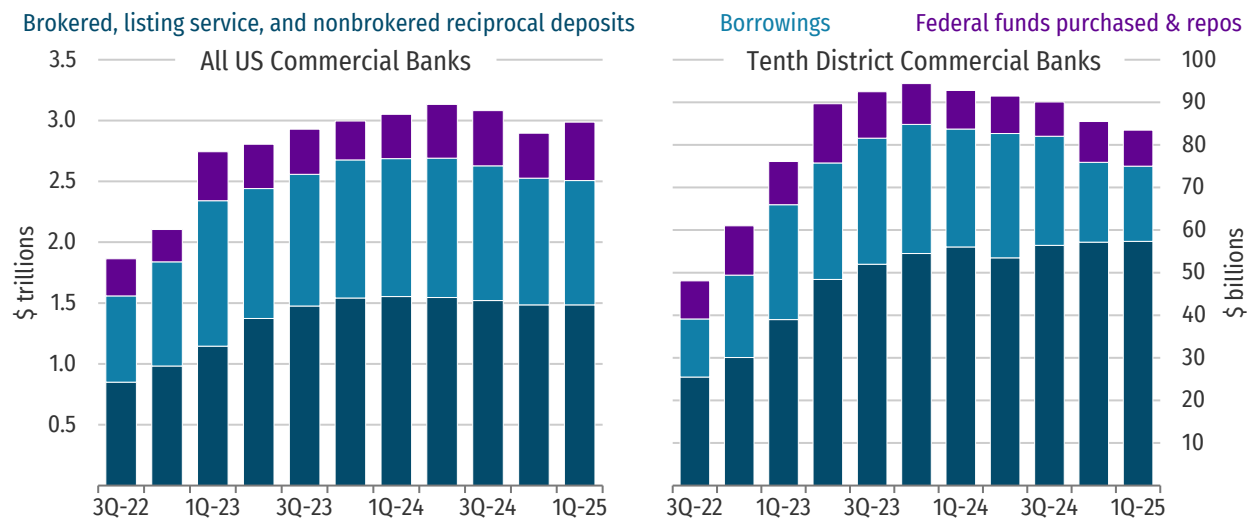
**Chart D10. Unrealized Gains/Losses on Available-for-Sale Securities, All U.S. Commercial Banks**



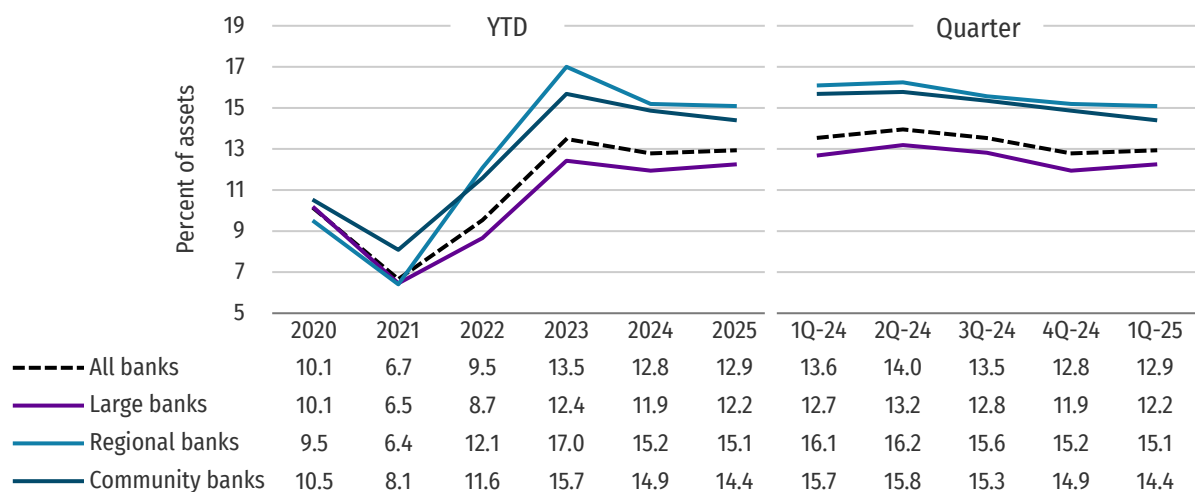
**Chart D11. Unrealized Gains/Losses on Available-for-Sale Securities, Tenth District Commercial Banks**



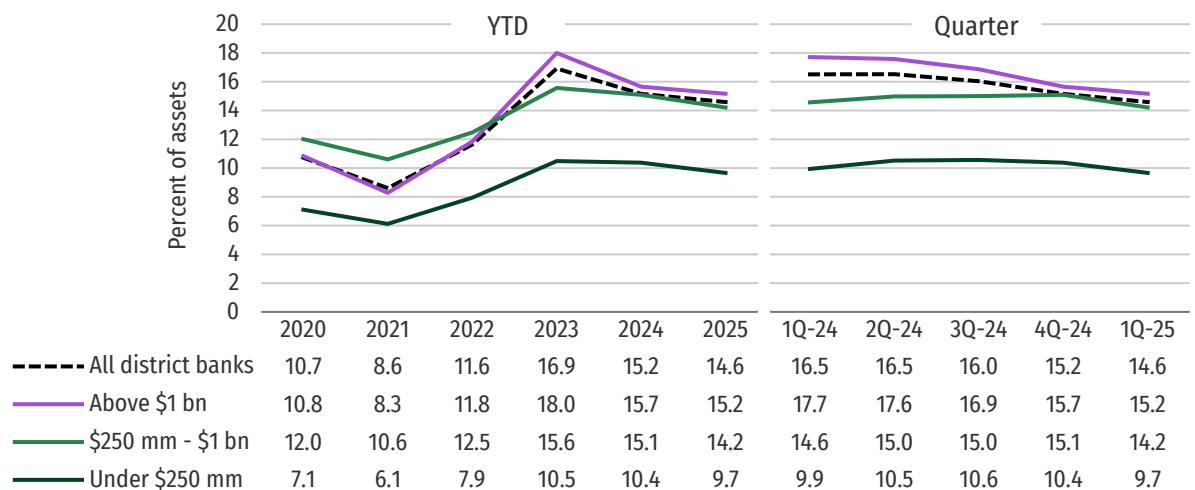
**Chart D12. Quarterly Wholesale Funding Trends**



**Chart D13. Wholesale Funding Ratios, All U.S. Commercial Banks**



**Chart D14. Wholesale Funding Ratios, Tenth District Commercial Banks**



## Select Ratios by Tenth District State

	Colorado		Kansas		Missouri		Nebraska		New Mexico		Oklahoma		Wyoming	
	1Q-25	1Q-24	1Q-25	1Q-24	1Q-25	1Q-24	1Q-25	1Q-24	1Q-25	1Q-24	1Q-25	1Q-24	1Q-25	1Q-24
<b>Overview<sup>1</sup></b>														
Number of Commercial Banks <sup>2</sup>	59	62	189	196	200	201	142	144	27	27	173	176	24	24
Total Assets	\$75,673	\$95,367	\$85,923	\$83,903	\$282,759	\$245,392	\$108,999	\$105,585	\$14,869	\$14,224	\$159,375	\$155,465	\$9,572	\$9,326
Total Loans	\$49,555	\$60,878	\$56,546	\$54,314	\$181,466	\$160,793	\$77,608	\$74,659	\$7,913	\$7,705	\$99,660	\$96,850	\$5,115	\$4,763
Total Deposits	\$65,767	\$82,219	\$73,666	\$71,031	\$240,287	\$207,642	\$91,303	\$87,959	\$13,224	\$12,462	\$131,818	\$125,651	\$8,567	\$8,248
Equity Capital	\$6,495	\$7,876	\$8,291	\$7,541	\$27,108	\$21,412	\$10,868	\$9,811	\$1,261	\$1,096	\$16,079	\$14,636	\$802	\$717
Problem Assets	\$240	\$302	\$404	\$269	\$1,157	\$670	\$539	\$383	\$108	\$85	\$1,075	\$1,144	\$22	\$25
<b>Earnings<sup>3</sup></b>														
Banks With Losses	5.08%	9.68%	4.76%	4.08%	2.50%	1.99%	2.11%	2.08%	0.00%	0.00%	2.31%	6.25%	8.33%	8.33%
Return on Average Assets	1.13%	0.94%	0.92%	1.00%	1.27%	1.26%	1.18%	1.20%	1.72%	1.73%	1.24%	1.07%	1.03%	0.89%
Net Interest Income to Average Assets	3.00%	2.79%	3.15%	3.04%	3.31%	3.11%	3.94%	3.70%	3.98%	3.85%	3.24%	3.07%	3.15%	2.83%
Provisions to Average Assets	0.14%	0.03%	0.31%	0.11%	0.24%	0.10%	0.65%	0.49%	0.13%	0.21%	0.06%	0.11%	0.10%	0.09%
Loan Losses to Average Loans	0.15%	0.03%	0.31%	0.09%	0.19%	0.09%	0.84%	0.85%	0.05%	0.28%	0.08%	0.11%	0.10%	0.15%
<b>Asset Quality<sup>4</sup></b>														
Problem Assets to Total Loans + OREO	0.48%	0.50%	0.71%	0.50%	0.64%	0.42%	0.69%	0.51%	1.36%	1.10%	1.08%	1.18%	0.43%	0.53%
Noncurrent CLD	0.17%	0.15%	0.24%	0.29%	0.72%	0.38%	0.38%	0.22%	1.68%	0.20%	0.79%	0.65%	0.37%	0.30%
Noncurrent Other CRE	0.36%	0.29%	0.48%	0.26%	0.70%	0.39%	0.43%	0.24%	1.00%	1.44%	0.99%	1.02%	0.15%	0.32%
Noncurrent Residential	0.23%	0.26%	0.47%	0.43%	0.40%	0.29%	0.44%	0.39%	0.40%	0.25%	1.73%	2.02%	0.49%	0.39%
Noncurrent C&I	1.23%	1.41%	1.27%	0.76%	0.66%	0.35%	1.20%	0.70%	1.75%	0.60%	0.75%	1.01%	0.88%	1.37%
Noncurrent Farm	0.23%	0.54%	0.24%	0.36%	0.45%	0.16%	0.38%	0.24%	1.07%	5.02%	0.41%	0.51%	0.75%	0.76%
Noncurrent RE Farm	0.56%	0.82%	0.83%	0.71%	0.42%	0.40%	0.53%	0.34%	2.62%	2.30%	1.30%	1.43%	0.14%	0.07%
<b>Other Financial Ratios</b>														
Coverage Ratio	273.98%	246.43%	226.24%	300.29%	187.76%	309.97%	322.33%	448.93%	132.56%	152.31%	120.85%	112.35%	357.42%	285.36%
Leverage Ratio	9.67%	9.23%	10.76%	10.59%	9.61%	9.50%	10.46%	10.05%	10.23%	9.94%	10.03%	9.68%	10.55%	10.35%
Tangible Equity Capital to Total Assets	7.53%	6.59%	8.73%	8.02%	8.23%	7.76%	9.17%	8.39%	8.18%	7.38%	9.03%	8.28%	8.09%	7.34%
Noncore Funding to Total Assets	10.74%	12.34%	15.71%	16.80%	10.56%	12.09%	16.68%	17.61%	9.41%	10.31%	14.56%	17.31%	13.95%	15.07%

<sup>1</sup> Balance sheet items shown in millions.

<sup>2</sup> Includes all commercial banks located within each state.

<sup>3</sup> Income statement items shown as year-to-date. Average assets are calculated by using the average of YTD average assets.

<sup>4</sup> 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.

## Appendix

- The appendix provides technical notes and definitions of the financial ratios presented in this report. Questions or comments relating to this report may be directed to [KC.SRM.SRA.DistrictBankingConditions@kc.frb.org](mailto:KC.SRM.SRA.DistrictBankingConditions@kc.frb.org).

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### Technical Notes:

The population of banks included in this report is limited to commercially chartered state member, nonmember, and national banks. The Tenth District encompasses organizations headquartered in western Missouri, Kansas, Nebraska, Oklahoma, Colorado, Wyoming, and northern New Mexico.

All financial metrics presented in this report are weighted averages. Banks are grouped into asset categories based on total assets reported as of each financial date. For purposes of this report, large banks include banks with total assets greater than \$100 billion, regional banks include banks with assets between \$10 billion and \$100 billion, and community banks include banks with assets of less than \$10 billion. Assets are measured as of each financial date. Charts that present growth rates and changes in balance sheet levels are merger-adjusted consistent with the process that FDIC analysts use to account for mergers.<sup>1</sup>

Items from the Reports of Income are reported on a calendar year-to-date (YTD) basis by financial institutions. Ratios utilizing these items are calculated differently when presented as YTD versus quarterly. For YTD calculations, items are annualized based on values reported calendar YTD and divided by an average of the balance sheet item(s) reported for each quarter YTD. For quarterly calculations, items are annualized based on values reported for the quarter and divided by the balance sheet item(s) for that quarter.

<sup>1</sup> Merger-adjusted calculations add the assets and liabilities of acquired institutions to the acquiring institutions in previous periods. The analysis treats acquired and acquiring institutions as if the merger had already occurred by the beginning of the period being analyzed (Breitenstein and Thieme 2019).

### References

Breitenstein, Eric C., and Derek K. Thieme. 2019. "Merger-Adjusting Bank Data: A Primer." *FDIC Quarterly*, vol. 13, no. 1, pp. 31–49.

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### Glossary of Terms:

#### Agriculture Loans

The sum of loans secured by farmland (including farm residential and other improvements) and loans to finance agricultural production and other loans to farmers.

#### Allowance for Credit Losses (ACL)

The purpose of the ACL is to reflect estimated credit losses within a bank's portfolio of loans and leases. Estimated credit losses are estimates of the current amount of loans that are probable that the bank will be unable to collect given the facts and circumstances since the evaluation date (generally the balance sheet date).

#### Assets

The sum of cash and balances due from depository institutions, securities, federal funds sold and securities purchased under agreements to resell, loans and leases (net of unearned income and the allowance for loan and lease losses), trading assets, premises and fixed assets (including capitalized leases), other real estate owned, investments in unconsolidated subsidiaries and associated companies, direct and indirect investments in real estate ventures, intangible assets, and other assets.

**Cash and Reserve Holdings**

The sum of interest-bearing balances (including time certificates of deposit not held for trading) and noninterest-bearing balances, currency and coin (includes cash items in process of collection and unposted debits).

**Commercial and Industrial (C&I) Loans**

Loans for commercial and industrial purposes to sole proprietorships, partnerships, corporations, and other business enterprises, which are secured (other than by real estate) or unsecured, single-payment or installment.

**Commercial Real Estate (CRE)**

The sum of CLD and other CRE.<sup>2</sup>

**Construction and Land Development Loans (CLD)**

Construction, land development, and other land loans. Includes 1–4 family residential construction loans and other construction loans and all land development and other land loans.

**Consumer Loans**

Loans to individuals for household, family, and other personal expenditures. Includes credit cards, other revolving credit plans, automobile loans, and other consumer loans (includes single payment and installment loans other than automobile loans, and all student loans).

**Coverage Ratio**

The ACL divided by noncurrent loans.

**Earning Assets**

The sum of interest-bearing balances due from depository institutions, investment securities, federal funds sold and securities purchased under agreements to resell, loans and leases (net of unearned income and the allowance for loan and lease losses), and trading assets.

**Equity Capital**

The sum of perpetual preferred stock (including surplus), common stock and surplus, retained earnings, accumulated other comprehensive income, and other equity capital components, less treasury stock.

**Interest Income**

The sum of interest and fee income on loans, income from lease financing receivables, interest income on balances due from depository institutions (including interest income on time certificates of deposit not held for trading), interest and dividend income on securities, interest income from trading assets, federal funds sold and securities purchased under agreements to resell, and other interest income.

**Interest Expense**

The sum of interest on deposits, federal funds purchased, securities sold under agreements to repurchase, trading liabilities, other borrowed money, subordinated notes, and debentures.

**Investment Securities**

The sum of the amortized cost of held-to-maturity securities and fair value of available-for-sale debt securities.

**Leverage Ratio**

Tier 1 capital divided by total assets for the leverage ratio. Total assets for the leverage ratio include quarterly average assets less deductions from common equity tier 1 capital and other deductions to total assets for leverage capital purposes.

**Liquid Asset Ratio**

The sum of interest-bearing balances, federal funds sold, securities purchased under agreements to resell, and unencumbered securities divided by total assets. Unencumbered securities include total securities net of pledged securities.

**Loan Loss Provisions**

Adjustments (charges or credits) to the ACL level to reflect management's current estimate of expected credit losses.

**Loans to Assets**

Total loans and leases held for investment and held for sale (less unearned income) divided by total assets.

**Loan-to-Deposit Ratio**

Total loans and leases held for investment and held for sale (less unearned income) divided by total interest-bearing and noninterest-bearing deposits.



**Net Interest Margin (NIM)**

Interest income net of interest expense divided by average earning assets.

**Nonaccrual Loans**

Loans and lease financing receivables that are required to be reported on a nonaccrual basis because (a) they are maintained on a cash basis due to a deterioration in the financial position of the borrower, (b) payment in full of interest or principal is not expected, or (c) principal or interest has been in default for 90 days or longer, unless the obligation is both well secured and in the process of collection.

**Noncurrent Loans**

Loans past due 90 days or more and still accruing and nonaccrual loans.

**Noninterest Expense**

Salaries and employee benefits, expenses of premises and fixed assets (net of rental income), goodwill impairment losses, amortization expense and impairment losses for other intangible assets, and other noninterest expense.

**Noninterest Income**

The sum of income from fiduciary activities, service charges on deposit accounts, trading revenue, income from securities-related and insurance activities, venture capital revenue, net servicing fees, net securitization income, net gains (losses) on sales of loans and leases, other real estate owned, and sales of other assets, and other noninterest income.

**Other Commercial Real Estate (CRE)**

Loans secured by multifamily (5 or more) residential properties, owner-occupied nonfarm nonresidential properties, and other nonfarm nonresidential properties, and loans to finance commercial real estate, construction, and land development activities (not secured by real estate).

**Other Loans**

The sum of loans to foreign governments and official institutions (including foreign central banks), obligations (other than securities and leases) of states and political subdivisions in the U.S., loans to nondepository financial institutions, loans for purchasing or carrying securities (secured and unsecured), all other loans and lease financing receivables.

**Other Real Estate Owned (OREO)**

Other real estate owned.

**Problem Assets**

Loans past due 90 days or more and still accruing, nonaccrual loans, and OREO divided by total loans plus OREO.

**Residential Loans**

Loans secured by 1–4 family residential properties. Includes revolving, open-end loans secured by 1–4 family residential properties and extended under lines of credit, closed-end loans secured by 1–4 family residential properties secured by first or second liens.

**Return on Average Assets (ROAA)**

Net income (loss) attributable to bank divided by average assets. See technical notes for year-to-date and quarter calculations.

**Revenue**

Net interest income and noninterest income.

**Unrealized Losses on Available-for-Sale Securities**

The difference between the fair value and amortized cost of available-for-sale securities.

**Wholesale Funding Ratio**

Federal funds purchased and securities sold under agreements to repurchase, brokered deposits, deposits obtained using deposit listing services that are not brokered deposits, nonbrokered reciprocal deposits, Federal Home Loan Bank advances, and other borrowings divided by total assets.

<sup>2</sup> Loans to finance commercial real estate, construction, and land development activities (not secured by real estate) is a memorandum item on the call report and are reported C&I or other loans of Schedule RC-C, Part I. This item is excluded as part of Other CRE when presented on charts with the C&I or other loan categories to avoid double counting of this item in the loan type groupings.