4-22-22 [initials]

FDIC State Profile

Texas

Fourth Quarter 2021

ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

Employment Growth Rates (% change from year ago, unless noted)	Q4-21	Q3-21	Q4-20	2021	2020
Total Nonfarm (share of trailing four quarter employment in parentheses)	5.6%	5.9%	-4.6%	3.5%	-4.2%
Manufacturing (7%)	3.1%	2.8%	-5.6%	0.5%	-4.2%
Other (non-manufacturing) Goods-Producing (7%)	5.5%	3.3%	-12.7%	-1.3%	-9.2%
Private Service-Providing (70%)	6.8%	7.9%	-4.2%	5.1%	-4.4%
Government (15%)	1.2%	0.1%	-2.0%	0.0%	-0.6%
Unemployment Rate (% of labor force, seasonally adjusted)	4.9%	5.4%	7.0%	5.7%	7.7%

Other Indicators (% change of 4-qtr moving total, unless noted)	Q4-21	Q3-21	Q4-20	2021	2020
Single-Family Home Permits	12.8%	24.2%	21.9%	12.8%	21.9%
Multifamily Building Permits	16.8%	5.6%	-7.6%	16.8%	-7.6%
Home Price Index (change from year ago)	19.9%	17.8%	5.7%	14.4%	4.6%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	0.58	0.65	N/A	0.79

BANKING TRENDS

General Information	Q4-21	Q3-21	Q4-20	2021	2020
Institutions (#)	399	401	410	399	410
Total Assets (in millions)	1,173,193	1,112,805	1,018,740	1,173,193	1,018,740
New Institutions (# < 3 years)	1	1	1	1	1
Subchapter S Institutions (#)	193	195	200	193	200

Asset Quality	Q4-21	Q3-21	Q4-20	2021	2020
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.67	0.68	0.90	0.67	0.90
Noncurrent Loans / Total Loans (median %)	0.27	0.26	0.34	0.27	0.34
Loan and Lease Allowance / Total Loans (median %)	1.33	1.32	1.32	1.33	1.32
Loan and Lease Allowance / Noncurrent Loans (median multiple)	3.21	3.28	2.46	3.21	2.46
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.01	0.00	0.04	0.01	0.04

Capital / Earnings (year-to-date annualized, unless noted)	Q4-21	Q3-21	Q4-20	2021	2020
Tier 1 Leverage (median %, end of period)	9.97	10.08	10.20	9.97	10.20
Return on Assets (median %)	1.15	1.16	1.09	1.15	1.09
Pretax Return on Assets (median %)	1.28	1.29	1.20	1.28	1.20
Net Interest Margin (median %)	3.29	3.34	3.61	3.29	3.61
Yield on Earning Assets (median %)	3.56	3.60	4.10	3.56	4.10
Cost of Funding Earning Assets (median %)	0.22	0.23	0.44	0.22	0.44
Provisions to Avg. Assets (median %)	0.04	0.03	0.16	0.04	0.16
Noninterest Income to Avg. Assets (median %)	0.53	0.53	0.56	0.53	0.56
Overhead to Avg. Assets (median %)	2.45	2.44	2.68	2.45	2.68

Liquidity/Sensitivity	Q4-21	Q3-21	Q4-20	2021	2020
Net Loans to Assets (median %)	52.77	53.52	57.15	52.77	57.15
Noncore Funding to Assets (median %)	6.28	6.46	7.35	6.28	7.35
Long-term Assets to Assets (median %, call filers)	34.24	33.49	30.03	34.24	30.03
Brokered Deposits (number of institutions)	82	76	86	82	86
Brokered Deposits to Assets (median % for those above)	3.19	3.08	3.47	3.19	3.47

Loan Concentrations (median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)	Q4-21	Q3-21	Q4-20	2021	2020
Commercial and Industrial	63	68	87	63	87
Commercial Real Estate	192	194	179	192	179
Construction & Development	50	46	41	50	41
Multifamily Residential Real Estate	5	5	5	5	5
Nonresidential Real Estate	126	120	111	126	111
Residential Real Estate	86	89	92	86	92
Consumer	11	12	14	11	14
Agriculture	25	24	26	25	26

BANKING PROFILE

Largest Deposit Markets (from 2021 Summary of Deposits)	Institutions in Market	Deposits ($ millions)
Dallas-Fort Worth-Arlington, TX	168	787,709
Houston-The Woodlands-Sugar Land, TX	95	333,722
San Antonio-New Braunfels, TX	61	169,576
Austin-Round Rock-Georgetown, TX	68	61,686
McAllen-Edinburg-Mission, TX	19	13,586

Asset Distribution	Institutions
< $100 million	55 (13.8%)
$100 million to $250 million	98 (24.6%)
$250 million to $1 billion	158 (39.6%)
$1 billion to $10 billion	77 (19.3%)
> $10 billion	11 (2.8%)