

**First Quarter 2024**
**ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)**

<b>Employment Growth Rates (% change from year ago, unless noted)</b>	<b>Q1-24</b>	<b>Q4-23</b>	<b>Q1-23</b>	<b>2023</b>	<b>2022</b>
Total Nonfarm (share of trailing four quarter employment in parentheses)	2.1%	2.5%	4.6%	3.3%	5.8%
Manufacturing (7%)	1.9%	2.0%	4.7%	3.1%	5.8%
Other (non-manufacturing) Goods-Producing (7%)	2.2%	4.3%	7.5%	5.5%	7.1%
Private Service-Providing (71%)	1.8%	2.2%	4.8%	3.2%	6.6%
Government (15%)	3.3%	3.3%	2.2%	2.8%	1.4%
Unemployment Rate (% of labor force, seasonally adjusted)	3.9%	3.9%	4.0%	3.9%	3.9%
<b>Other Indicators (% change of 4-qtr moving total, unless noted)</b>	<b>Q1-24</b>	<b>Q4-23</b>	<b>Q1-23</b>	<b>2023</b>	<b>2022</b>
Single-Family Home Permits	11.0%	-7.8%	-22.6%	-7.8%	-11.1%
Multifamily Building Permits	-34.2%	-26.7%	30.7%	-26.7%	35.2%
Home Price Index (change from year ago)	3.4%	2.9%	8.7%	4.1%	19.7%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	0.80	0.67	0.75	0.61

**BANKING TRENDS**

<b>General Information</b>	<b>Q1-24</b>	<b>Q4-23</b>	<b>Q1-23</b>	<b>2023</b>	<b>2022</b>
Institutions (#)	382	382	387	382	387
Total Assets (in millions)	\$1,028,394	\$1,048,265	\$1,101,580	\$1,048,265	\$1,092,234
New Institutions (# < 3 years)	2	2	2	2	2
Subchapter S Institutions (#)	179	183	184	183	185
<b>Asset Quality</b>	<b>Q1-24</b>	<b>Q4-23</b>	<b>Q1-23</b>	<b>2023</b>	<b>2022</b>
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.80	0.76	0.59	0.76	0.60
Noncurrent Loans / Total Loans (median %)	0.23	0.20	0.15	0.20	0.15
Loan and Lease Allowance / Total Loans (median %)	1.25	1.25	1.29	1.25	1.25
Loan and Lease Allowance / Noncurrent Loans (median multiple)	3.18	3.73	4.98	3.73	5.10
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.01	0.03	0.00	0.03	0.01
<b>Capital / Earnings (year-to-date annualized, unless noted)</b>	<b>Q1-24</b>	<b>Q4-23</b>	<b>Q1-23</b>	<b>2023</b>	<b>2022</b>
Tier 1 Leverage (median %, end of period)	10.72	10.74	10.39	10.74	10.26
Return on Assets (median %)	1.10	1.21	1.31	1.21	1.20
Pretax Return on Assets (median %)	1.27	1.34	1.43	1.34	1.32
Net Interest Margin (median %)	3.66	3.73	3.71	3.73	3.46
Yield on Earning Assets (median %)	5.53	5.12	4.69	5.12	3.86
Cost of Funding Earning Assets (median %)	1.85	1.38	0.91	1.38	0.33
Provisions to Avg. Assets (median %)	0.04	0.06	0.03	0.06	0.05
Noninterest Income to Avg. Assets (median %)	0.47	0.49	0.48	0.49	0.49
Overhead to Avg. Assets (median %)	2.58	2.55	2.45	2.55	2.40
<b>Liquidity / Sensitivity</b>	<b>Q1-24</b>	<b>Q4-23</b>	<b>Q1-23</b>	<b>2023</b>	<b>2022</b>
Net Loans to Assets (median %)	61	61	58	61	56
Noncore Funding to Assets (median %)	12	12	9	12	7
Long-term Assets to Assets (median %, call filers)	28	29	33	29	34
Brokered Deposits (number of institutions)	119	117	96	117	88
Brokered Deposits to Assets (median % for those above)	4	3	4	3	4
<b>Loan Concentrations</b>	<b>Q1-24</b>	<b>Q4-23</b>	<b>Q1-23</b>	<b>2023</b>	<b>2022</b>
<b>(median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)</b>					
Commercial and Industrial	56	55	56	55	55
Commercial Real Estate	208	211	207	211	206
Construction & Development	57	58	57	58	56
Multifamily Residential Real Estate	6	6	6	6	6
Nonresidential Real Estate	125	125	125	125	123
Residential Real Estate	100	99	90	99	90
Consumer	10	10	11	10	11
Agriculture	24	25	26	25	25

**BANKING PROFILE**

<b>Largest Deposit Markets (from 2023 Summary of Deposits)</b>	<b>Institutions in Market</b>		<b>Asset Distribution</b>		<b>Institutions</b>	
Dallas-Fort Worth-Arlington, TX	168	\$714,660	< \$100 million	53	(13.9%)	
Houston-The Woodlands-Sugar Land, TX	104	\$324,124	\$100 million to \$250 million	87	(22.8%)	
San Antonio-New Braunfels, TX	63	\$180,282	\$250 million to \$1 billion	147	(38.5%)	
Austin-Round Rock-Georgetown, TX	73	\$66,438	\$1 billion to \$10 billion	81	(21.2%)	
McAllen-Edinburg-Mission, TX	20	\$14,219	\$10 billion	14	(3.7%)	