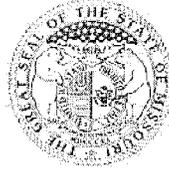


Jeremiah W. (Jay) Nixon  
Governor  
State of Missouri



Department of Insurance  
Financial Institutions  
and Professional Registration  
John M. Huff, 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.finance.mo.gov](http://www.finance.mo.gov)

Debra Hardman  
Acting Commissioner

September 2, 2016

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 June 30, 2016, 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 from 262 to 256. During these past twelve months six banks merged into other institutions, one new state bank charter was granted as a national institution converted to a state chartered bank, and one bank self liquidated.

Assets in state-chartered banks totaled \$116.8 billion on June 30, 2016, an increase of 9.2 percent from one year earlier. Deposits were \$96.2 billion and total loans were \$75.4 billion on June 30, 2016, an increase of 8.6 percent and 11.7 percent from one year earlier, respectively.

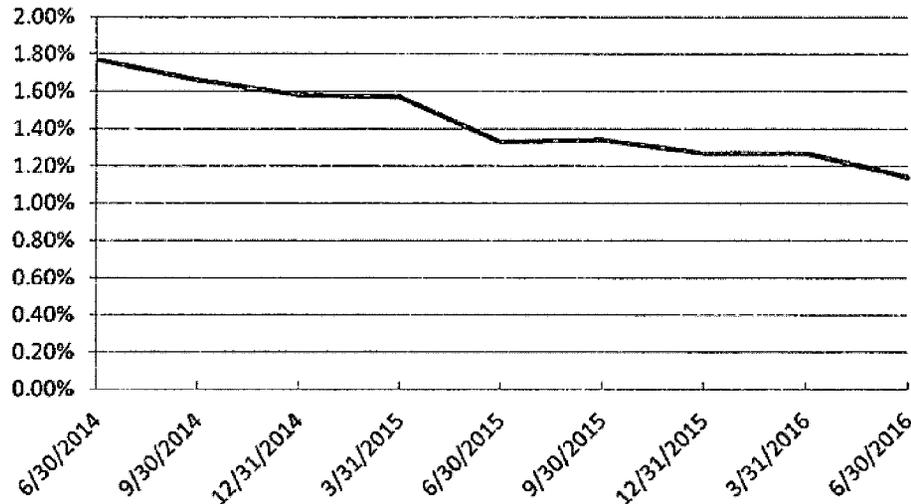
The overall condition of Missouri state-chartered banks continues to improve. The attached graphs illustrate improvement in several component areas. Asset quality has improved, with the past due ratio stabilizing at a manageable 1.14 percent down from 1.33 percent one year earlier. The return on assets remains strong at 1.09 percent, despite a compressed net interest margin. Only 2.7 percent of Missouri state-chartered banks lost money in the first six months of 2016, as compared to 4.5 percent of all U.S. banks.

Capital remains strong, as the Tier 1 Leverage Capital ratio is 9.76 percent of total assets, above the National average of 9.57 percent.

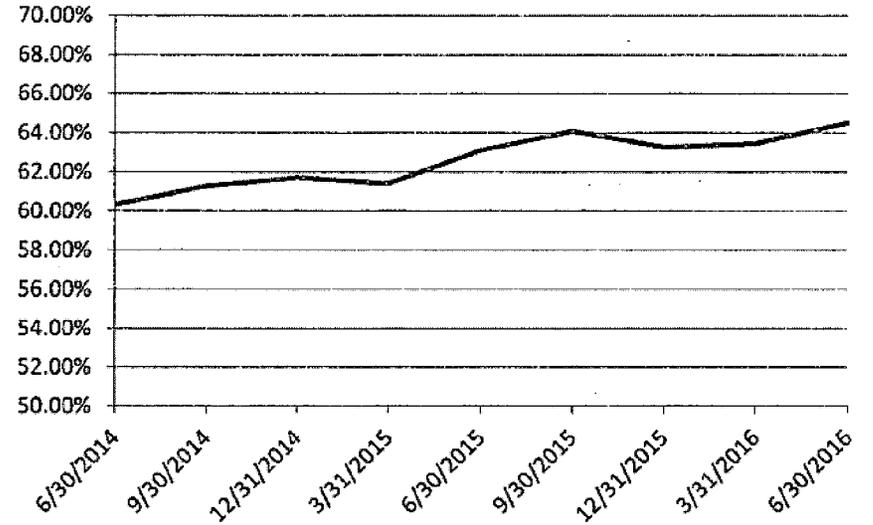
A handwritten signature in cursive script that reads "Debra Hardman".

Debra Hardman  
Acting Commissioner

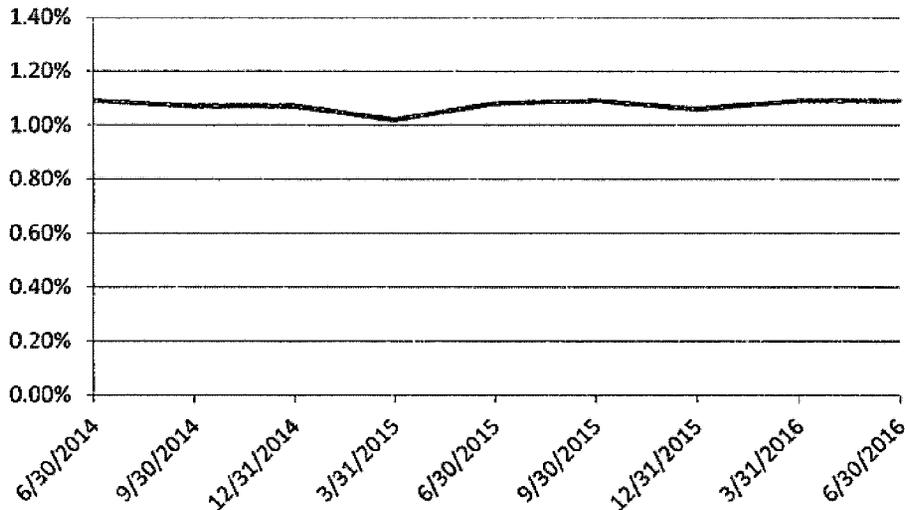
**PAST DUE LOANS TO TOTAL LOANS**



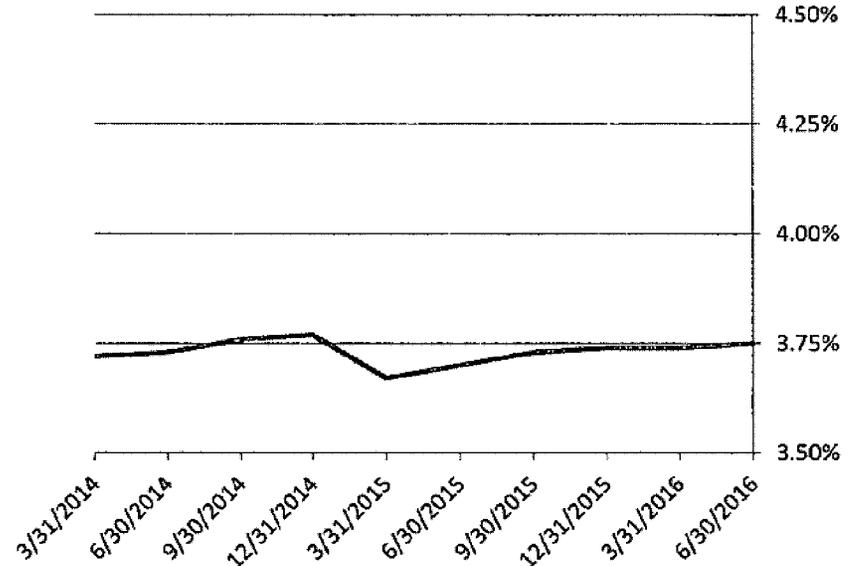
**Loans/Assets**



**RETURN ON ASSETS**



**NET INTEREST MARGIN**



**COMPARATIVE STATEMENT OF CONDITION  
STATE AND NATIONAL BANKS IN MISSOURI  
AS OF JUNE 30, 2016**

MILLIONS OF DOLLARS	6/30/2016			6/30/2015	PERCENT CHANGE
	256 STATE BANKS	16 NATIONAL BANKS	272 ALL BANKS	286 ALL BANKS	
<b>ASSETS</b>					
Cash and Due from Banks	5,602	1,066	6,668	7,462	-10.6%
Investment Securities	29,623	9,136	38,759	38,097	1.7%
Total Loans and Leases	75,360	15,025	90,385	82,703	9.3%
Less: Reserves	1,013	142	1,155	1,159	-0.3%
Federal Funds Sold	1,211	209	1,420	1,559	-8.9%
Fixed Assets	2,024	384	2,408	2,496	-3.5%
Other Real Estate	361	19	380	485	-21.6%
Intangible Assets	690	218	908	871	4.2%
Other assets	2,971	724	3,695	3,269	13.0%
<b>TOTAL ASSETS</b>	<b>\$116,829</b>	<b>\$26,639</b>	<b>\$143,468</b>	<b>\$135,783</b>	<b>5.7%</b>
<b>LIABILITIES</b>					
Total Deposits	96,246	21,592	117,838	112,067	5.1%
Deposits over 250M	4,496	788	5,284	4,643	13.8%
Brokered Deposits	10,718	513	11,231	6,716	67.2%
Federal Funds Purchased	4,281	1,885	6,166	6,344	-2.8%
Other liabilities	4,277	650	4,927	3,563	38.3%
Total Equity Capital	12,025	2,512	14,537	13,809	5.3%
<b>TOTAL LIABILITIES &amp; EQUITY CAPITAL</b>	<b>\$116,829</b>	<b>\$26,639</b>	<b>\$143,468</b>	<b>\$135,783</b>	<b>5.7%</b>
<b>EARNINGS</b>					
Interest Income	1,973	364	2,337	2,210	5.7%
Interest Expense	173	21	194	181	7.2%
Net Interest Income	1,800	343	2,143	2,029	5.6%
Provision for Loan Losses	64	15	79	57	38.6%
Net Income	625	99	724	655	10.5%
Cash Dividends	300	23	323	402	-19.7%
Net Loan Losses	42	10	52	51	2.0%

**COMPARATIVE STATEMENT OF CONDITION  
STATE BANKS AND TRUST COMPANIES IN MISSOURI  
AS OF JUNE 30, 2016**

THOUSANDS OF DOLLARS	256 BANKS 6/30/2016	262 BANKS 6/30/2015	INCREASE DECREASE()	PERCENT CHANGE
<b>ASSETS</b>				
Total Loans	\$75,359,833	\$67,494,667	\$7,865,166	11.7%
Allowance for Loan Losses	1,013,258	995,306	17,952	1.8%
Total Assets	116,828,730	106,977,271	9,851,459	9.2%
<b>LIABILITIES</b>				
Total Deposits	96,245,902	88,607,163	7,638,739	8.6%
Total Equity Capital	12,025,344	11,051,852	973,492	8.8%

OPERATING RATIOS	6/30/2016	6/30/2015	CHANGE
Equity Capital/Assets	10.29%	10.33%	-0.04%
Tangible Equity Capital/Assets	9.76%	9.78%	-0.02%
Capital and Allowance for Loan Losses/Assets	11.06%	11.16%	-0.10%
Total Loans/Assets	64.50%	63.09%	1.41%
Past Due and Nonaccrual Loans/Total Loans	1.14%	1.33%	-0.19%
Allowance for Loan Losses/Total Loans	1.34%	1.47%	-0.13%
Average Net Interest Margin	3.75%	3.70%	0.05%
Return on Assets	1.09%	1.08%	0.01%

**NOTES:**

Does not include four nondeposit trust companies.