

Matt Blunt  
Governor  
State of Missouri



Department of Insurance  
Financial Institutions  
and Professional Registration  
Linda Bohrer, Acting Director

## DIVISION OF FINANCE

301 West High Street, Room 630  
P.O. Box 716  
Jefferson City, MO 65102-0716  
(573) 751-3242  
(573) 751-9192 FAX  
[www.missouri-finance.org](http://www.missouri-finance.org)

D. Eric McClure  
Commissioner of Finance

June 6, 2008

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, 2008, 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 declined by seven to 296. Six banks and one nondeposit trust company merged into out-of-state institutions. There was one new bank charter granted. For the first time since 1992, a Missouri state-chartered bank was closed. Hume Bank was closed on Friday, March 7, 2008, and the Federal Deposit Insurance Corporation was named receiver. All insured deposits were assumed by Security Bank, Rich Hill, Missouri, which opened a branch at the former Hume Bank location on Monday, March 10, 2008.

Assets in state-chartered banks totaled \$70.9 billion on March 31, 2008, an increase of 6.9 percent from one year earlier. Deposits were \$56.8 billion, up 5.7 percent.

Total loans were \$52.5 billion on March 31, 2008, up 8.0 percent.

The equity capital ratio increased to 10.84 percent. Primary capital, which includes the allowance for loan losses, increased to 11.77 percent of total assets. The tangible equity capital ratio also increased to 9.43 percent.

Net income in state banks was down 15.4 percent from March 2007. Return on assets among state-chartered banks was 0.85 percent compared to 1.07 percent in March 2007.

While stress is apparent due to weakened economic conditions, the overall condition of Missouri state-chartered banks is positive. Strong capital is present, which will enable the vast majority of banks to absorb losses without significant impact to their financial conditions.

D. Eric McClure  
Commissioner of Finance

**COMPARATIVE STATEMENT OF CONDITION  
STATE BANKS AND TRUST COMPANIES IN MISSOURI  
AS OF MARCH 31, 2008**

THOUSANDS OF DOLLARS	288 BANKS 3/31/2008	294 BANKS 3/31/2007	INCREASE DECREASE()	PERCENT CHANGE
<b>ASSETS</b>				
Total Loans	\$52,512,306	\$48,633,666	\$3,878,640	8.0%
Allowance for Loan Losses	744,434	635,151	109,283	17.2%
Total Assets	70,893,797	66,341,672	4,552,125	6.9%
<b>LIABILITIES</b>				
Total Deposits	56,774,829	53,707,003	3,067,826	5.7%
Total Equity Capital	7,684,854	7,152,066	532,788	7.4%

OPERATING RATIOS	3/31/2008	3/31/2007	CHANGE
Equity Capital/Assets	10.84%	10.78%	0.06%
Tangible Equity Capital/Assets	9.43%	9.19%	0.24%
Capital and Allowance for Loan Losses/Assets	11.77%	11.63%	0.14%
Total Loans/Assets	74.07%	73.31%	0.76%
Past Due and Nonaccrual Loans/Total Loans	2.94%	1.93%	1.01%
Allowance for Loan Losses/Loans	1.42%	1.31%	0.11%
Average Net Interest Margin	3.83%	3.99%	-0.16%
Return on Assets	0.85%	1.07%	-0.22%

**NOTES:**

2007 does not include nine nondeposit trust companies.  
2008 does not include eight nondeposit trust companies.

**COMPARATIVE STATEMENT OF CONDITION  
STATE AND NATIONAL BANKS IN MISSOURI  
AS OF MARCH 31, 2008**

MILLIONS OF DOLLARS	3/31/2008			3/31/2007	PERCENT CHANGE
	288 STATE BANKS	39 NATIONAL BANKS	327 ALL BANKS	336 ALL BANKS	
<b>ASSETS</b>					
Cash and Due from Banks	1,953	1,818	3,771	3,054	23.5%
Investment Securities	10,771	7,367	18,138	17,482	3.8%
Total Loans and Leases	52,512	24,310	76,822	71,244	7.8%
Less: Reserves	744	319	1,063	944	12.6%
Federal Funds Sold	1,771	1,536	3,307	3,092	7.0%
Fixed Assets	1,517	817	2,334	2,166	7.8%
Other Real Estate	294	46	340	152	123.7%
Intangible Assets	1,100	283	1,383	1,400	-1.2%
Other assets	1,720	757	2,477	2,121	16.8%
<b>TOTAL ASSETS</b>	<b>\$70,894</b>	<b>\$36,615</b>	<b>\$107,509</b>	<b>\$99,767</b>	<b>7.8%</b>
<b>LIABILITIES</b>					
Total Deposits	56,775	27,973	84,748	79,454	6.7%
Deposits over 100M	11,012	3,681	14,693	13,512	8.7%
Brokered Deposits	3,512	268	3,780	3,035	24.5%
Federal Funds Purchased	2,388	3,314	5,702	6,300	-9.5%
Other liabilities	4,046	2,102	6,148	3,947	55.8%
Total Equity Capital	7,685	3,226	10,911	10,066	8.4%
<b>TOTAL LIABILITIES</b>	<b>\$70,894</b>	<b>\$36,615</b>	<b>\$107,509</b>	<b>\$99,767</b>	<b>7.8%</b>
<b>EARNINGS</b>					
Interest Income	1,076	499	1,575	1,597	-1.4%
Interest Expense	490	207	697	734	-5.0%
Net Interest Income	586	292	878	863	1.7%
Provision for Loan Losses	82	34	116	39	197.4%
Net Income	148	104	252	276	-8.7%
Cash Dividends	82	36	118	176	-33.0%
Net Loan Losses	63	16	79	29	172.4%