



First Quarter 2010 Thrift Industry Report Graphs and Tables

May 24, 2010



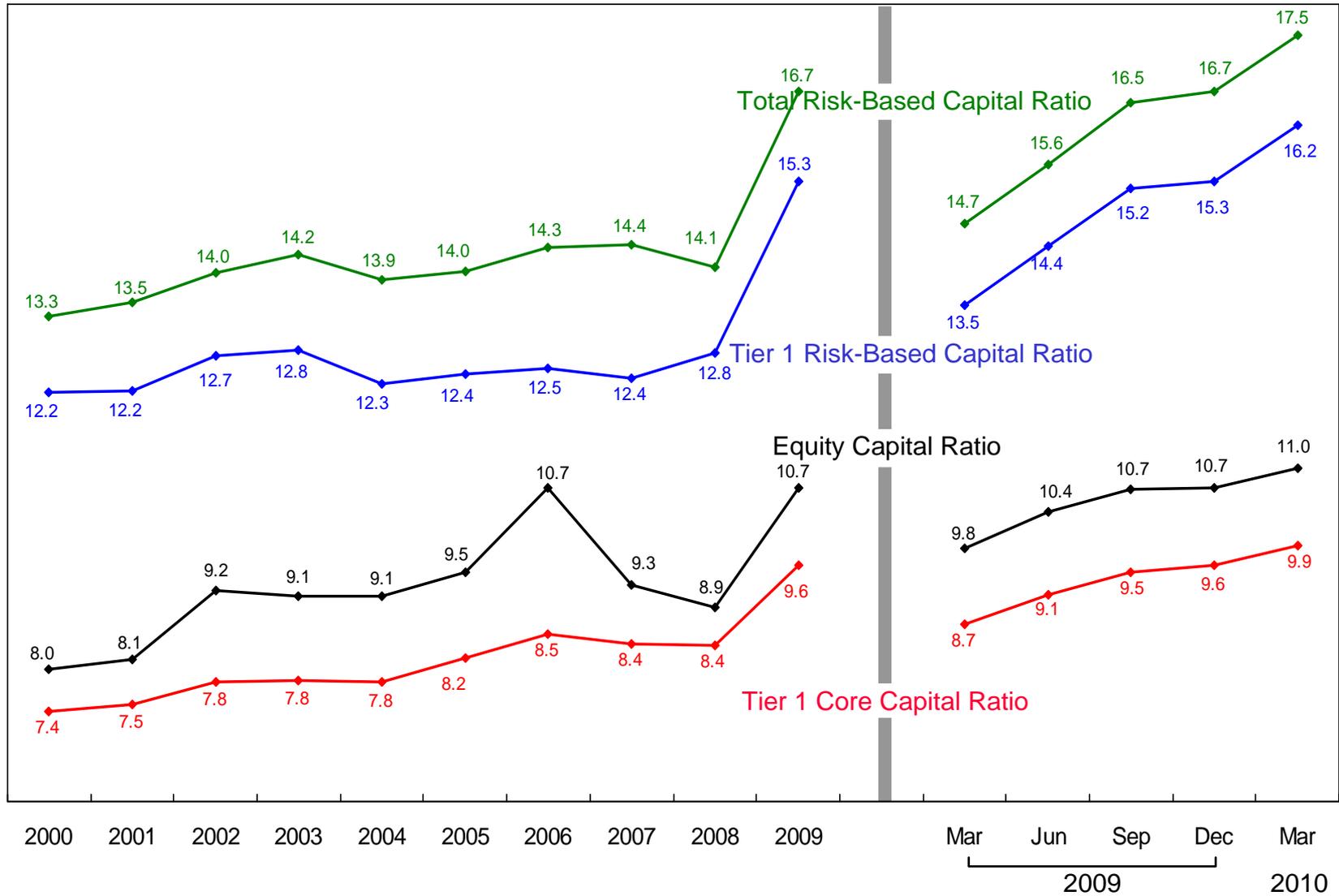
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SUMMARY

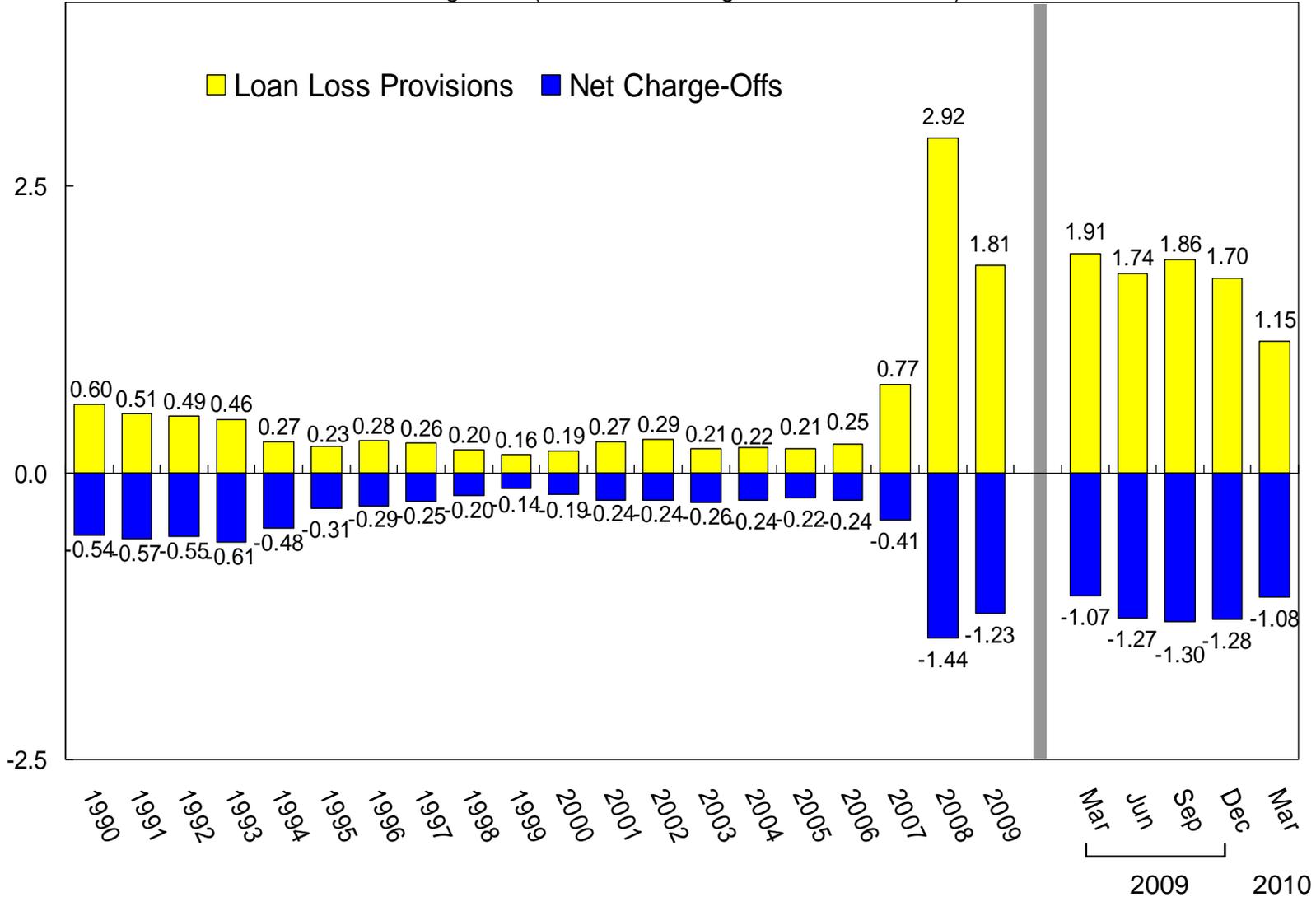
- The thrift industry reported a profit of \$1.82 billion (ROA of 0.77%) for the first quarter. This was the third consecutive profitable quarter for the industry.
- Though trending down from very high levels in 2008, loan loss provisions remained at elevated levels in the first quarter.
 - The industry added \$2.71 billion to loan loss provisions in the first quarter. This amounted to 1.15% of average assets on an annualized basis – the tenth highest amount on record.
- The need for loss provisions in upcoming quarters will largely depend on trends in employment, home prices, and the commercial real estate markets.
- Thrift fundamentals – capital, “core” earnings, and reserves, remain solid.
 - Thrift industry capital ratios reached record levels in the first quarter.
 - 97.2% of all thrifts – holding 98.3% of industry assets – reported capital exceeding “well-capitalized” regulatory standards.

CAPITAL RATIOS

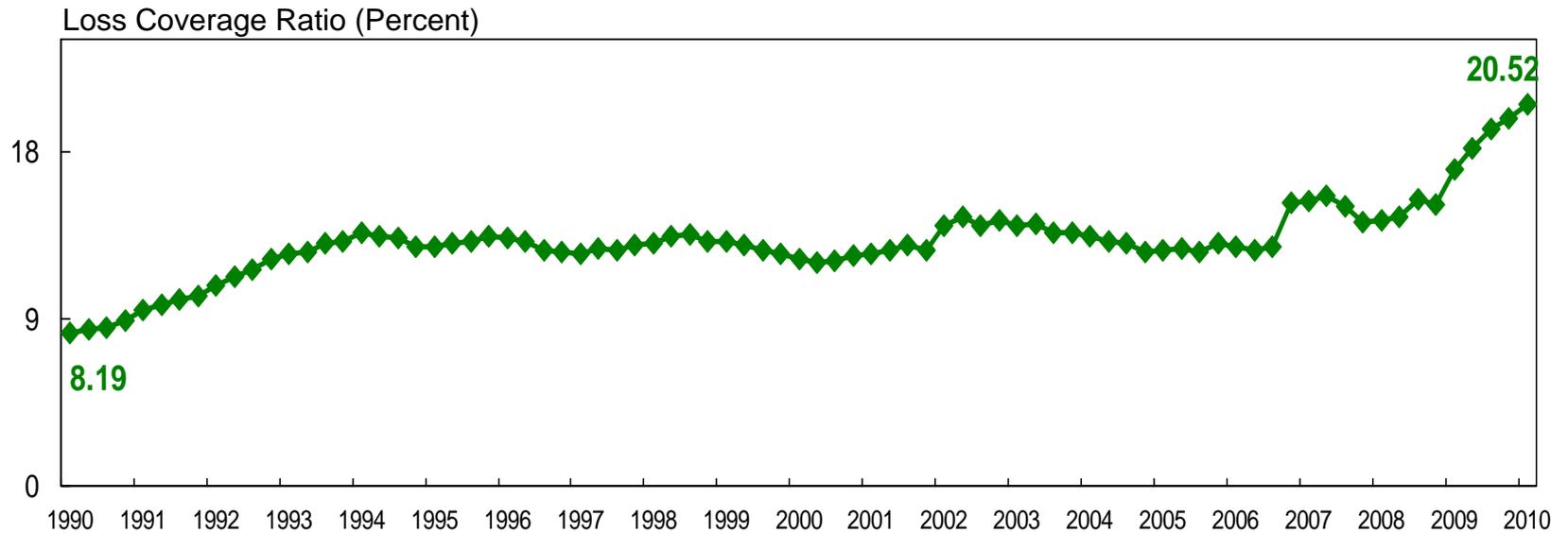
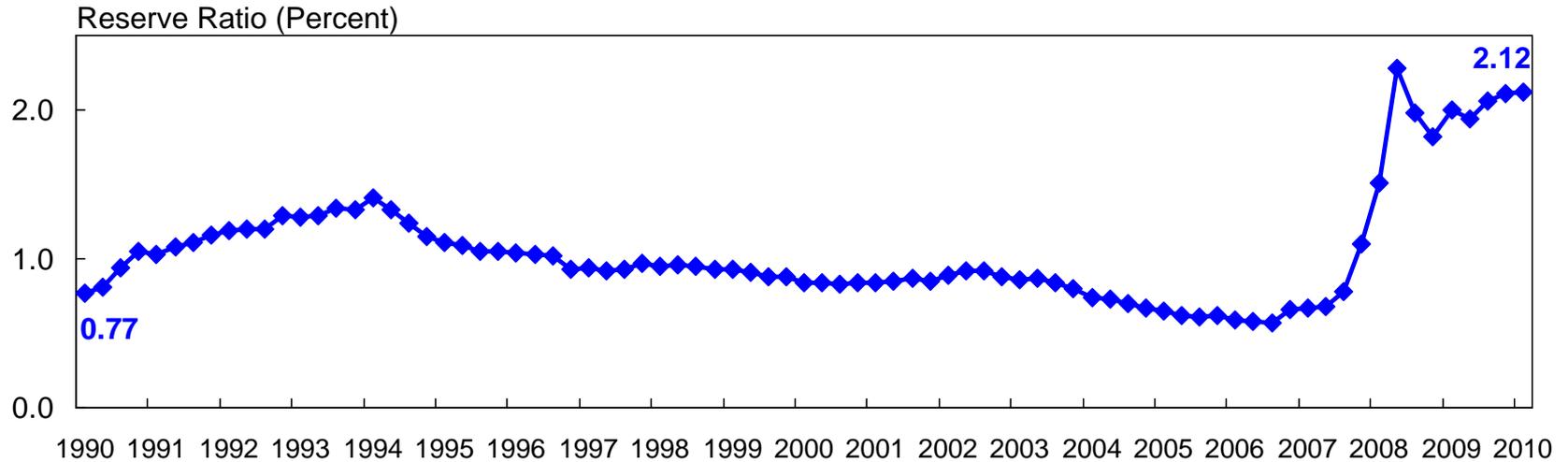


LOAN LOSS PROVISIONS AND NET CHARGE-OFFS

Loan Loss Provisions and Net Charge-Offs (Percent of Average Assets Annualized)



RESERVE AND LOSS COVERAGE RATIOS



Loss Coverage Ratio = ALLL plus capital to total loans and leases.

Reserve Ratio = ALLL to total loans and leases.

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ROA ANALYSIS

(Percent of Average Assets)	Quarter			ROA Impact ¹	
	Mar '10	Dec '09	Mar '09	Mar '10 Dec '09	Mar '10 Mar '09
Net Interest Income (Margin)	3.05	3.00	2.94	0.05	0.11
Loan Loss Provisions	1.15	1.70	1.91	0.55	0.76
Total Fee Income	1.30	1.40	1.05	-0.10	0.25
Mortgage Loan Servicing Fees & Amort.	0.12	0.12	0.08	0.00	0.04
Mortgage Loan Servicing Fees	0.18	0.17	0.16	0.01	0.02
Servicing Amortization & Adjustments	-0.06	-0.05	-0.08	-0.01	0.02
Other Fees and Charges	1.18	1.28	0.97	-0.10	0.21
Other Noninterest Income	0.64	0.56	0.21	0.08	0.43
Sale of Assets Held For Sale	0.23	0.03	0.73	0.20	-0.50
LOCOM Adjustments to AHFS	0.00	0.00	-0.03	0.00	0.03
Gains (Losses) on Financial Assets					
Carried at Fair Value	0.12	0.38	-0.04	-0.26	0.16
Other	0.29	0.15	-0.46	0.14	0.75
Noninterest Expense	2.66	2.89	2.57	0.23	-0.09
Goodwill Amortization & Charges	0.04	0.07	0.08	0.03	0.04
Taxes	0.43	0.18	0.24	-0.25	-0.19
Net Income (ROA)	0.77	0.19	-0.53	0.58	1.30

¹ Negative values reduced ROA.

Data are annualized. Numbers may not sum due to rounding.

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FINANCIAL FUNDAMENTALS

(Percent of Average Assets Unless Noted)	YTD 2010	Avg. 2001- 2009	Year								
			2009	2008	2007	2006	2005	2004	2003	2002	2001
Operating Income Components:											
Net Interest Income (Margin)	3.05	2.87	3.02	2.82	2.69	2.73	2.81	2.89	2.90	3.06	2.89
Total Fee Income	1.30	1.01	1.24	1.23	1.22	1.15	1.22	1.03	0.87	0.47	0.64
Total Operating Income	4.35	3.87	4.25	4.05	3.91	3.88	4.03	3.92	3.77	3.53	3.53
Total Operating Expense	2.62	2.49	2.55	2.76	2.54	2.54	2.45	2.52	2.40	2.32	2.30
Net Operating Income before Taxes and Provisions	1.72	1.39	1.70	1.29	1.37	1.34	1.58	1.40	1.37	1.21	1.23
Loan Loss Provision Expense	1.15	0.77	1.81	2.92	0.77	0.25	0.21	0.22	0.21	0.29	0.27
Capital Measures:											
Tier 1 Core Capital Ratio	9.86	8.20	9.56	8.35	8.36	8.52	8.15	7.80	7.82	7.80	7.46
Tier 1 Risk Based Capital Ratio	16.19	12.82	15.33	12.75	12.36	12.52	12.43	12.28	12.80	12.70	12.19
Total Risk Based Capital Ratio	17.53	14.33	16.69	14.05	14.39	14.33	13.98	13.85	14.23	13.96	13.51
Equity Capital (Percent to Total Assets)	11.02	9.40	10.72	8.93	9.26	10.72	9.45	9.08	9.09	9.18	8.13
Tangible Common Equity Capital Ratios (Percent of Tangible Assets)	9.44	7.34	9.13	7.16	7.16	7.56	7.34	7.16	7.10	7.16	6.33
(Percent of Risk-Weighted Assets)	15.54	11.52	14.73	10.88	10.72	11.32	11.35	11.32	11.54	11.61	10.25
Loss Reserves:											
ALLL Balance (Percent to Total Assets)	1.27	0.72	1.28	1.22	0.78	0.48	0.47	0.51	0.57	0.60	0.58

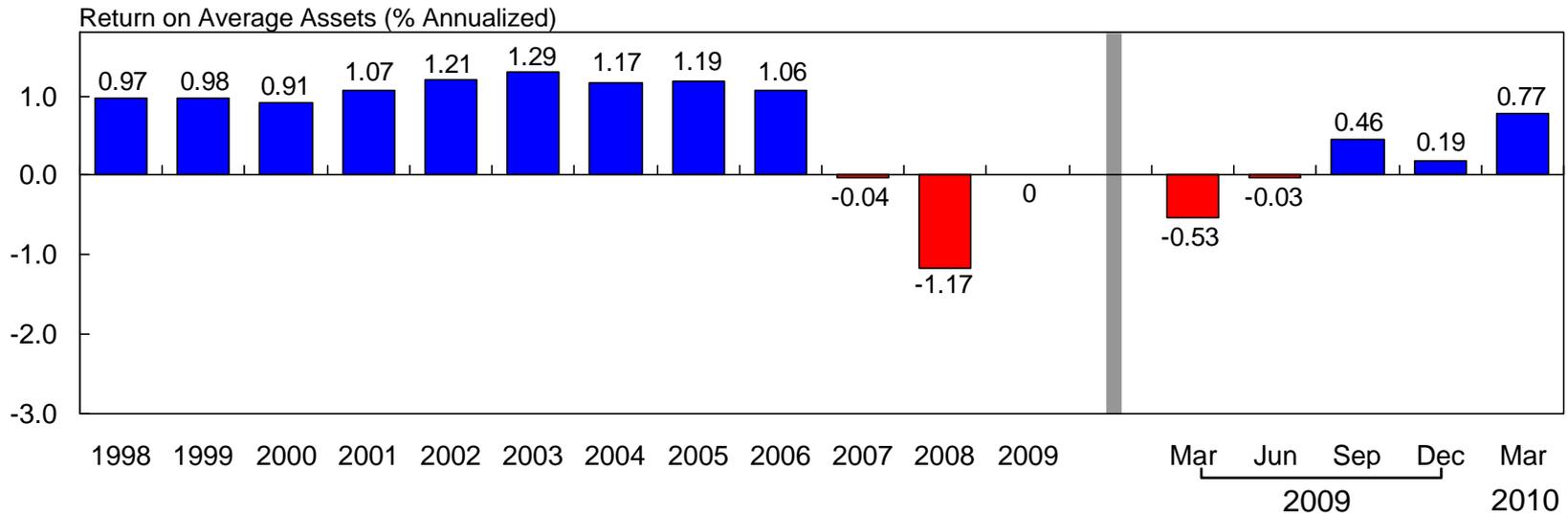
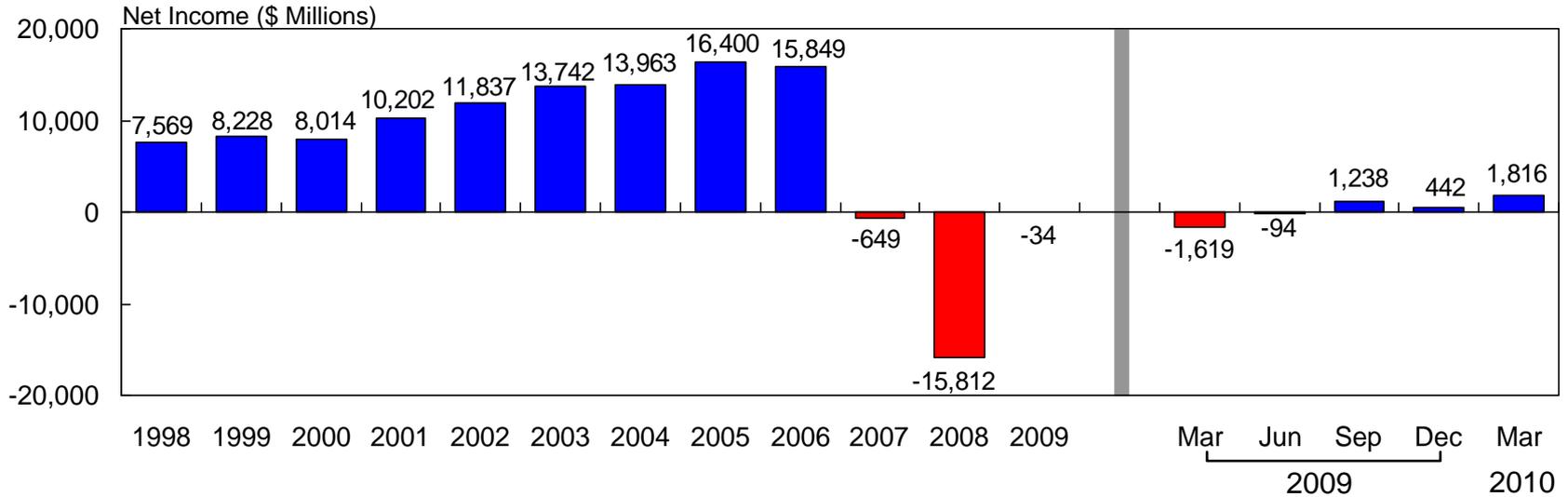
Total Operating Expense is Noninterest Expense excluding Goodwill Expense and nonoperating gains/charges.

Tangible Common Equity Capital is Common Stock, Retained Earnings, and Accumulated Other Comprehensive Income (Losses) less all Intangible Assets.

Numbers may not sum due to rounding.

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EARNINGS AND PROFITABILITY



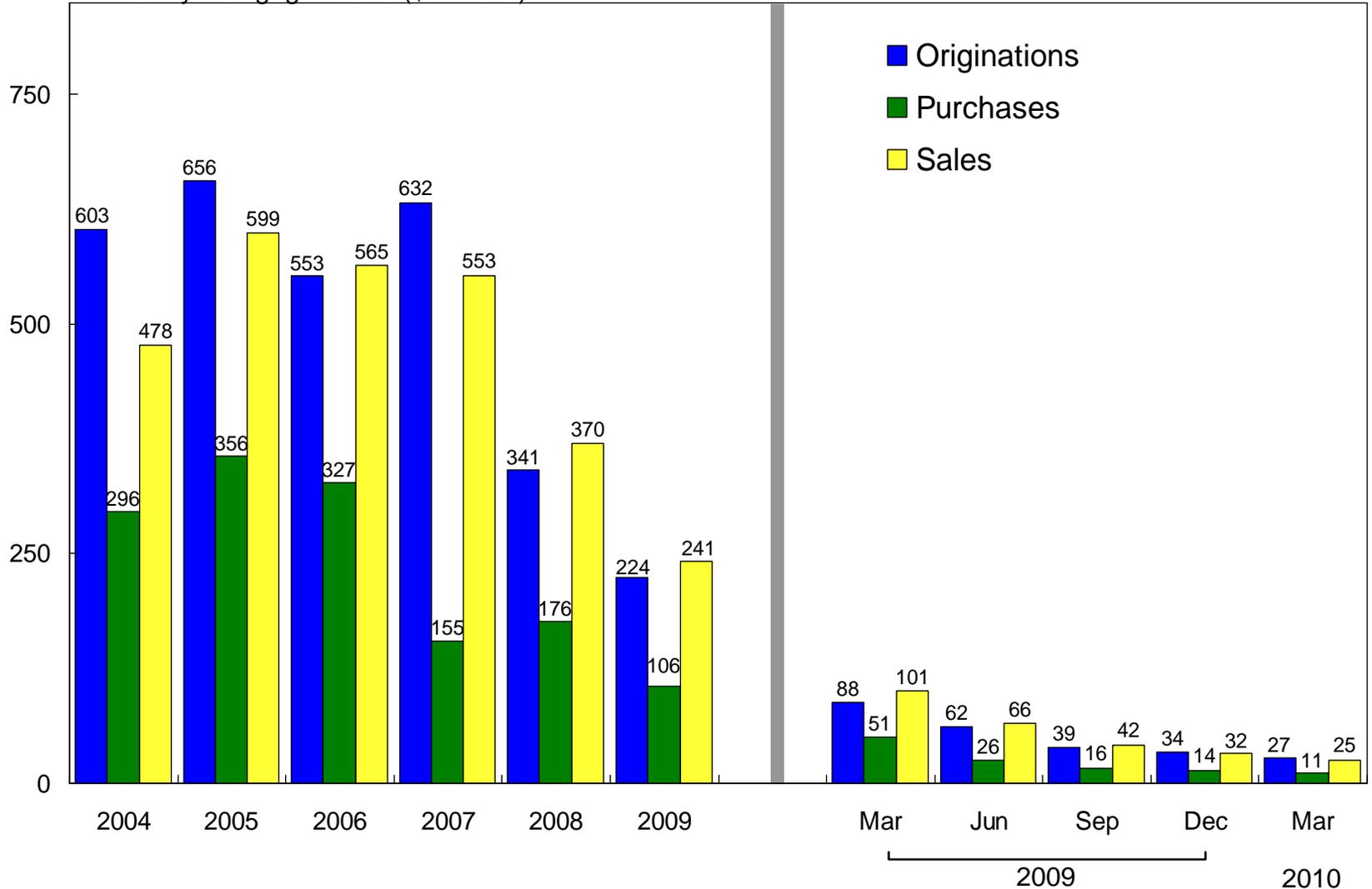
ASSETS AND LIABILITIES COMPOSITION

	Mar 2010		Dec 2009		Mar 2009		Growth Rates	
	\$ Bil	% TA	\$ Bil	% TA	\$ Bil	% TA	Mar '10	Mar '10
							Dec '09	Mar '09
							% Ann.	%
Total Assets	949.8	100.0	942.5	100.0	1,224.5	100.0	3.1	(22.4)
Total Loans	578.1	60.9	582.9	61.8	812.6	66.4	(3.3)	(28.9)
1-4 Family Mortgage Loans	330.5	34.8	334.4	35.5	528.5	43.2	(4.7)	(37.5)
Home Equity Lines of Credit	45.2	4.8	45.7	4.8	65.6	5.4	(4.7)	(31.1)
Construction & Land Loans	22.2	2.3	24.7	2.6	39.5	3.2	(40.9)	(43.7)
Multifamily Loans	31.6	3.3	31.1	3.3	34.6	2.8	6.8	(8.6)
Nonresidential Loans	68.7	7.2	68.2	7.2	71.4	5.8	2.7	(3.8)
Commercial Loans / Small Business	51.1	5.4	51.0	5.4	63.6	5.2	0.9	(19.7)
Consumer Loans	74.1	7.8	73.5	7.8	75.1	6.1	3.4	(1.2)
Allowance for Loan and Lease Losses	(12.1)	(1.3)	(12.1)	(1.3)	(16.0)	(1.3)	(0.4)	(24.7)
Repossessed Assets	4.9	0.5	4.6	0.5	4.2	0.3	31.6	16.6
Mortgage Backed Securities	145.6	15.3	140.8	14.9	151.8	12.4	13.6	(4.1)
Cash and Liquid Investments	115.3	12.1	104.8	11.1	110.4	9.0	40.0	4.4
Other Investment Securities	46.6	4.9	49.5	5.2	68.3	5.6	(23.4)	(31.8)
Total Liabilities and Capital	949.8	100.0	942.5	100.0	1,224.5	100.0	3.1	(22.4)
Total Liabilities	845.2	89.0	841.5	89.3	1,104.6	90.2	1.7	(23.5)
Total Deposits and Escrows	667.0	70.2	658.9	69.9	752.4	61.4	4.9	(11.4)
FHLBank Advances	85.8	9.0	89.1	9.4	195.2	15.9	(14.6)	(56.1)
Other Borrowings	76.1	8.0	77.4	8.2	134.7	11.0	(7.1)	(43.5)
Other Liabilities	16.5	1.7	16.3	1.7	23.1	1.9	5.4	(28.4)
Equity Capital	104.7	11.0	101.1	10.7	120.0	9.8	14.3	(12.7)

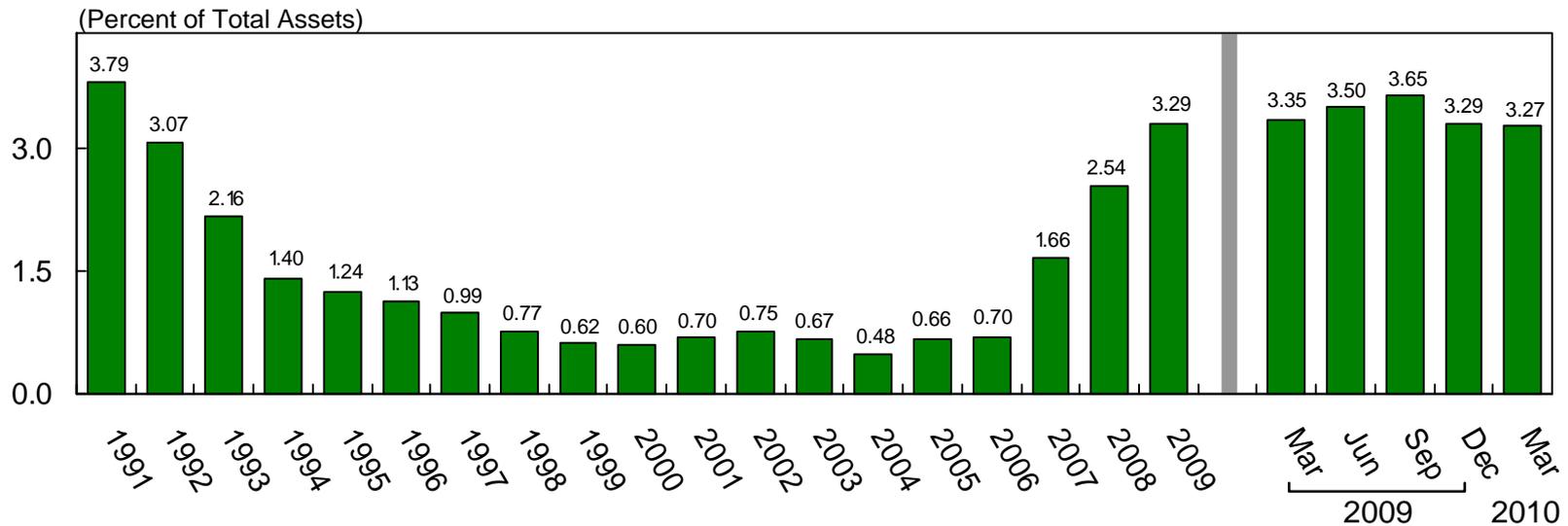
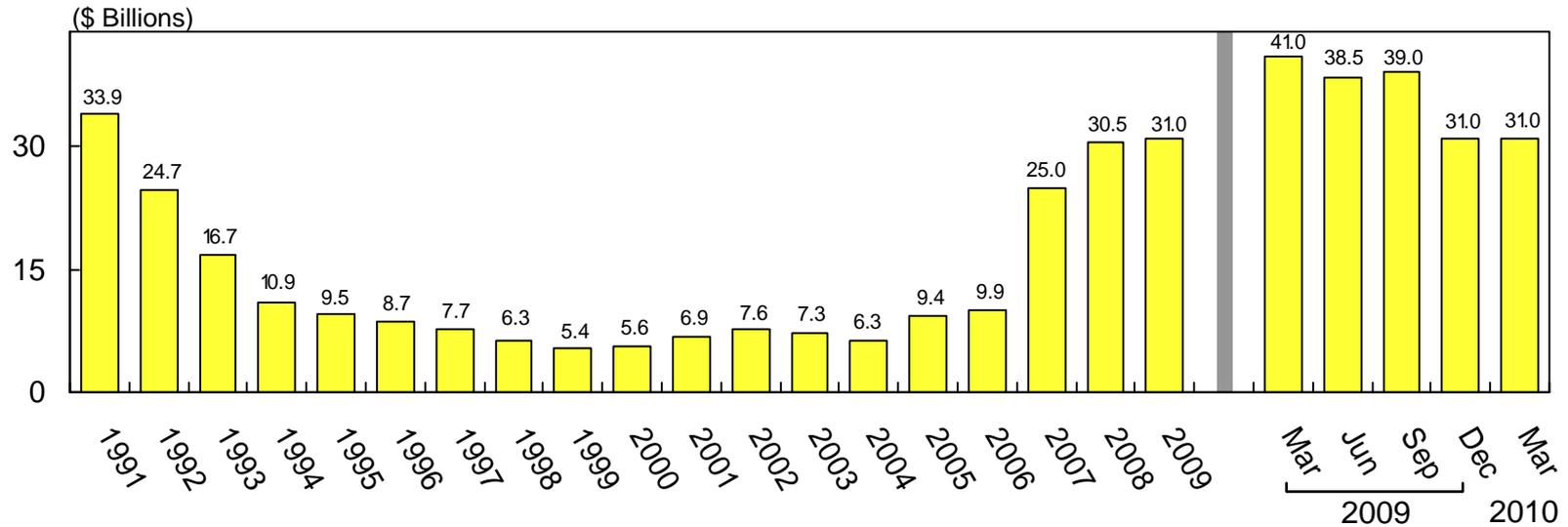
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1-4 FAMILY ORIGINATIONS, PURCHASES, AND SALES

1-4 Family Mortgage Loans (\$ Billions)



TROUBLED ASSETS

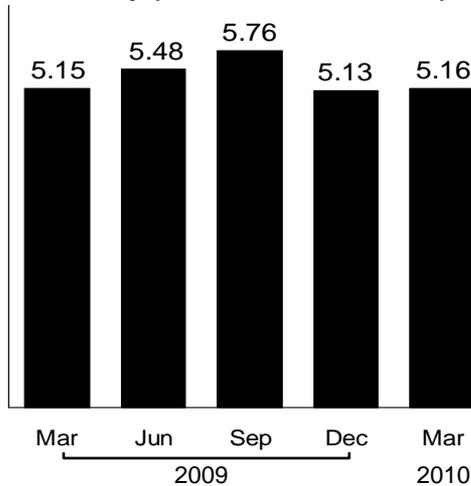


Troubled Assets include noncurrent (90 days or more past due or in nonaccrual status) loans and repossessed assets.
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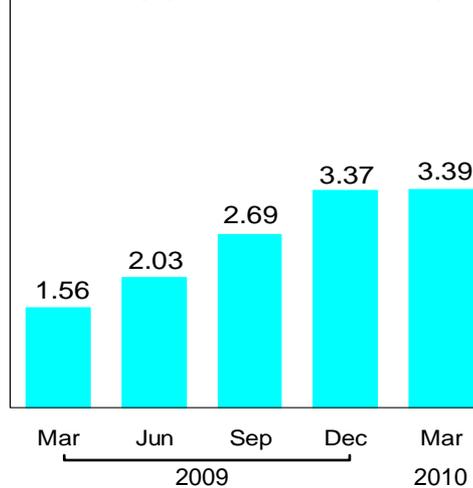
NONCURRENT LOANS – FIVE QUARTERS

Percent of Loan Type

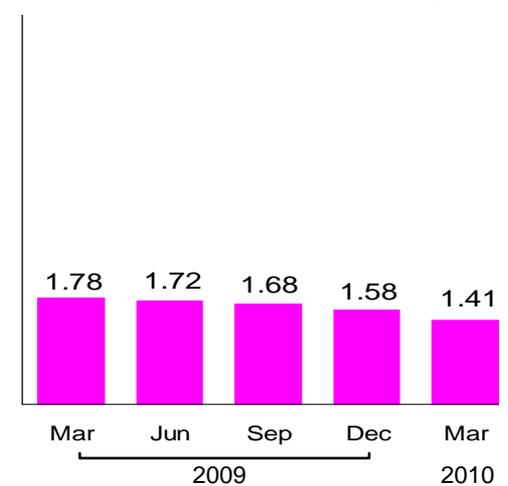
1-4 Family (34.8% of Thrift Assets)



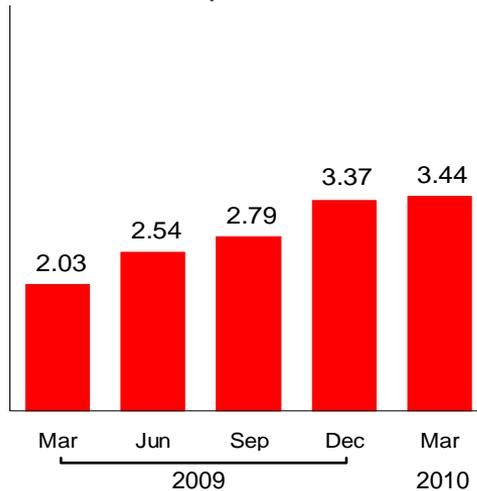
Multifamily (3.3% of Thrift Assets)



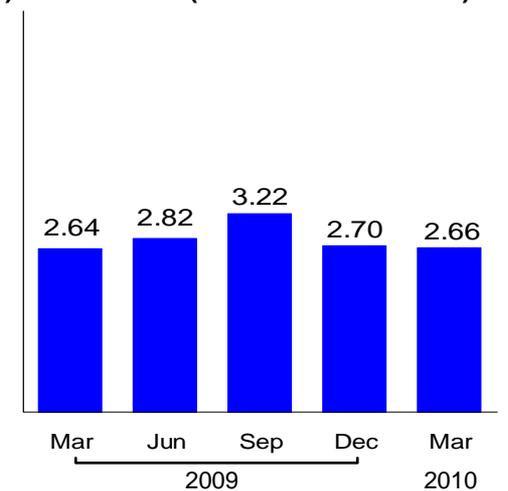
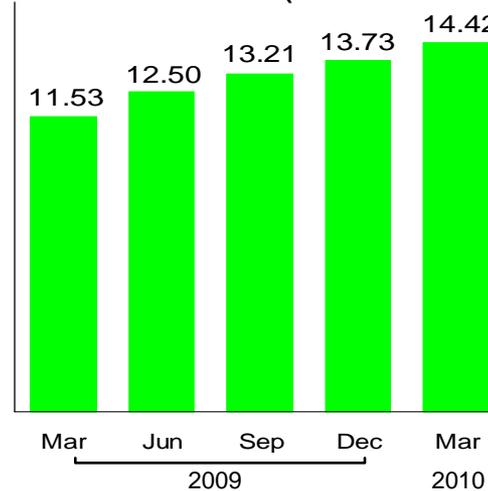
Consumer (7.8% of Thrift Assets)



Nonresidential (7.2% of Thrift Assets)



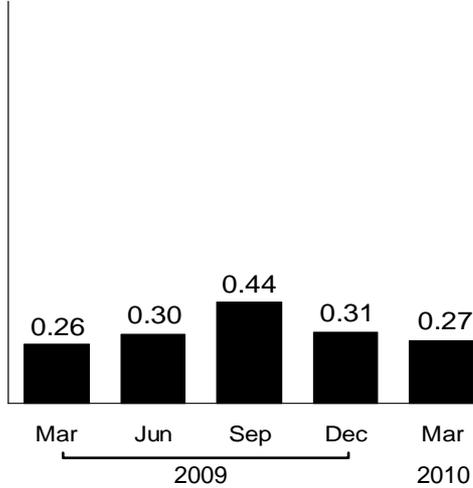
Construction & Land (2.3% of Thrift Assets) Commercial (5.4% of Thrift Assets)



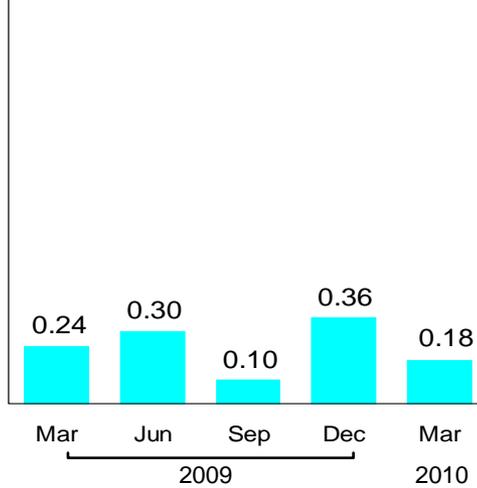
NET CHARGE-OFFS

Percent of Loan Type

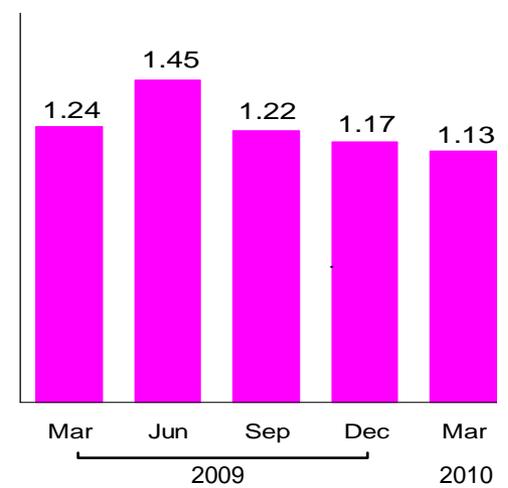
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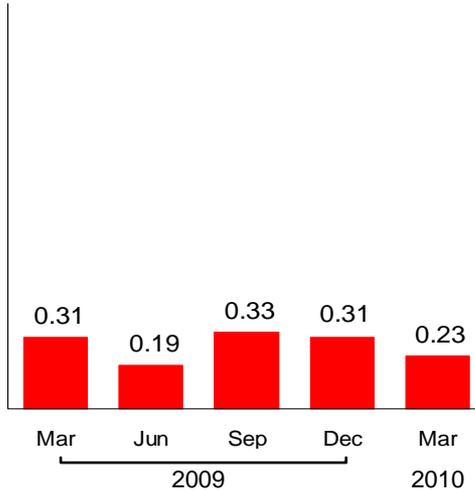
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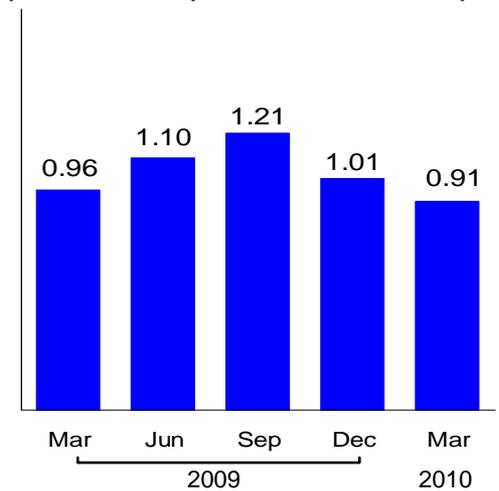
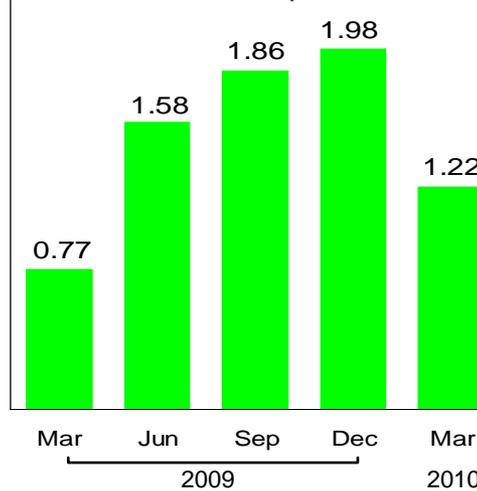
Consumer (7.8% of Thrift Assets)



Nonresidential (7.2% of Thrift Assets)



Construction & Land (2.3% of Thrift Assets) Commercial (5.4% of Thrift Assets)



NUMBER OF PROBLEM THRIFTS

(Thrifts with Composite CAMELS Ratings of 4 or 5 at End of Period)

