

TEXAS BANK REPORT

Texas Department of Banking, Commissioner, Charles G. Cooper

Data as of September 30, 2013



The Texas Department of Banking wishes everyone a Happy New Year and all the best for a happy, healthy and successful 2014.

In this limited edition of the Texas Bank Report, we present the financial data on the Texas banking system as of September 30, 2013. If you have feedback or suggestions, email your comments to publications@dob.texas.gov

Charles G. Cooper
Banking Commissioner

TABLE I
Quarterly Balance Sheet and Operating Performance Ratios
for Texas State-Chartered Banks 9/30/13 Through 9/30/12

ACCOUNT DESCRIPTIONS (IN MILLIONS OF \$)	9/30/13	6/30/13	3/31/13	12/31/12	9/30/12
Number of State-Chartered Banks	283	288	288	293	296
Total Assets of State-Chartered Banks	208,785	203,295	203,846	205,610	198,470
Number of Out-of-State, State-Chartered Banks Operating in Texas	27	29	29	27	27
Total Texas Assets of Out-of-State, State-Chartered Banks Operating in Texas	43,572	40,210	40,210	38,370	38,370
Subtotal	252,357	243,505	244,056	243,980	236,840
Less: Out-of-State Branch Assets/Deposits	-44,618	-42,210	-42,210	-42,210	-42,210
**Total State Banks Operating in Texas	207,739	201,295	201,846	201,770	194,630
BALANCE SHEET (Tx. State-Chartered Banks)					
Interest-Bearing Balances	17,100	12,526	16,109	15,138	13,319
Federal Funds Sold	972	1,174	1,174	1,404	1,172
Trading Accounts	341	375	455	667	651
Securities Held-To-Maturity	14,403	14,381	13,836	13,152	9,943
Securities Available-for-Sale	41,111	41,338	42,613	42,634	45,210
Total Securities	55,855	56,094	56,904	56,453	55,804
Total Loans	117,213	116,921	113,863	115,114	111,010
Total Earning Assets	191,140	186,715	188,050	188,109	181,305
Premises and Fixed Assets	3,428	3,344	3,321	3,338	3,234
Total Assets	208,785	203,295	203,834	205,782	198,470
Demand Deposits	23,218	21,355	22,520	24,298	20,589
MMDAs	90,885	88,429	87,477	86,538	83,285
Other Savings Deposits	14,806	14,325	14,183	13,806	13,027
Total Time Deposits	35,232	34,821	35,226	35,396	36,168
Brokered Deposits	1,785	1,710	1,662	1,581	1,673
Total Deposits	172,990	167,411	168,068	169,156	161,153
Federal Funds Purchased	3,269	3,338	3,267	3,486	3,489
Other Borrowed Funds	5,677	5,796	5,420	5,767	5,785
Total Liabilities	185,953	180,710	181,143	183,170	175,802
Total Equity Capital	22,851	22,585	22,691	22,612	22,664
Loan Valuation Reserves	1,580	1,575	1,566	1,579	1,664
Total Primary Capital	24,431	24,160	24,257	24,191	24,328
Past Due Loans > 90 Days	361	356	380	385	464
Total Nonaccrual Loans	1,188	1,249	1,319	1,380	1,661
Total Other Real Estate	614	564	640	659	756
Total Charge-Offs	275	190	101	503	387
Total Recoveries	104	68	32	145	108
Net Charge-Offs	171	122	69	358	279
INCOME STATEMENT					
Total Interest Income	5,003	3,315	1,646	6,444	4,982
Total Interest Expense	442	302	155	686	544
Net Interest Income	4,561	3,013	1,491	5,758	4,438
Total Noninterest Income	2,178	1,458	703	2,159	2,080
Loan Provisions	177	120	58	255	193
Salary and Employee Benefits	2,528	1,684	833	2,854	2,423
Premises and Fixed Assets Expenses (Net)	557	368	182	679	546
All Other Noninterest Expenses	1,353	920	462	1,759	1,413
Total Overhead Expenses	4,438	2,972	1,477	5,292	4,382
Securities Gains (Losses)	45	42	27	139	103
Net Extraordinary Items	0	0	0	-2	-2
Net Income	1,656	1,085	525	1,930	1,561
Cash Dividends	872	605	283	1,457	1,022
RATIO ANALYSIS					
Loan/Deposit	67.76%	69.84%	67.75%	68.05%	68.88%
Securities/Total Assets	26.75%	27.59%	27.92%	27.43%	28.12%
Total Loans/Total Assets	56.14%	57.51%	55.86%	55.94%	55.93%
Loan Provisions/Total Loans	0.20%	0.21%	0.20%	0.22%	0.23%
LVR/Total Loans	1.35%	1.35%	1.38%	1.37%	1.50%
Net Charge-Offs/Total Loans	0.15%	0.10%	0.06%	0.31%	0.25%
Nonperforming+ORE/Total Assets	1.04%	1.07%	1.15%	1.18%	1.45%
Nonperforming+ORE/Primary Capital	8.85%	8.98%	9.64%	10.02%	11.84%
Net Interest Margin	3.17%	3.23%	3.17%	3.06%	3.26%
Gross Yield	4.57%	4.70%	4.61%	4.18%	4.73%
Return on Assets	1.05%	1.07%	1.03%	0.94%	1.05%
Return on Equity	9.64%	9.61%	9.25%	8.54%	9.16%
Overhead Exp/TA	2.83%	2.92%	2.90%	2.57%	2.94%
Equity/Total Assets	10.94%	11.11%	11.13%	10.99%	11.42%
Primary Capital/Total Assets+LVR	11.61%	11.79%	11.81%	11.67%	12.16%

*Unrealized gains/losses are already included in equity capital figures.

**Total State Banks Operating in Texas includes branches of out-of-state, state-chartered banks.

Data was derived from the FDIC website.

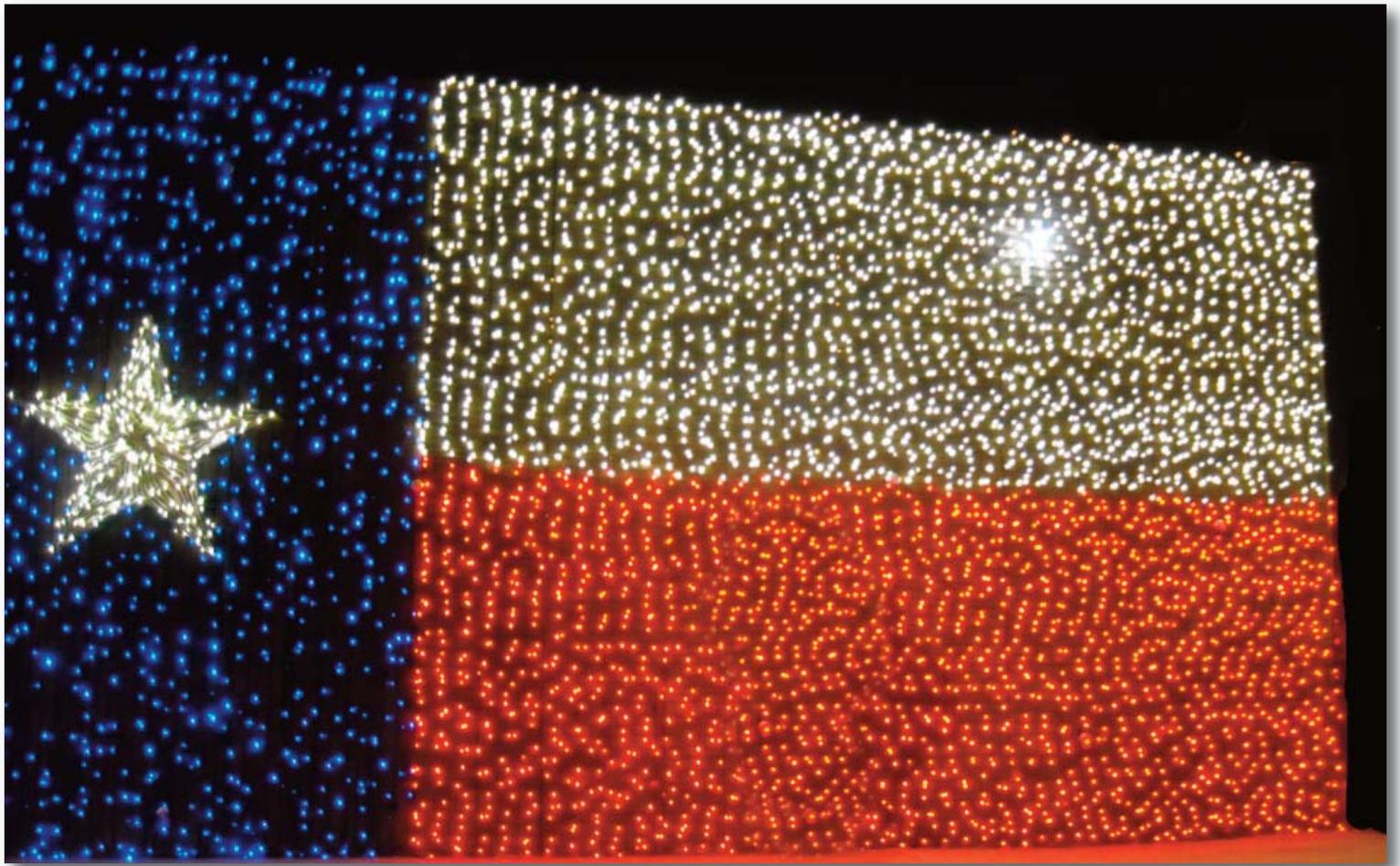
TABLE II
Comparative Statement of Condition
Commerical Banks Domiciled in Texas
September 30, 2013 and September 30, 2012

ACCOUNT DESCRIPTIONS (In Millions of \$)	9/30/2013 STATE CHARTERED		9/30/2013 NATIONAL CHARTERED		9/30/2012 ALL BANKS		9/30/2012 ALL BANKS	
		% TA		% TA		% TA		% TA
Number of banks	283		220		503		537	
BALANCE SHEET								
Interest-Bearing Balances	17,100	8.2%	9,450	6.6%	26,550	7.5%	22,595	6.5%
Federal Funds Sold	972	0.5%	13,722	9.5%	14,694	4.2%	11,849	3.4%
Trading Accounts	341	0.2%	31	0.0%	372	0.1%	696	0.2%
Securities Held-To-Maturity	14,403	6.9%	2,797	1.9%	17,200	4.9%	12,523	3.6%
Securities Available-For-Sale	41,111	19.7%	22,046	15.3%	63,157	17.9%	66,730	19.3%
Total Securities	55,855	26.8%	24,874	17.3%	80,729	22.9%	79,949	23.1%
Total Loans	117,213	56.1%	87,701	60.9%	204,914	58.1%	206,154	59.6%
Total Earning Assets	191,140	91.5%	135,747	94.3%	326,887	92.7%	320,547	92.6%
Premises & Equipment	3,428	1.6%	1,803	1.3%	5,231	1.5%	5,211	1.5%
TOTAL ASSETS	208,785	100.0%	143,919	100.0%	352,704	100.0%	345,984	100.0%
Demand Deposits	23,218	11.1%	14,755	10.3%	37,973	10.8%	33,571	9.7%
MMDAs	90,885	43.5%	51,189	35.6%	142,074	40.3%	128,876	37.2%
Other Savings Deposits	14,806	7.1%	29,749	20.7%	44,555	12.6%	49,080	14.2%
Total Time Deposits	35,232	16.9%	20,116	14.0%	55,348	15.7%	59,168	17.1%
Brokered Deposits	1,785	0.9%	4,119	2.9%	5,904	1.7%	4,086	1.2%
Total Deposits	172,990	82.9%	122,173	84.9%	295,163	83.7%	284,926	82.4%
Fed Funds Purchased	3,269	1.6%	1,372	1.0%	4,641	1.3%	4,680	1.4%
Other Borrowed Funds	5,677	2.7%	3,280	2.3%	8,957	2.5%	10,838	3.1%
TOTAL LIABILITIES	185,953	89.1%	128,010	88.9%	313,963	89.0%	280,916	81.2%
Equity Capital	22,851	10.9%	15,897	11.0%	38,748	11.0%	38,367	11.1%
Allowance for Loan/Lease Losses	1,580	0.8%	1,447	1.0%	3,027	0.9%	3,431	1.0%
Total Primary Capital	24,431	11.7%	17,344	12.1%	41,775	11.8%	41,798	12.1%
Past due >90 Days	361		322		683		862	
Nonaccrual	1,188		1,089		2,277		3,372	
Total Other Real Estate	614		259		873		1,439	
Total Charge-Offs	275		189		464		800	
Total Recoveries	104		65		169		173	
INCOME STATEMENT								
	Y-T-D		Y-T-D		Y-T-D		Y-T-D	
Total Interest Income	5,003	100.0%	3,715	100.0%	8,718	100.0%	9,031	100.0%
Total Interest Expense	442	8.8%	274	7.4%	716	8.2%	910	10.1%
Net Interest Income	4,561	91.2%	3,441	92.6%	8,002	91.8%	8,121	89.9%
Total Noninterest Income	2,178	43.5%	1,223	32.9%	3,401	39.0%	3,170	35.1%
Loan Provisions	177	3.5%	(17)	-0.5%	160	1.8%	450	5.0%
Salary & Employee Benefits	2,528	50.5%	1,441	38.8%	3,969	45.5%	3,807	42.2%
Premises & Fixed Assets (Net)	557	11.1%	336	9.0%	893	10.2%	900	10.0%
All Other Noninterest Expenses	1,353	27.0%	916	24.7%	2,269	26.0%	2,383	26.4%
Total Overhead Expenses	4,438	88.7%	2,693	72.5%	7,131	81.8%	7,090	78.5%
Securities Gains(losses)	45	0.9%	(5)	-0.1%	40	0.5%	146	1.6%
Net Extraordinary Items	0	0.0%	1	0.0%	1	0.0%	(2)	0.0%
NET INCOME	1,656	33.1%	1,449	39.0%	3,105	35.6%	2,935	32.5%
Cash Dividends	872		718		1,590		1,818	
Average ROA	1.05%		1.34%		1.17%		1.13%	
Average ROE	9.64%		12.12%		10.66%		10.17%	
Average TA (\$ Millions)	738		654		701		644	
Average Leverage	10.94%		11.05%		10.99%		11.09%	
Dividends/Net Income	52.66%		49.55%		51.21%		61.94%	

*Unrealized gains/losses are already included in equity capital figures.

Table includes only banks domiciled in Texas. Branches of out-of-state banks are not included.

Data was derived from the FDIC website.



*Texas Department of Banking
2601 North Lamar Blvd.
Austin, Texas 78705-4294
512-475-1300
512-475-1313 Fax
Toll Free: 877-276-5554
Website: www.dob.texas.gov*