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Debra Hardman
Acting Commissioner

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The attached report represents a consolidation of Reports of Condition and Income filed by state-chartered banks with the Missouri Division of Finance as of December 31, 2015, and a comparison with the statements filed one year earlier. Also included is a comparison of financial statements of state-chartered and national banks.

During the previous twelve months, the number of state-chartered banks and trust companies remain at 261. During these past twelve months four banks merged into other institutions and five new state bank charters were granted; as three national institutions and two federal thrifts converted to state chartered banks, and one bank self liquidated.

Assets in state-chartered banks totaled \$112.8 billion on December 31, 2015, an increase of 8.5 percent from one year earlier. Deposits were \$93.5 billion and total loans were \$71.4 billion on December 31, 2015, an increase of 8.9 percent and 11.2 percent from one year earlier, respectively. Brokered deposits increased by 44 percent in the past year, with most of this growth attributed to one large institution, which maintains a unique funding structure.

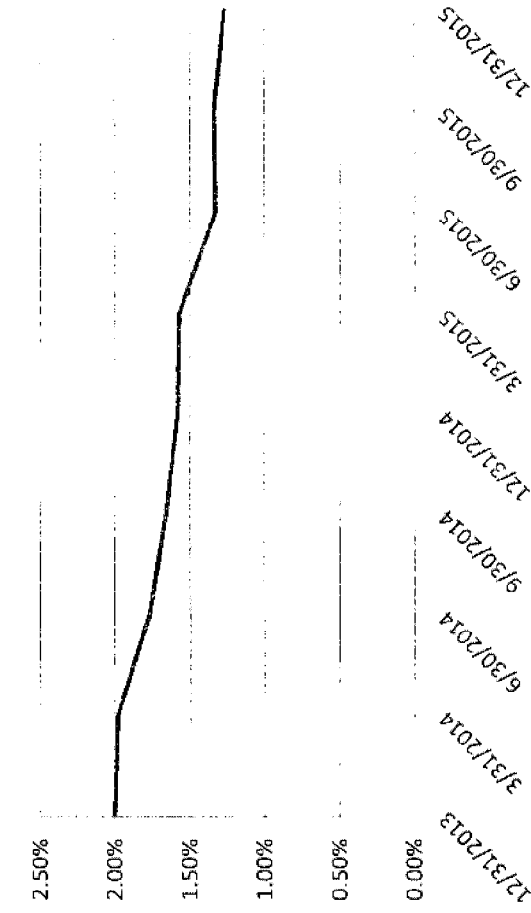
The overall condition of Missouri state-chartered banks continues to improve. The attached graphs illustrate improvement in several component areas. Asset quality has improved, with the past due ratio stabilizing at a manageable 1.27 percent down from 1.58 percent one year earlier. The return on assets remains strong at 1.06 percent, despite a compressed and shrinking net interest margin. Although the net interest margin for Missouri state-chartered banks has declined to 3.74 percent, it compares favorably to 3.13 percent for all FDIC insured institutions in the country. The median return on assets for state-chartered banks is 0.97 percent as of December 31, 2015.

Capital remains strong, as the Tier 1 Leverage Capital ratio is 9.51 percent of total assets.

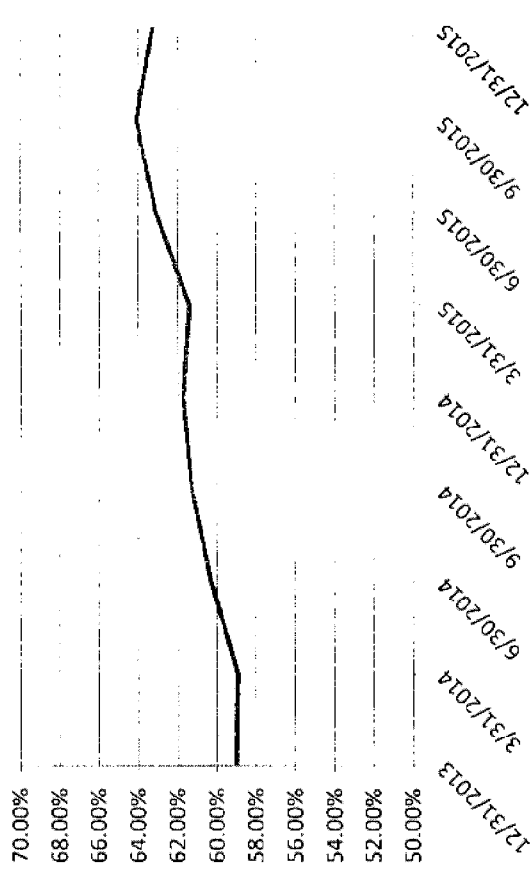
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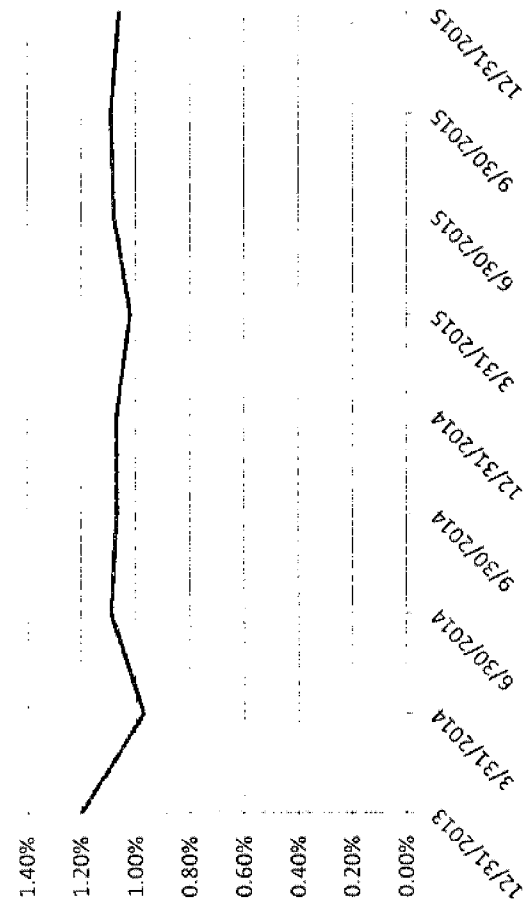
PAST DUE LOANS TO TOTAL LOANS



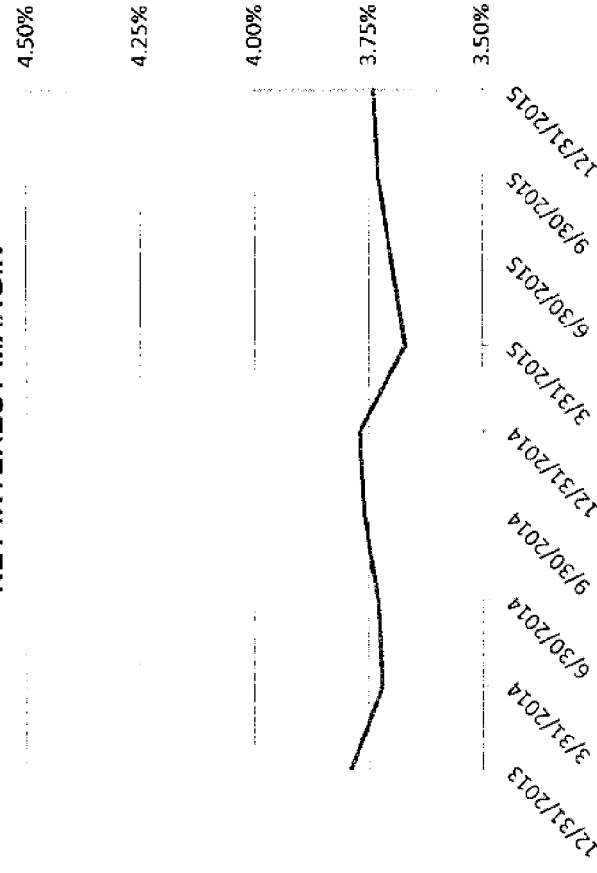
Loans/Assets



RETURN ON ASSETS



NET INTEREST MARGIN



**COMPARATIVE STATEMENT OF CONDITION
STATE AND NATIONAL BANKS IN MISSOURI
AS OF DECEMBER 31, 2015**

| MILLIONS OF DOLLARS | 12/31/2015 | | | 12/31/2014 | PERCENT CHANGE |
|-----------------------------------------------|-----------------------|-------------------------|---------------------|---------------------|-------------------|
| | 261 STATE BANKS | 19 NATIONAL BANKS | 280 ALL BANKS | 285 ALL BANKS | |
| ASSETS | | | | | |
| Cash and Due from Banks | 5,905 | 1,384 | 7,289 | 8,364 | -12.9% |
| Investment Securities | 29,223 | 8,956 | 38,179 | 38,621 | -1.1% |
| Total Loans and Leases | 71,364 | 14,702 | 86,066 | 78,742 | 9.3% |
| Less: Reserves | 993 | 154 | 1,147 | 1,165 | -1.5% |
| Federal Funds Sold | 1,218 | 195 | 1,413 | 1,915 | -26.2% |
| Fixed Assets | 2,005 | 404 | 2,409 | 2,490 | -3.3% |
| Other Real Estate | 383 | 29 | 412 | 575 | -28.3% |
| Intangible Assets | 684 | 152 | 836 | 811 | 3.1% |
| Other assets | 3,019 | 716 | 3,735 | 3,285 | 13.7% |
| TOTAL ASSETS | \$112,808 | \$26,384 | \$139,192 | \$133,638 | 4.2% |
| LIABILITIES | | | | | |
| Total Deposits | 93,453 | 21,405 | 114,858 | 109,906 | 4.5% |
| Deposits over \$250M | 3,871 | 736 | 4,607 | 4,736 | -2.7% |
| Brokered Deposits | 9,134 | 453 | 9,587 | 6,671 | 43.7% |
| Federal Funds Purchased | 4,760 | 1,933 | 6,693 | 6,674 | 0.3% |
| Other liabilities | 3,251 | 693 | 3,944 | 3,595 | 9.7% |
| Total Equity Capital | 11,344 | 2,353 | 13,697 | 13,463 | 1.7% |
| TOTAL LIABILITIES + EQUITY CAPITAL | \$112,808 | \$26,384 | \$139,192 | \$133,638 | 4.2% |
| EARNINGS | | | | | |
| Interest Income | 3,700 | 685 | 4,385 | 4,396 | -0.3% |
| Interest Expense | 318 | 38 | 356 | 377 | -5.6% |
| Net Interest Income | 3,382 | 647 | 4,029 | 4,019 | 0.2% |
| Provision for Loan Losses | 99 | 27 | 126 | 142 | -11.3% |
| Net Income | 1,164 | 164 | 1,328 | 1,273 | 4.3% |
| Cash Dividends | 852 | 33 | 885 | 742 | 19.3% |
| Net Loan Losses | 97 | 21 | 118 | 164 | -28.0% |

**COMPARATIVE STATEMENT OF CONDITION
STATE BANKS AND TRUST COMPANIES IN MISSOURI
AS OF DECEMBER 31, 2015**

| THOUSANDS OF DOLLARS | 261 BANKS 12/31/2015 | 262 BANKS 12/31/2014 | INCREASE DECREASE() | PERCENT CHANGE |
|---------------------------|----------------------------|----------------------------|------------------------|-------------------|
| ASSETS | | | | |
| Total Loans | \$71,363,742 | \$64,154,675 | \$7,209,067 | 11.2% |
| Allowance for Loan Losses | 993,469 | 984,617 | 8,852 | 0.9% |
| Total Assets | 112,808,138 | 103,947,027 | 8,861,111 | 8.5% |
| LIABILITIES | | | | |
| Total Deposits | 93,452,916 | 85,792,247 | 7,660,669 | 8.9% |
| Total Equity Capital | 11,344,135 | 10,732,567 | 611,568 | 5.7% |

| OPERATING RATIOS | 12/31/2015 | 12/31/2014 | CHANGE |
|----------------------------------------------|------------|------------|--------|
| Equity Capital/Assets | 10.06% | 10.33% | -0.27% |
| Tangible Equity Capital/Assets | 9.51% | 9.79% | -0.28% |
| Capital and Allowance for Loan Losses/Assets | 10.84% | 11.17% | -0.33% |
| Total Loans/Assets | 63.26% | 61.72% | 1.54% |
| Past Due and Nonaccrual Loans/Total Loans | 1.27% | 1.58% | -0.31% |
| Allowance for Loan Losses/Total Loans | 1.39% | 1.53% | -0.14% |
| Average Net Interest Margin | 3.74% | 3.77% | -0.03% |
| Return on Assets | 1.06% | 1.07% | -0.01% |

NOTES:

Numbers do not include five nondeposit trust companies.