



DIVISION OF FINANCE

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Richard J. Weaver
Commissioner of Finance

June 8, 2012

The attached report represents a consolidation of Reports of Condition filed by state-chartered banks with the Missouri Division of Finance as of March 31, 2012, 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 increased by one from 279 to 280. One bank merged into another institution. One state-chartered bank closed in 2011. Three new bank charters were granted when national institutions converted to state-chartered banks.

Assets in state-chartered banks totaled \$94.4 billion on March 31, 2012, an increase of 31.6 percent from one year earlier. Deposits were \$79.0 billion, up 31.7 percent. Total loans were \$54.3 billion on March 31, 2012, up 18.5 percent. The largest impact on all of these numbers was the conversion of a large national bank to a state charter in the second quarter of 2011.

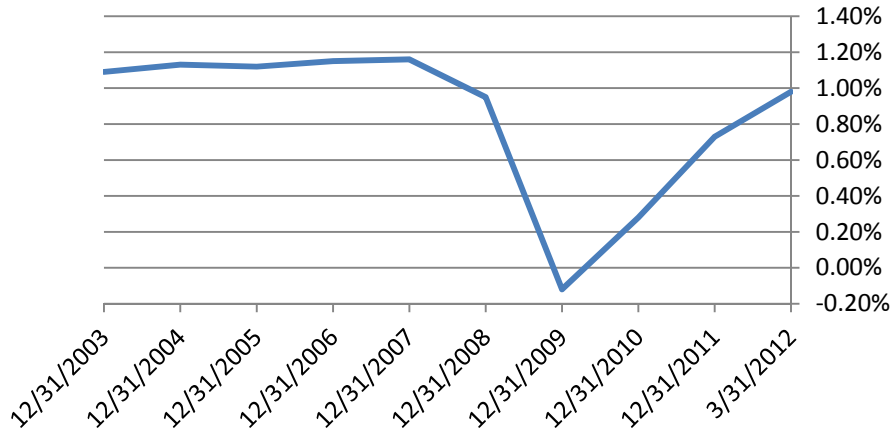
Indicators of continued improvement in the overall condition of state-chartered banks are illustrated in the attached graphs. Evidence of asset quality improvement includes the continued decline in the loan past due ratio: 3.42 percent as compared to 4.94 percent a year ago. Earnings performance continues to recover. The return on assets improvement (2012: 0.98 percent compared to 2011's 0.73 percent) is largely attributed to lower provision expense, while the net interest margin has remained stable (2012: 3.88 percent and 2011: 3.91 percent).

In an effort to graphically illustrate the effects of the economic downturn on Missouri's state-chartered banks, the attached graphs span the years before and during this tumultuous era. As illustrated in these graphs, the financial condition of Missouri banking continues to improve.

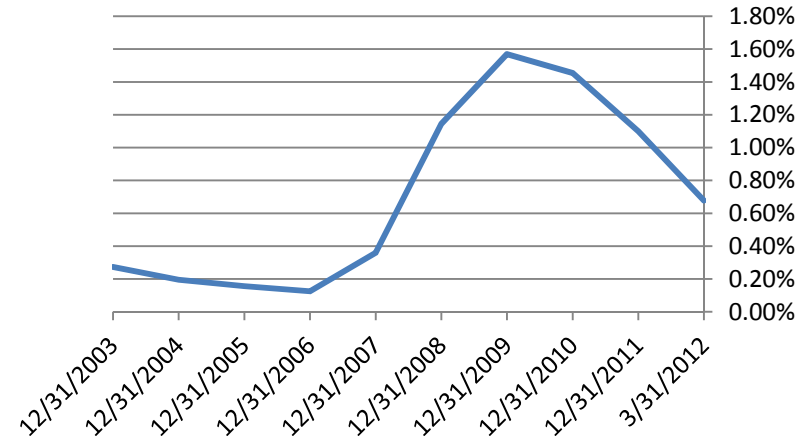
A handwritten signature in cursive script that reads "Richard J. Weaver".

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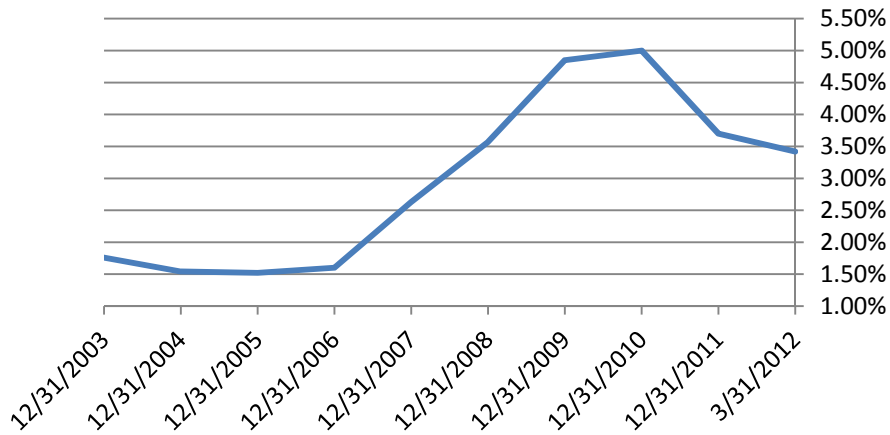
ROA of State-chartered banks



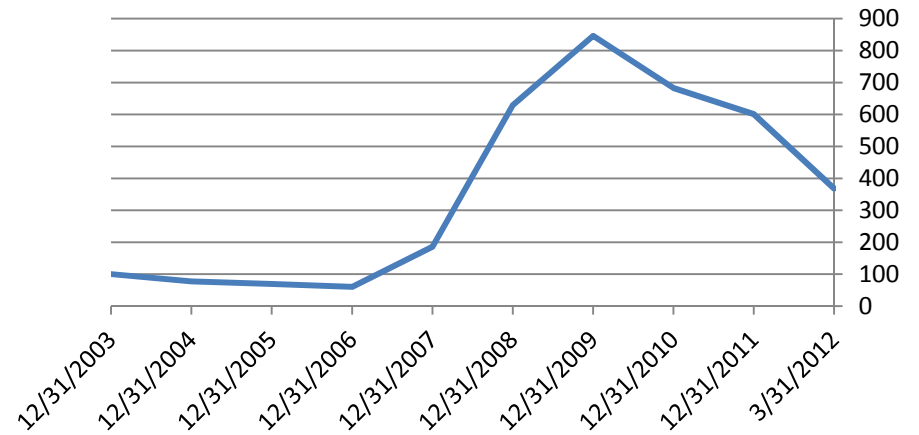
Net C/O to Total Lns.



Past Due & Nonaccrual Loans/Total



Net Loan losses (\$ millions)



**COMPARATIVE STATEMENT OF CONDITION
STATE BANKS AND TRUST COMPANIES IN MISSOURI
AS OF MARCH 31, 2012**

THOUSANDS OF DOLLARS	274 BANKS 3/31/2012	273 BANKS 3/31/2011	INCREASE DECREASE()	PERCENT CHANGE
ASSETS				
Total Loans	\$54,275,655	\$45,803,444	\$8,472,211	18.5%
Allowance for Loan Losses	1,141,849	1,024,885	116,964	11.4%
Total Assets	94,439,936	71,781,894	22,658,042	31.6%
LIABILITIES				
Total Deposits	79,017,246	59,990,540	19,026,706	31.7%
Total Equity Capital	9,307,516	6,929,427	2,378,089	34.3%

OPERATING RATIOS	3/31/2012	3/31/2011	CHANGE
Equity Capital/Assets	9.86%	9.65%	0.21%
Tangible Equity Capital/Assets	9.22%	8.98%	0.24%
Capital and Allowance for Loan Losses/Assets	10.93%	10.93%	0.00%
Total Loans/Assets	57.47%	63.81%	-6.34%
Past Due and Nonaccrual Loans/Total Loans	3.42%	4.94%	-1.52%
Allowance for Loan Losses/Total Loans	2.10%	2.24%	-0.14%
Average Net Interest Margin	3.88%	3.91%	-0.03%
Return on Assets	0.98%	0.73%	0.25%

NOTES:

The above tables do not include six nondeposit trust companies.

**COMPARATIVE STATEMENT OF CONDITION
STATE AND NATIONAL BANKS IN MISSOURI
AS OF MARCH 31, 2012**

MILLIONS OF DOLLARS	3/31/2012			3/31/2011	PERCENT CHANGE
	274 STATE BANKS	29 NATIONAL BANKS	303 ALL BANKS	305 ALL BANKS	
ASSETS					
Cash and Due from Banks	7,081	2,970	10,051	9,613	4.6%
Investment Securities	26,760	9,541	36,301	30,872	17.6%
Total Loans and Leases	54,276	12,317	66,593	66,112	0.7%
Less: Reserves	1,142	195	1,337	1,412	-5.3%
Federal Funds Sold	1,511	477	1,988	1,972	0.8%
Fixed Assets	1,900	522	2,422	2,349	3.1%
Other Real Estate	950	222	1,172	1,042	12.5%
Intangible Assets	666	203	869	856	1.5%
Other assets	2,438	665	3,103	2,787	11.3%
TOTAL ASSETS	\$94,440	\$26,722	\$121,162	\$114,191	6.1%
LIABILITIES					
Total Deposits	79,017	21,731	100,748	94,677	6.4%
Deposits over 250M/100M**	3,910	754	4,664	14,081	-66.9%
Brokered Deposits	3,966	191	4,157	3,821	8.8%
Federal Funds Purchased	3,217	1,869	5,086	5,019	1.3%
Other liabilities	2,898	443	3,341	3,737	-10.6%
Total Equity Capital	9,308	2,680	11,988	10,758	11.4%
TOTAL LIABILITIES	\$94,440	\$26,722	\$121,162	\$114,191	6.1%
EARNINGS					
Interest Income	917	227	1,144	1,161	-1.5%
Interest Expense	139	26	165	217	-24.0%
Net Interest Income	778	201	979	944	3.7%
Provision for Loan Losses	83	19	102	119	-14.3%
Net Income	228	60	288	229	25.8%
Cash Dividends	118	26	144	117	23.1%
Net Loan Losses	92	15	107	135	-20.7%

**2012 figure is deposits over \$250M, but 2011 figure is deposits over \$100M, due to increase in FDIC deposit insurance