



# **Second Quarter 2003 Thrift Industry Report**

## **Graphs and Tables**

August 20, 2003



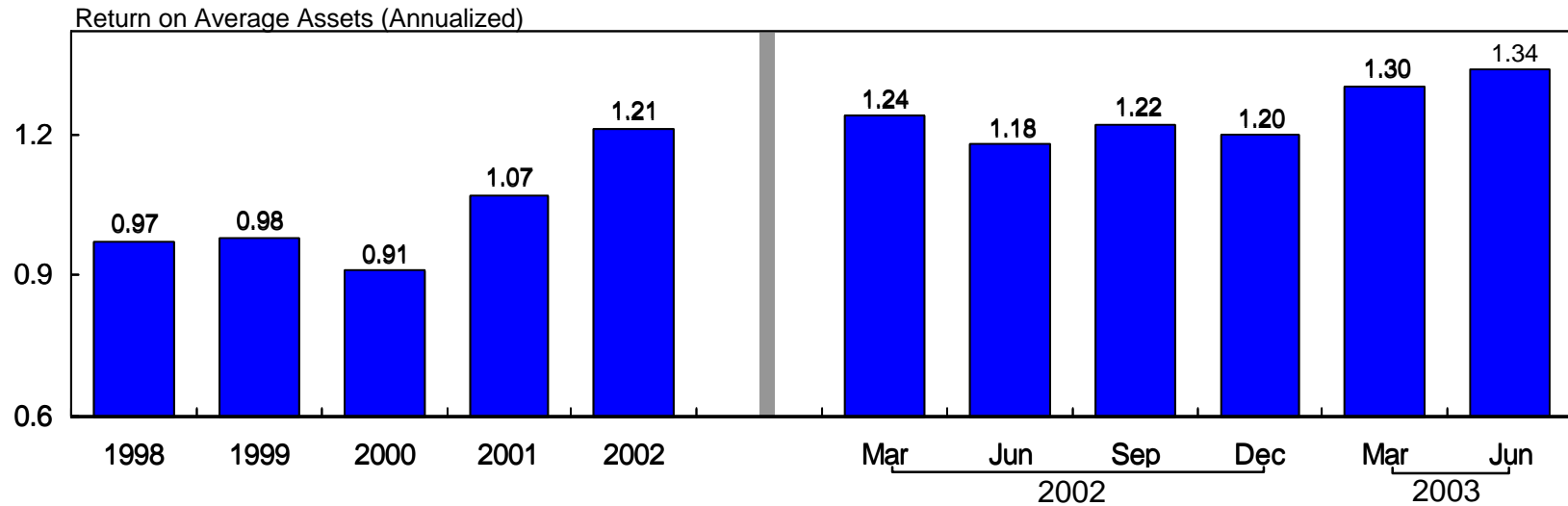
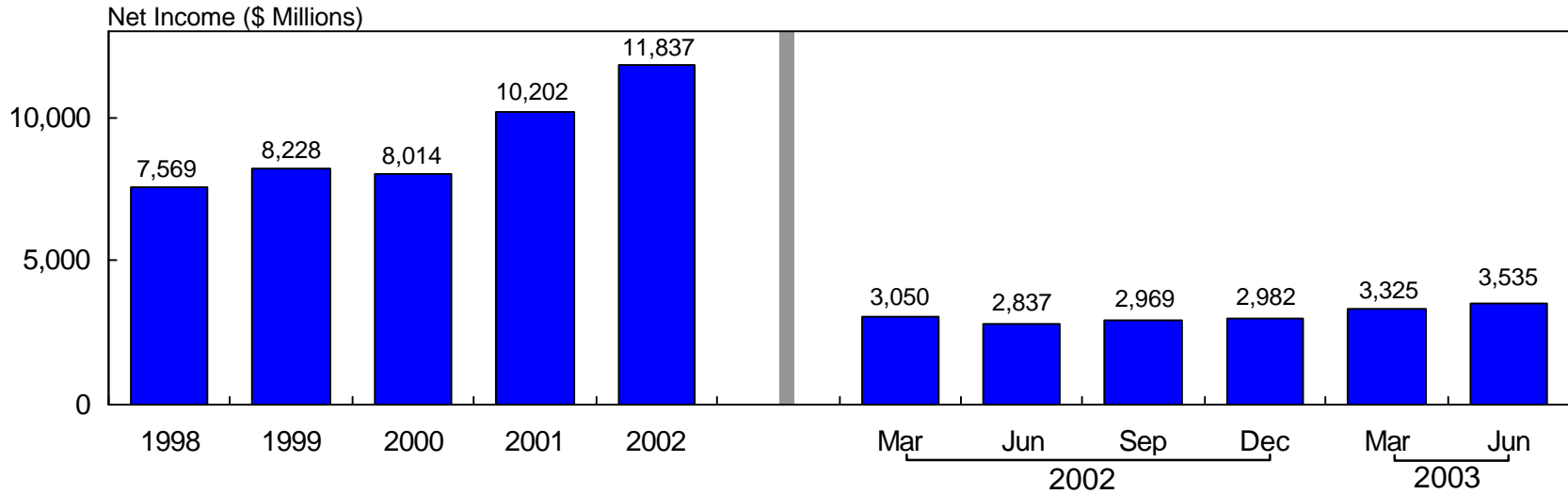
## Second Quarter 2003 Index of Charts

● Performance	1
● Earnings and Profitability	2
● ROA Analysis	3
● Treasury Yield Curves	4
● 1-4 Family Originations and Sales	5
● Assets and Liabilities Composition	6
● Capital Ratios	7
● Troubled Assets	8
● Noncurrent Loans	9
● Noncurrent Loans - Five Quarters	10
● Loans 30 - 89 Days Past Due	11
● Loans 30 - 89 Days Past Due - Five Quarters	12
● Loss Provisions, Net Charge-Offs, and Loss Allowances	13
● Coverage and Reserve Ratios	14
● Number and Assets of Problem Thrifts	15
● Number and Assets of 3-Rated Thrifts	16
● Number and Assets	17

## PERFORMANCE

	Quarter		
	Jun '03	Mar '03	Jun '02
Net Income ( <i>\$ Billions</i> )	3.54	3.33	2.84
Return on Average Assets (%)	1.34	1.30	1.18
Return on Average Equity (%)	14.72	14.23	13.16
Net Interest Margin (%)	2.94	2.99	3.11
Total Mortgage Originations ( <i>\$ Billions</i> )	215.07	176.18	109.25
Equity Capital (% <i>Total Assets</i> )	9.15	9.07	9.15
Troubled Assets (% <i>Total Assets</i> )	0.69	0.72	0.70

# EARNINGS AND PROFITABILITY



## ROA ANALYSIS

(Percent of Average Assets)	Quarter			ROA Impact <sup>1</sup>	
	Jun '03	Mar '03	Jun '02	Jun '03 Mar '03	Jun '03 Jun '02
Net Income (ROA)	1.34	1.30	1.18	0.04	0.16
Net Interest Income (Margin)	2.94	2.99	3.11	<b>-0.05</b>	<b>-0.17</b>
Loss Prov. - Int. Bear. Assets	0.25	0.26	0.35	0.01	0.10
Total Fee Income	0.55	0.66	0.37	<b>-0.11</b>	0.18
Mortgage Loan Servicing Fees	-0.39	-0.24	-0.47	<b>-0.15</b>	0.08
Other Fees and Charges	0.94	0.90	0.84	0.04	0.10
Other Noninterest Income <sup>2</sup>	1.30	0.98	1.07	0.32	0.23
Noninterest Expense	2.45	2.35	2.38	<b>-0.10</b>	<b>-0.07</b>
Taxes	0.75	0.72	0.63	<b>-0.03</b>	<b>-0.12</b>

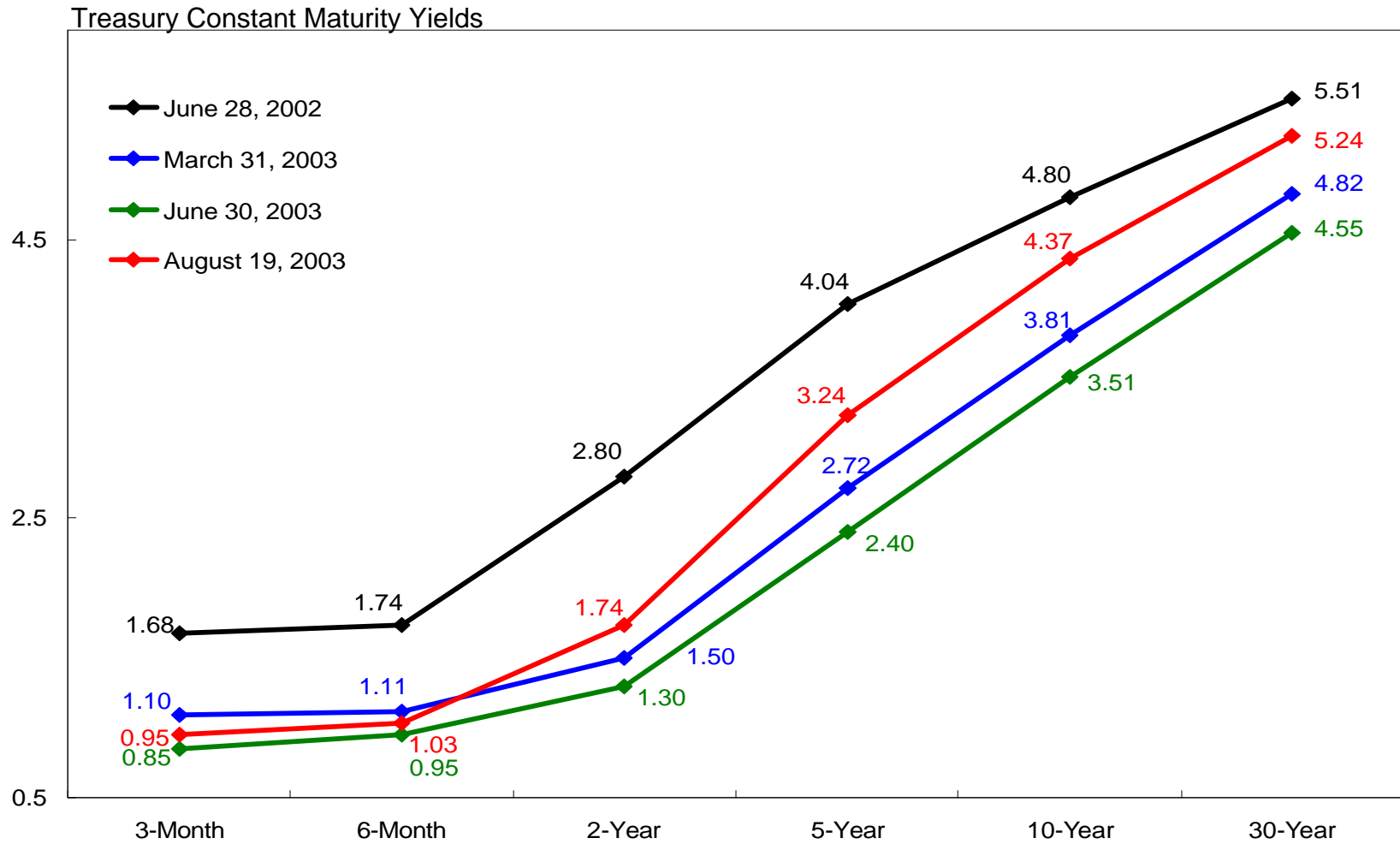
<sup>1</sup> Negative values reduced ROA.

<sup>2</sup> Other Noninterest Income primarily includes sales of assets, dividends on FHLB stock, and income from leasing office space.

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

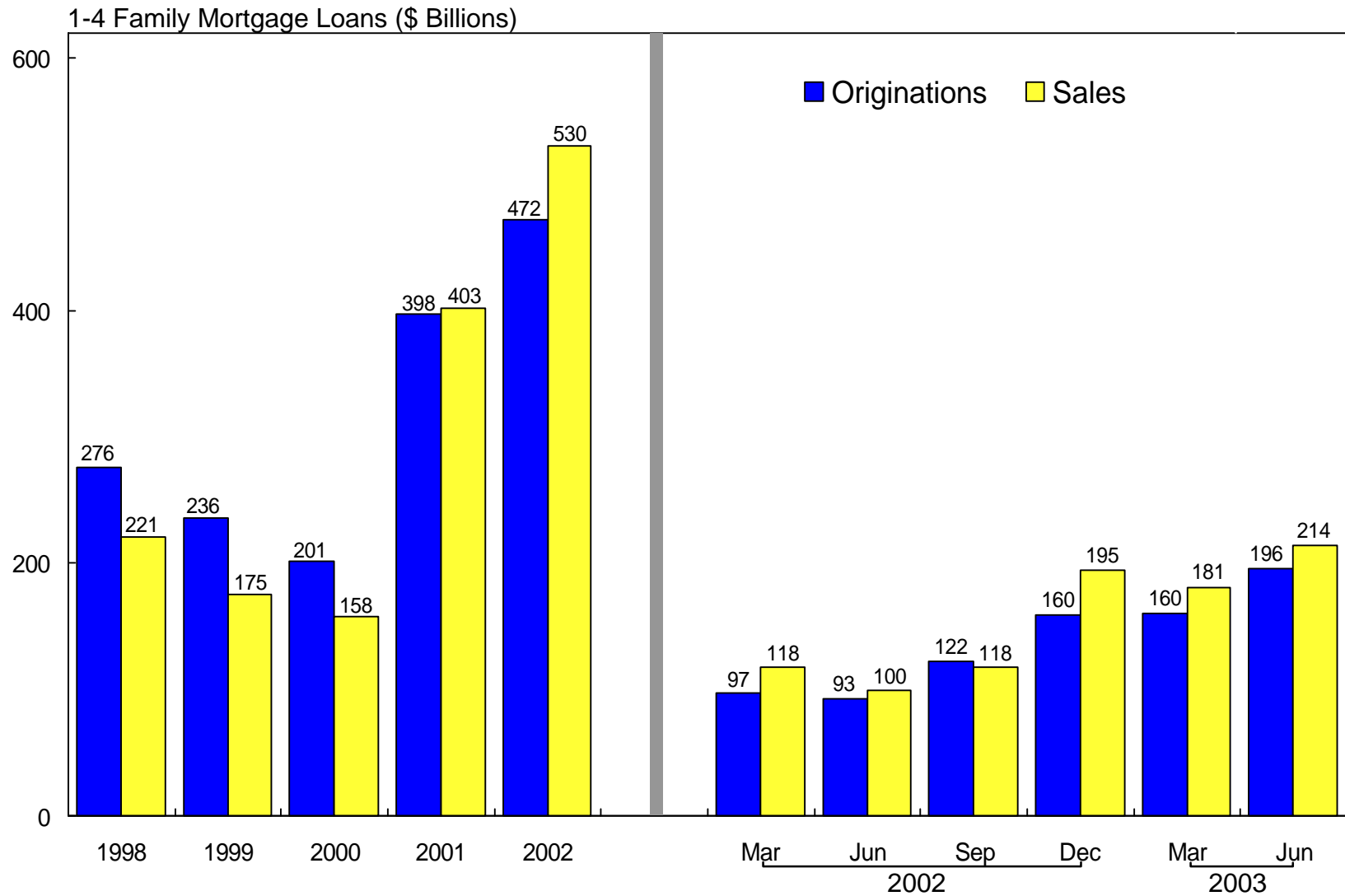
Office of Thrift Supervision / August 2003

# TREASURY YIELD CURVES



Source: Bloomberg.  
Office of Thrift Supervision / August 2003

# 1-4 FAMILY ORIGINATIONS AND SALES



# ASSETS AND LIABILITIES COMPOSITION

	Jun 2003		Mar 2003		Jun 2002		Growth Rates	
	\$ Bil	% TA	\$ Bil	% TA	\$ Bil	% TA	Jun '03	Jun '03
							Mar '03	Jun '02
							%*	%
Total Assets	1,064.7	100.0	1,047.5	100.0	964.4	100.0	6.5	10.4
Total Loans	739.8	69.5	727.3	69.4	655.8	68.0	6.8	12.8
1-4 Family Mortgage Loans	516.5	48.5	511.4	48.8	449.4	46.6	4.0	14.9
Construction & Land Loans	28.7	2.7	28.5	2.7	28.5	3.0	3.8	1.0
Multifamily Loans	50.6	4.8	48.4	4.6	45.9	4.8	18.3	10.2
Nonresidential Loans	45.8	4.3	45.2	4.3	41.1	4.3	4.6	11.3
Commercial Loans / Small Business	30.9	2.9	30.7	2.9	28.4	2.9	3.3	9.0
Consumer Loans	67.3	6.3	63.2	6.0	62.5	6.5	26.1	7.6
Mortgage Pool Securities	93.6	8.8	94.5	9.0	84.7	8.8	-4.0	10.5
Investment Securities	138.5	13.0	136.5	13.0	144.1	14.9	6.0	-3.9
Mortgage Derivatives	54.5	5.1	55.9	5.3	53.8	5.6	-10.4	1.2
<b>Total Liabilities and Capital</b>	<b>1,064.7</b>	<b>100.0</b>	<b>1,047.5</b>	<b>100.0</b>	<b>964.4</b>	<b>100.0</b>	<b>6.5</b>	<b>10.4</b>
Total Liabilities	967.2	90.8	952.5	90.9	876.2	90.9	6.2	10.4
Total Deposits	617.1	58.0	608.8	58.1	564.5	58.5	5.5	9.3
Deposits Less Than \$100,000	407.6	38.3	410.5	39.2	405.1	42.0	-2.9	0.6
Deposits Greater Than \$100,000	209.6	19.7	198.3	18.9	159.4	16.5	22.9	31.5
Escrows	43.8	4.1	39.2	3.7	16.6	1.7	47.6	163.7
FHLBank Advances	164.2	15.4	171.3	16.3	179.7	18.6	-16.6	-8.6
Other Borrowings	118.5	11.1	108.7	10.4	97.3	10.1	35.7	21.7
Other Liabilities	23.6	2.2	24.6	2.3	18.1	1.9	-15.6	30.5
<b>Equity Capital</b>	<b>97.5</b>	<b>9.2</b>	<b>95.0</b>	<b>9.1</b>	<b>88.2</b>	<b>9.1</b>	<b>10.2</b>	<b>10.5</b>

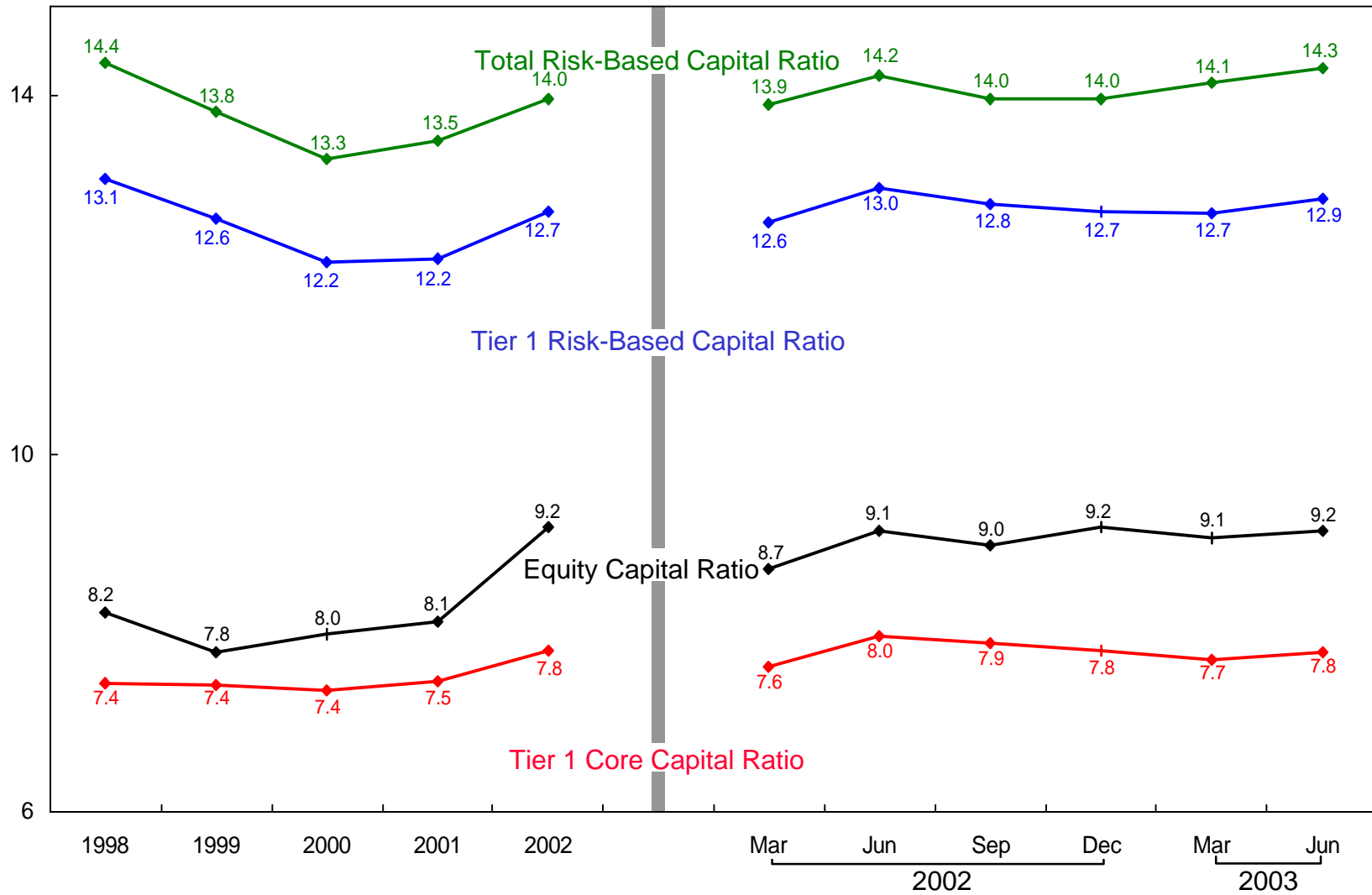
\* Annualized.

Numbers may not sum due to rounding.

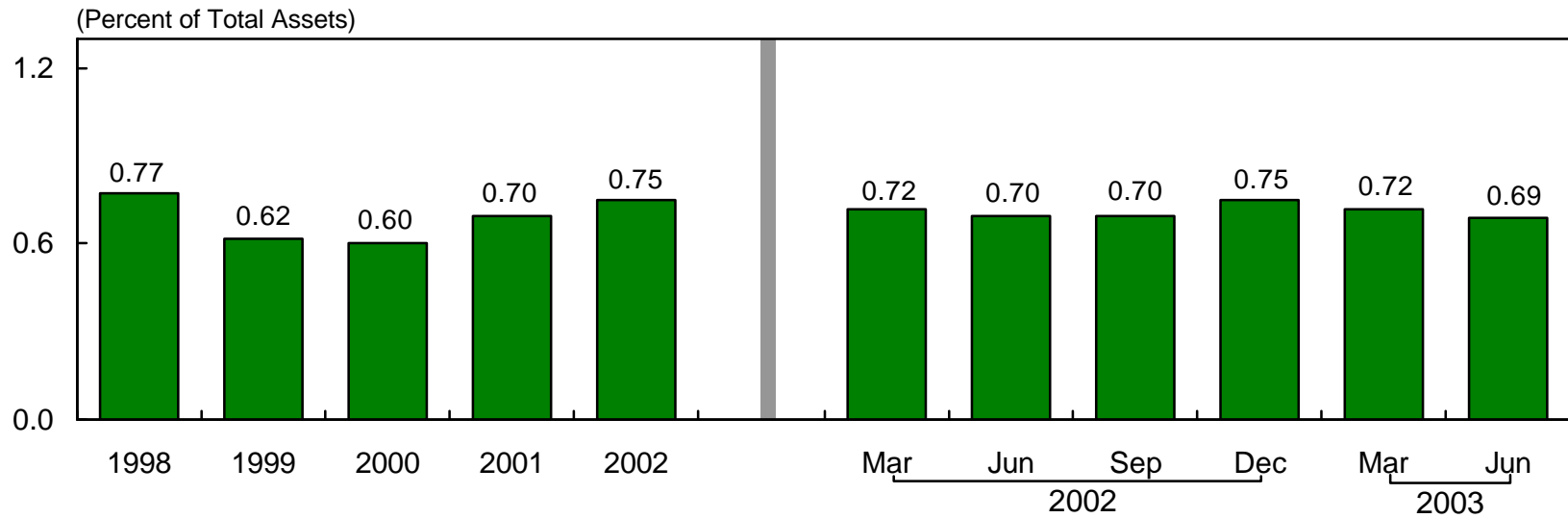
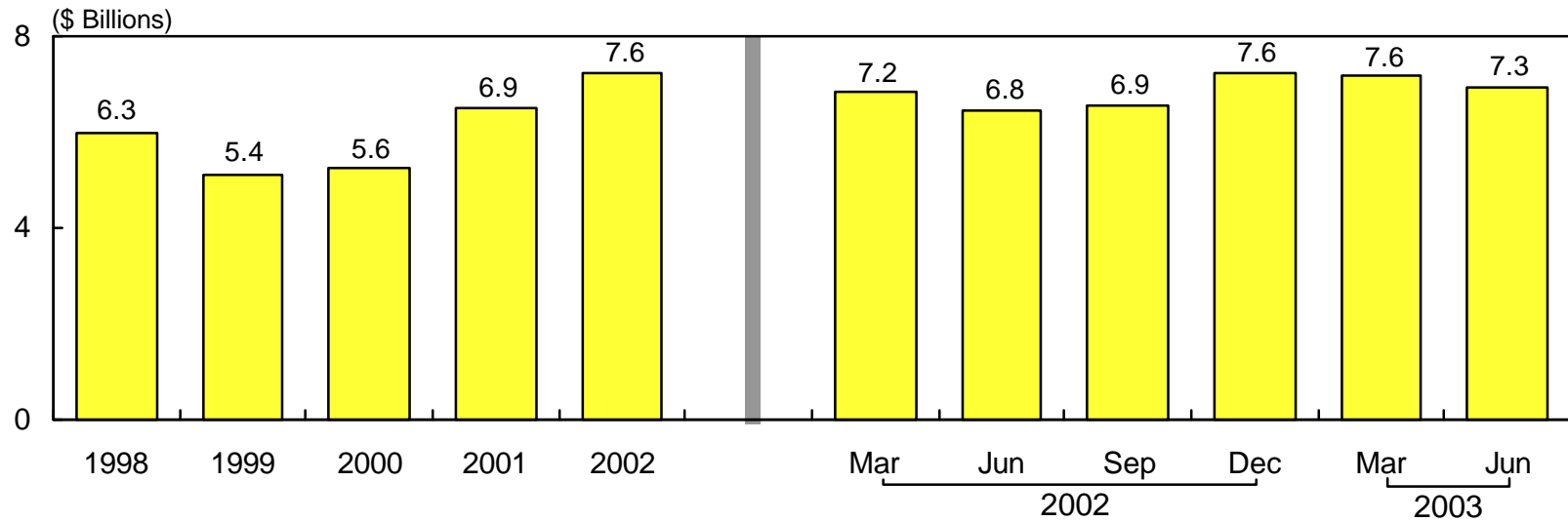
Office of Thrift Supervision / August 2003



# CAPITAL RATIOS

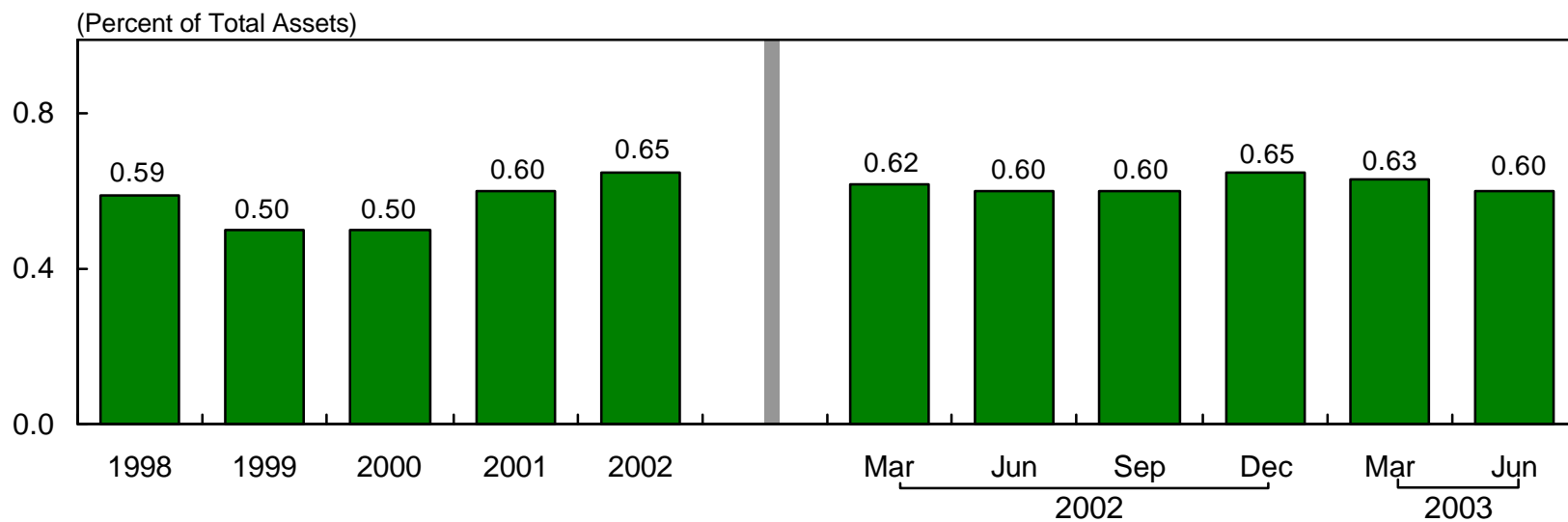
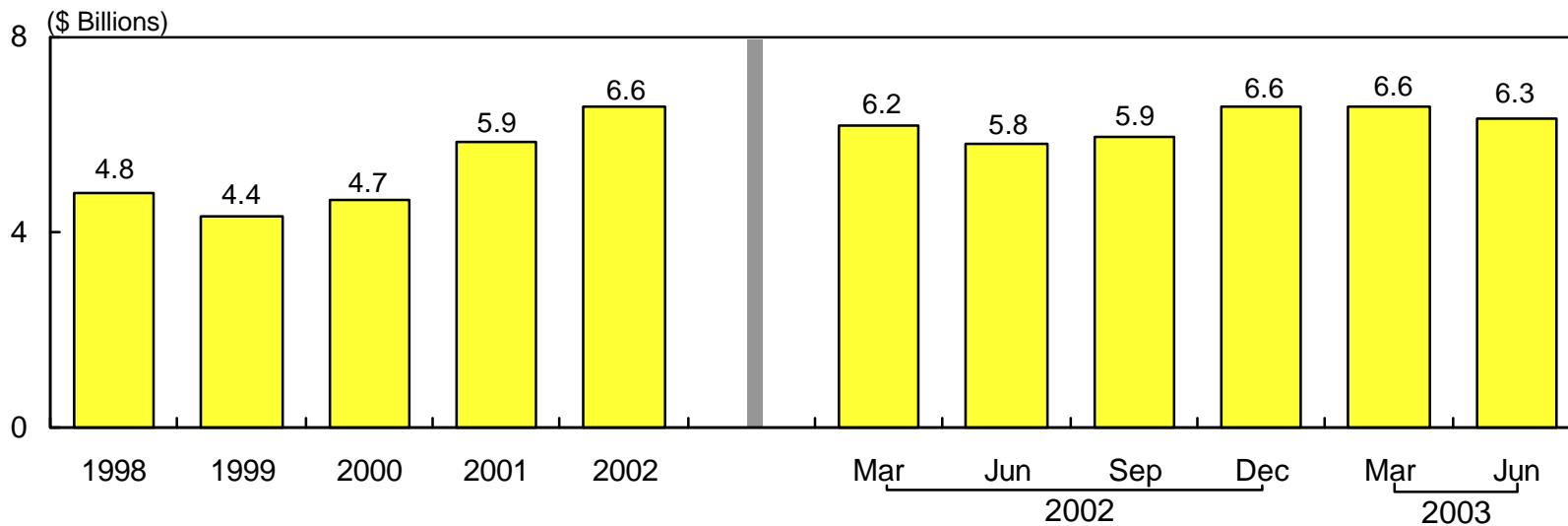


# TROUBLED ASSETS



Troubled Assets include noncurrent loans and repossessed assets.  
Office of Thrift Supervision / August 2003

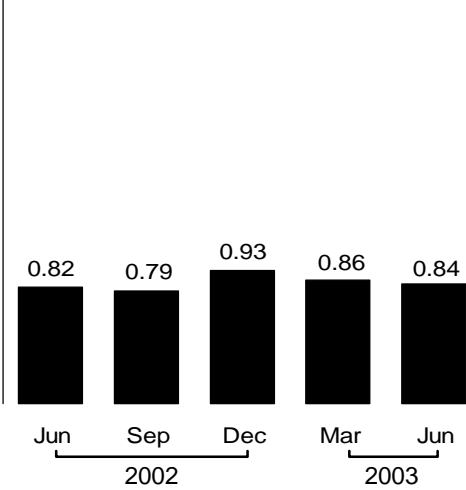
# NONCURRENT LOANS



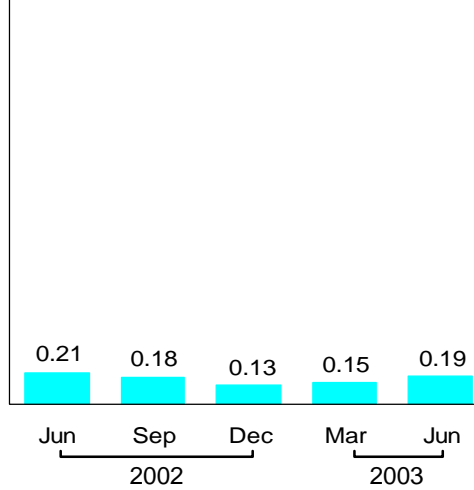
# NONCURRENT LOANS – FIVE QUARTERS

Percent of Loan Type

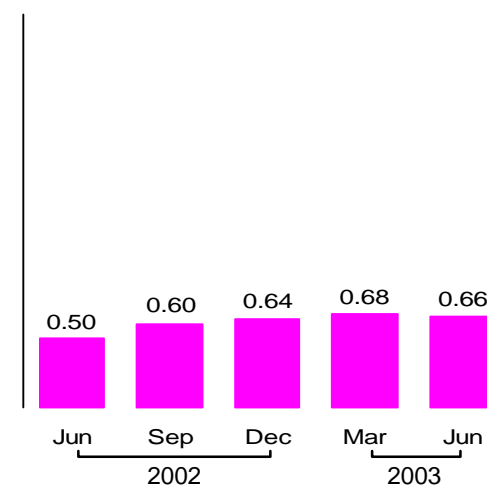
**1-4 Family**



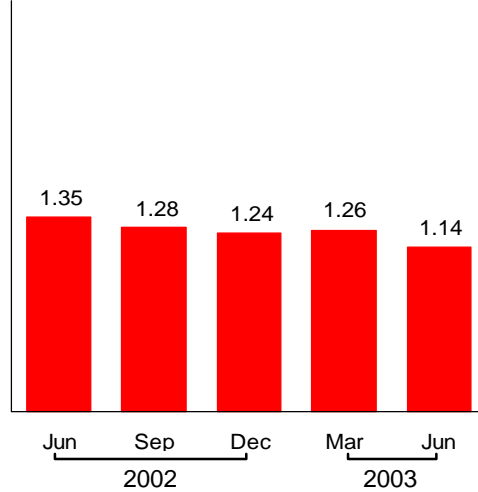
**Multifamily**



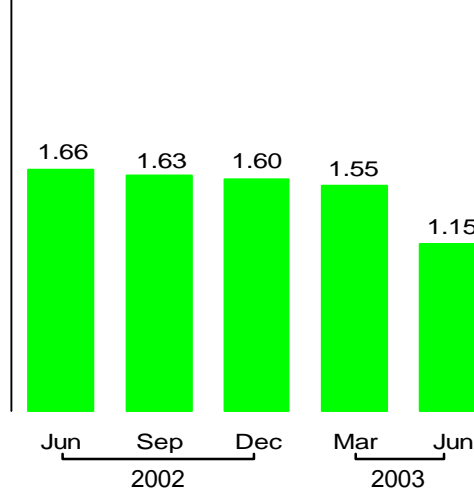
**Consumer**



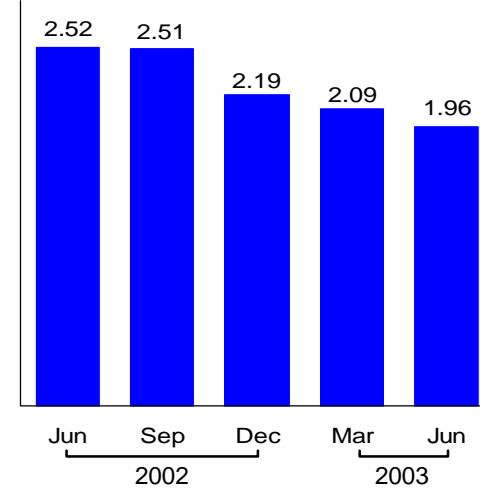
**Nonresidential**



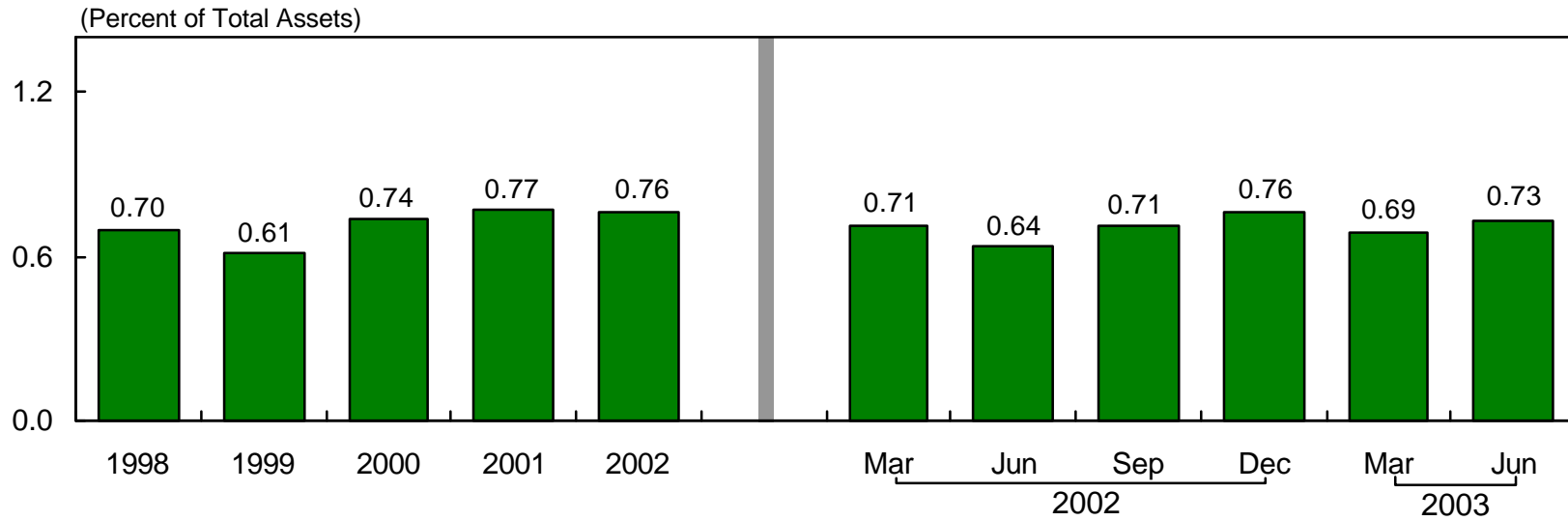
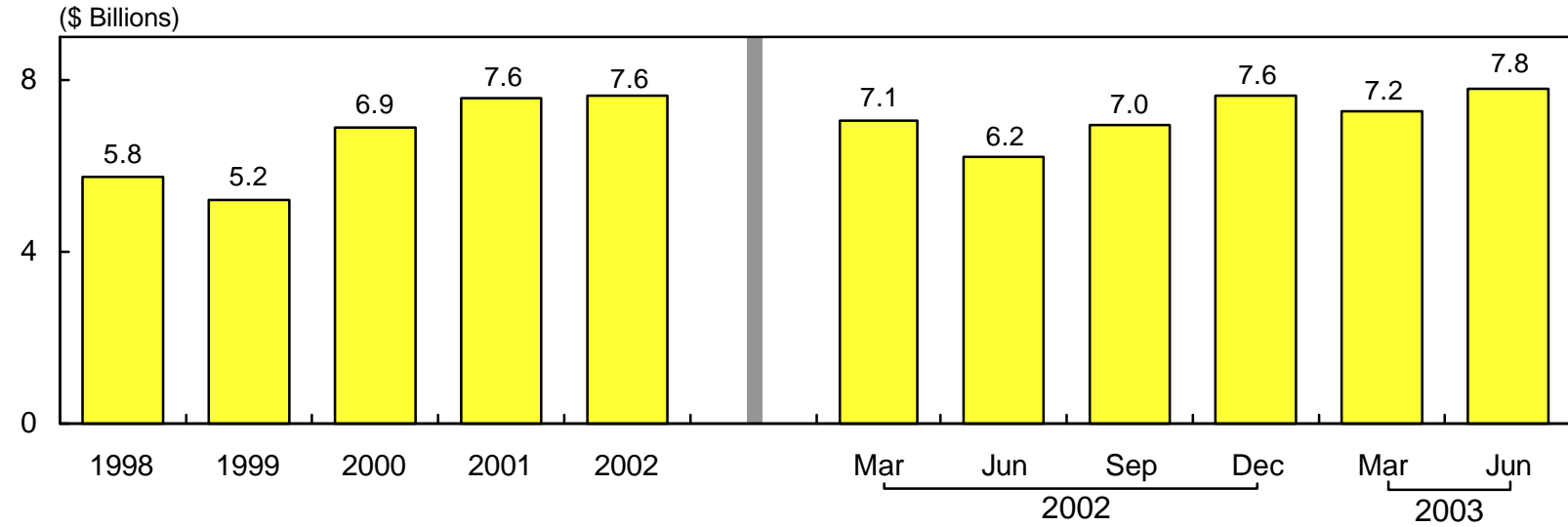
**Construction & Land**



**Commercial**



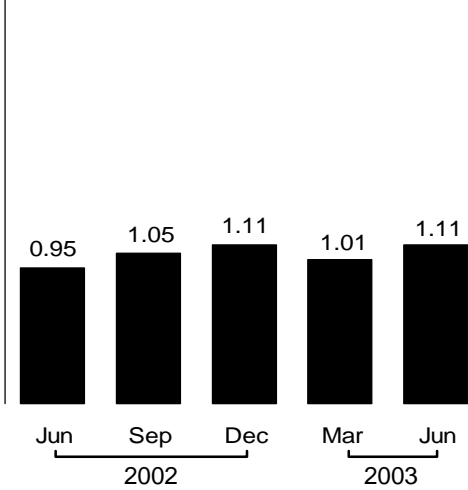
# LOANS 30 – 89 DAYS PAST DUE



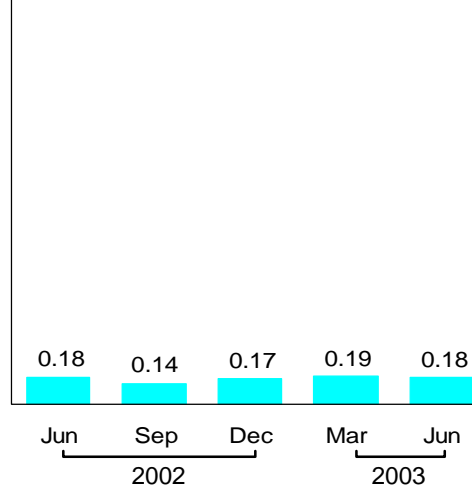
# LOANS 30 – 89 DAYS PAST DUE - FIVE QUARTERS

Percent of Loan Type

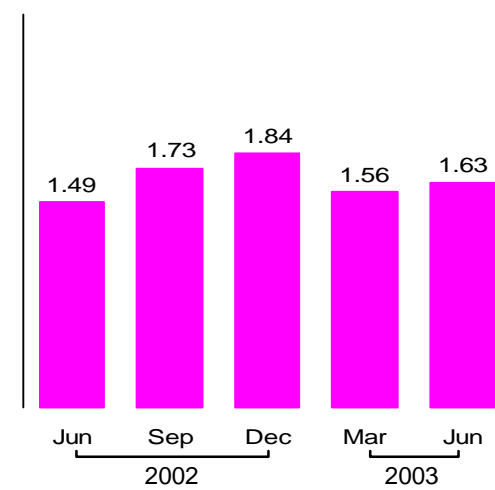
**1-4 Family**



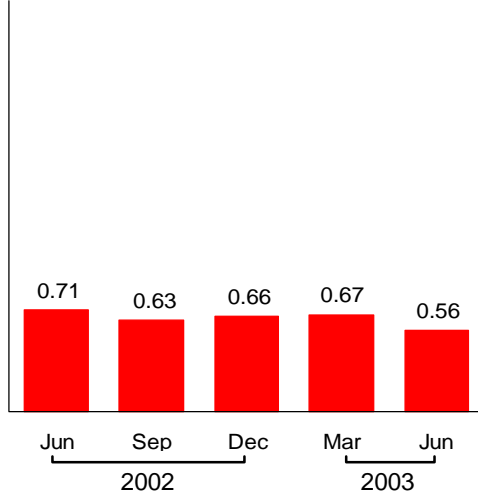
**Multifamily**



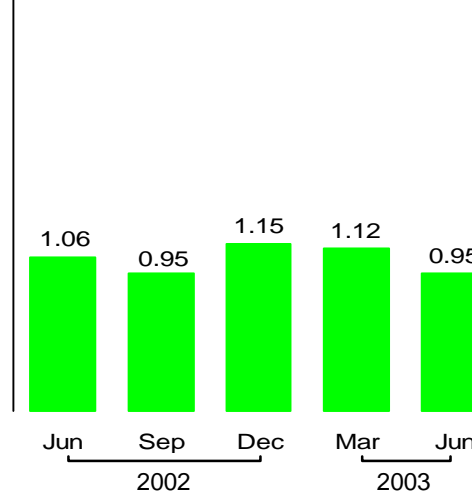
**Consumer**



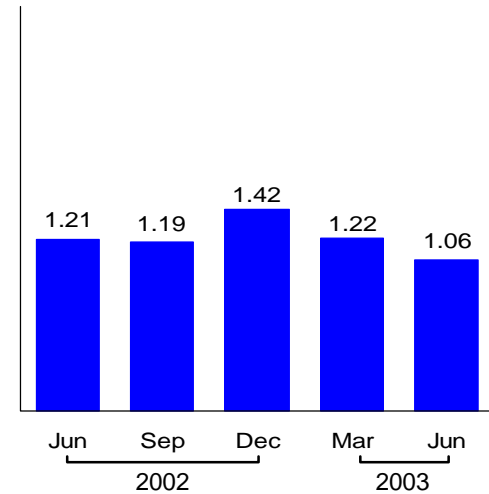
**Nonresidential**



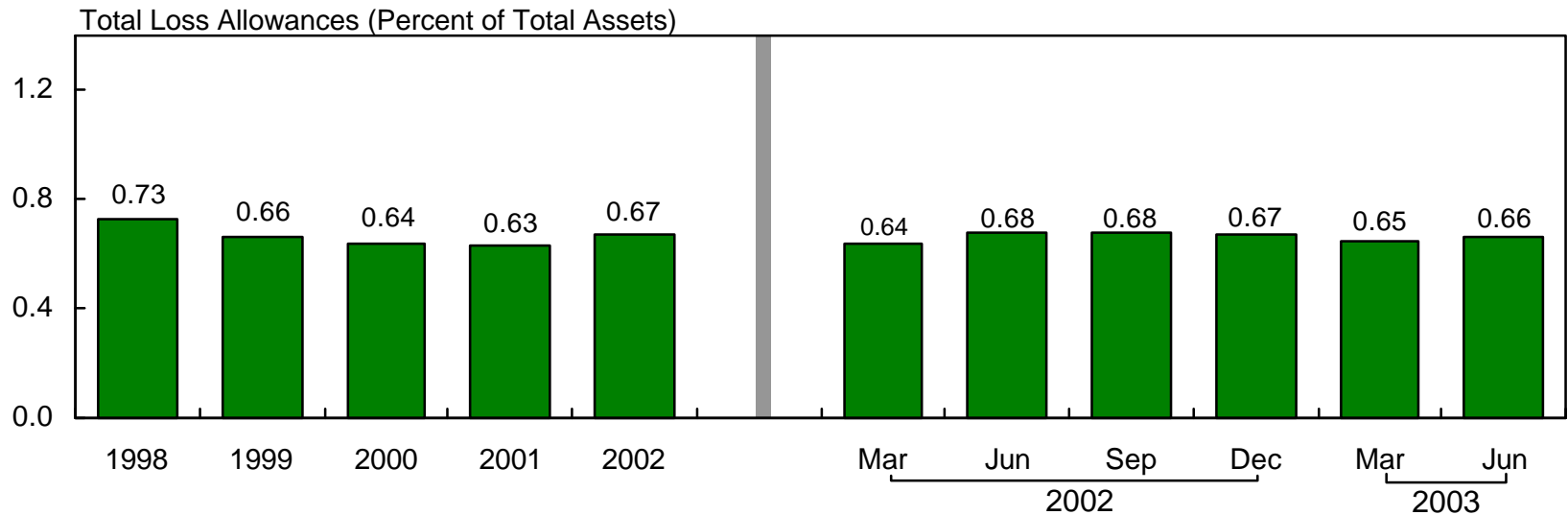
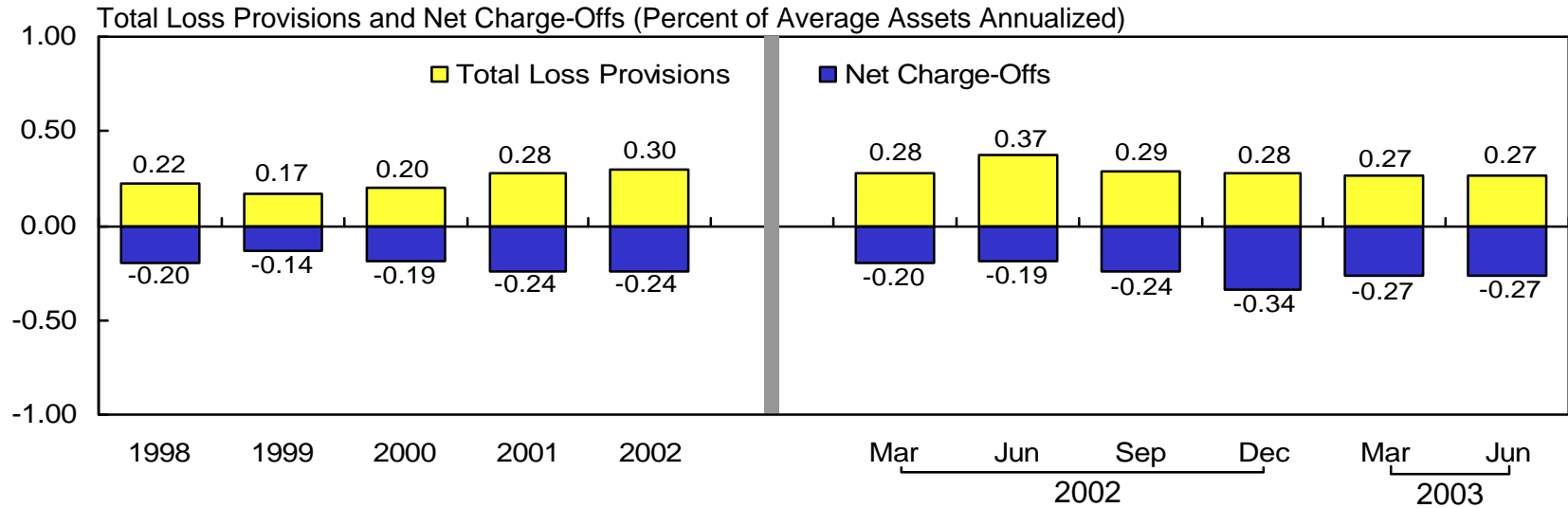
**Construction & Land**



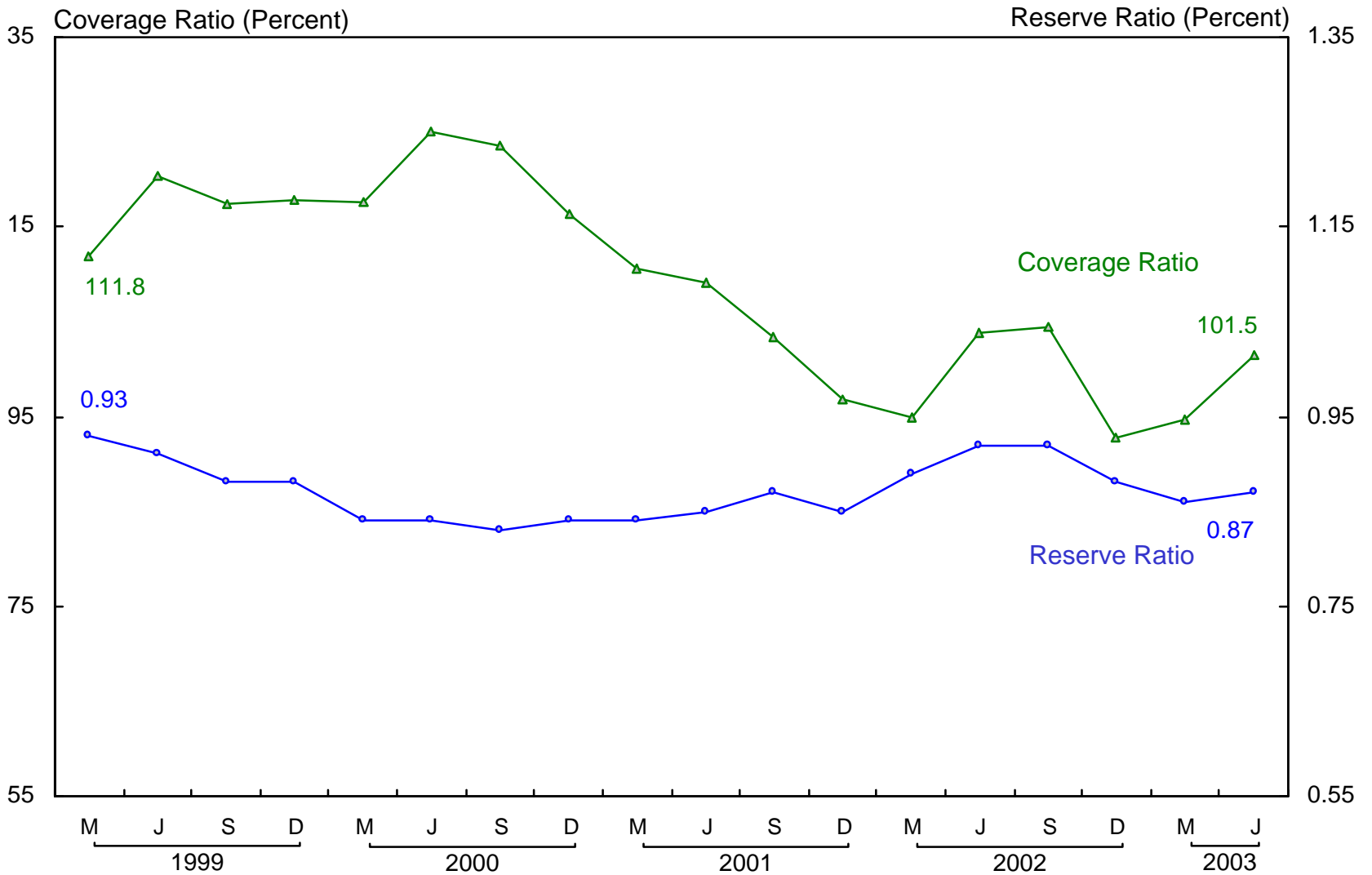
**Commercial**



# LOSS PROVISIONS, NET CHARGE-OFFS, AND LOSS ALLOWANCES



# COVERAGE AND RESERVE RATIOS

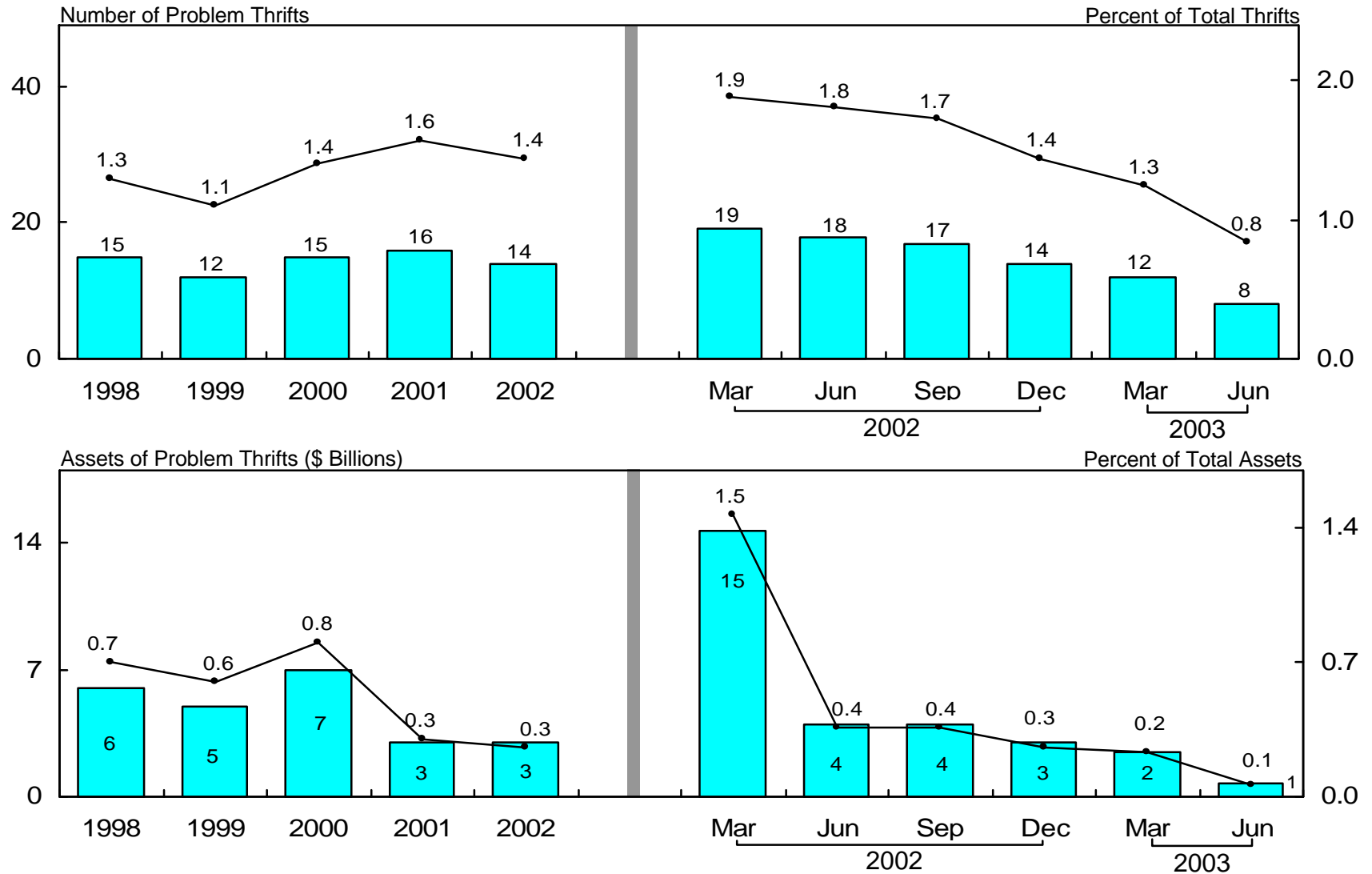


Coverage Ratio = ALLL to noncurrent loans and leases.  
 Reserve Ratio = ALLL to total loans and leases.  
 Office of Thrift Supervision / August 2003

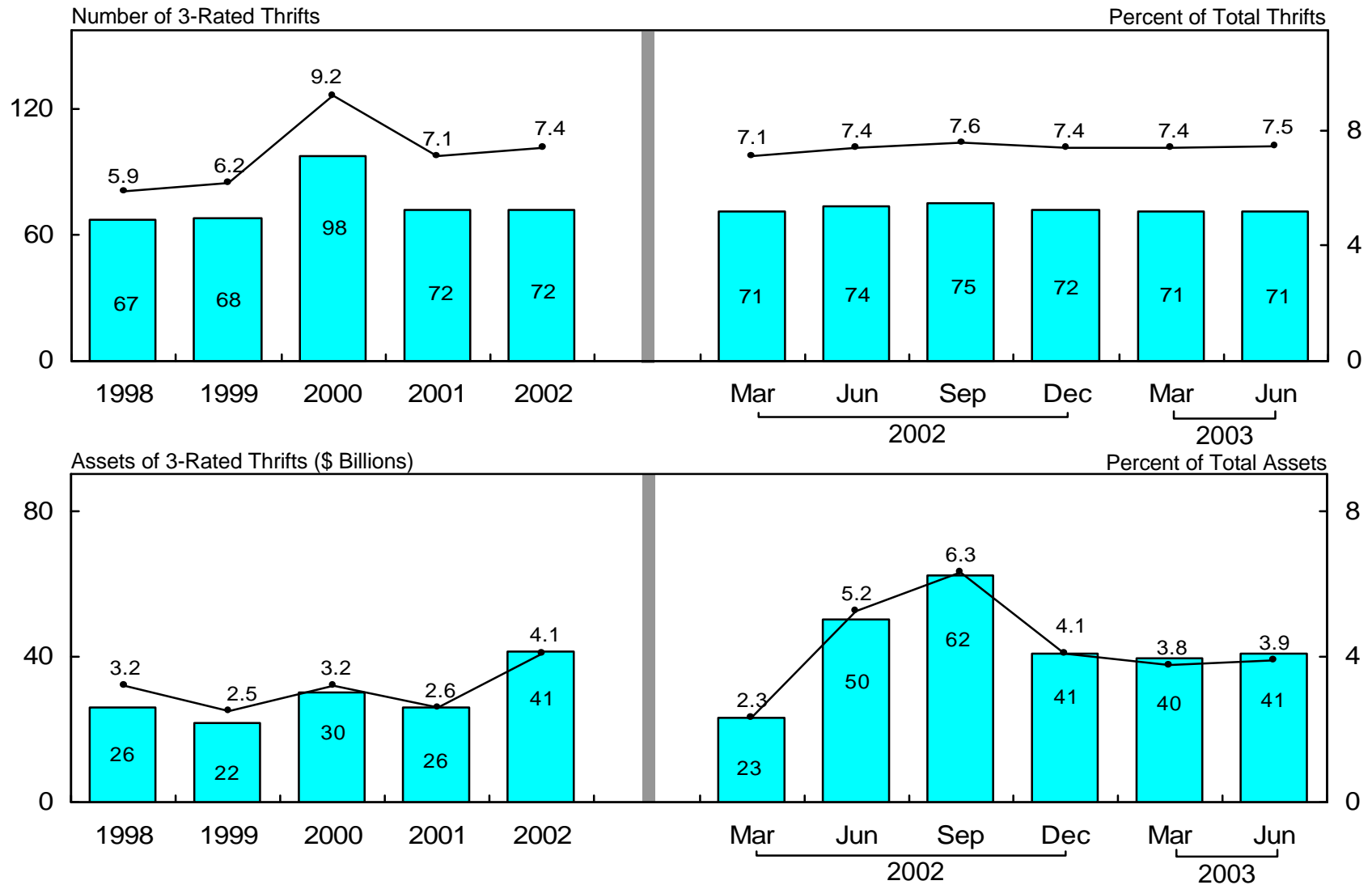


# NUMBER AND ASSETS OF PROBLEM THRIFTS

(Thriffs with CAMELS Ratings of 4 or 5)



# NUMBER AND ASSETS OF 3-RATED THRIFTS



# NUMBER AND ASSETS

