



# **Second Quarter 2006 Thrift Industry Report Graphs and Tables**

August 23, 2006



## Second Quarter 2006 Index of Charts

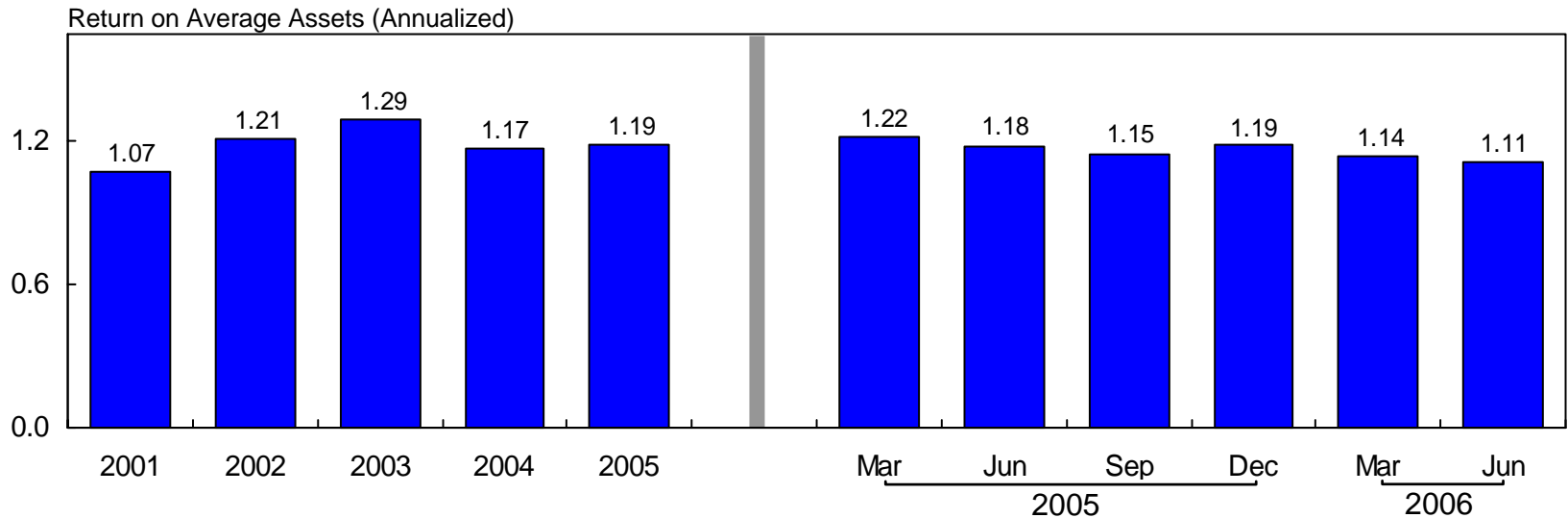
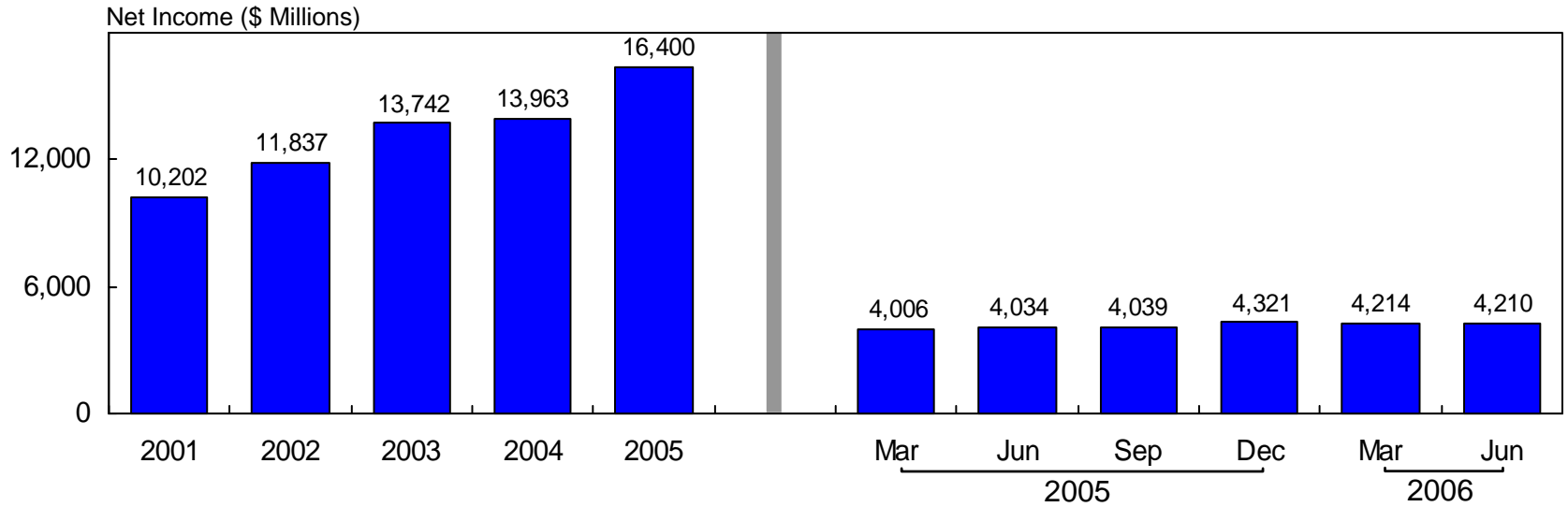
● Performance	1
● Earnings and Profitability	2
● ROA Analysis	3
● Treasury Yield Curves	4
● 1-4 Family Originations, Purchases, and Sales	5
● Assets and Liabilities Composition	6
● Capital Ratios	7
● Troubled Assets	8
● Noncurrent Loans	9
● Noncurrent Loans - Five Quarters	10
● Loans 30 - 89 Days Past 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
● Industry Assets	17
● Holding Company Enterprises	18

# PERFORMANCE

	Quarter		
	Jun '06	Mar '06	Jun '05
Net Income ( <i>\$ Billions</i> )	4.21	4.21	4.03
Return on Average Assets (%)	1.11	1.14	1.18
Return on Average Equity (%)	11.93	12.17	12.79
Net Interest Margin (%)	2.80	2.77	2.85
Total Mortgage Originations ( <i>\$ Billions</i> )	171.04	164.63	191.84
Equity Capital ( <i>% Total Assets</i> )	9.25	9.36	9.34
Troubled Assets ( <i>% Total Assets</i> )	0.47	0.47	0.42
Including Repurchased GNMA Loans	0.62	0.64	N/A

Bank and thrift regulatory reporting changes now require loans repurchased, or eligible for repurchase, from Government National Mortgage Association (GNMA) mortgage pools to be included as past due loans. Loans from GNMA pools are guaranteed by agencies of the U. S. Government.

# EARNINGS AND PROFITABILITY



# ROA ANALYSIS

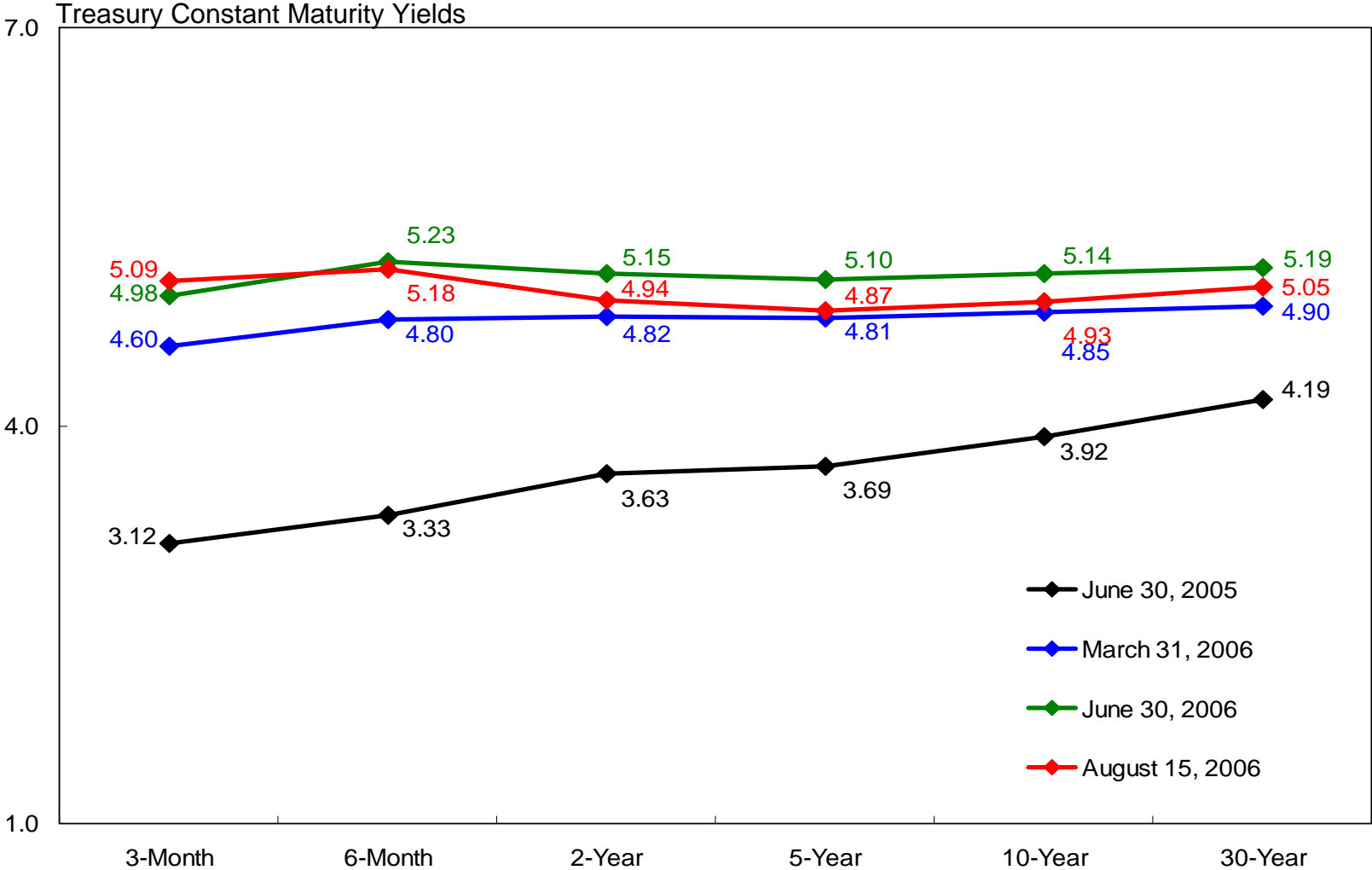
(Percent of Average Assets)	Quarter			ROA Impact <sup>1</sup>	
	Jun '06	Mar '06	Jun '05	Jun '06 Mar '06	Jun '06 Jun '05
Net Interest Income (Margin)	2.80	2.77	2.85	0.03	<b>-0.05</b>
Loss Prov. - Int. Bear. Assets	0.20	0.15	0.20	<b>-0.05</b>	0.00
Total Fee Income	1.18	1.27	1.04	<b>-0.09</b>	0.14
Mortgage Loan Servicing Fees	0.10	0.20	-0.01	<b>-0.10</b>	0.11
Other Fees and Charges	1.08	1.07	1.05	0.01	0.03
Other Noninterest Income <sup>2</sup>	0.55	0.44	0.64	0.11	<b>-0.09</b>
Noninterest Expense	2.63	2.56	2.49	<b>-0.07</b>	<b>-0.14</b>
Taxes	0.60	0.62	0.65	0.02	0.05
Net Income (ROA)	1.11	1.14	1.18	<b>-0.03</b>	<b>-0.07</b>

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

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

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

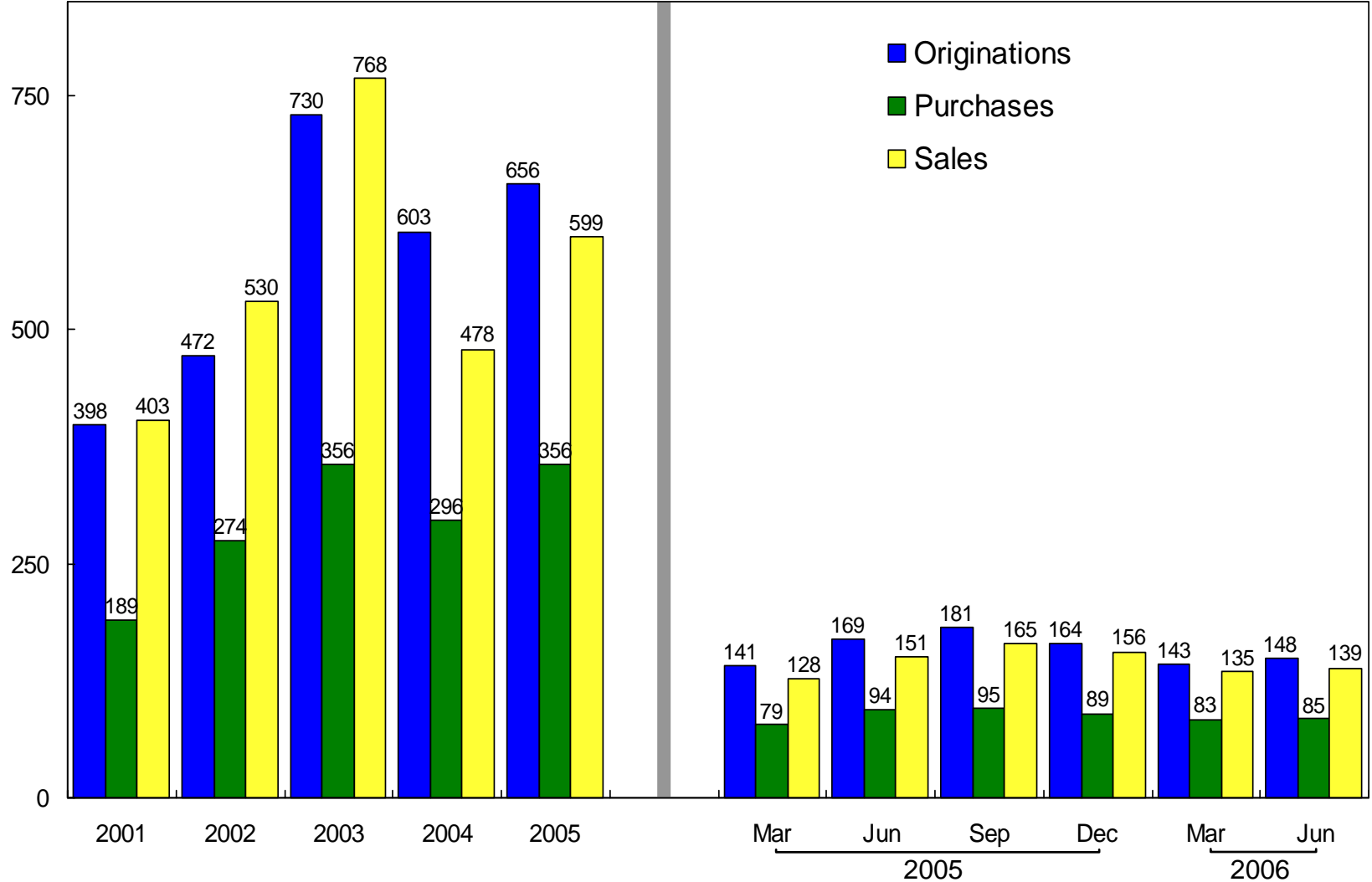
# TREASURY YIELD CURVES



Source: Bloomberg.  
Office of Thrift Supervision / August 2006

# 1-4 FAMILY ORIGINATIONS, PURCHASES, AND SALES

1-4 Family Mortgage Loans (\$ Billions)



# ASSETS AND LIABILITIES COMPOSITION

	Jun 2006		Mar 2006		Jun 2005		Growth Rates	
							Jun '06 Mar '06	Jun '06 Jun '05
	\$ Bil	% TA	\$ Bil	% TA	\$ Bil	% TA	%*	%
Total Assets	1,534.4	100.0	1,499.0	100.0	1,388.0	100.0	9.4	10.5
Total Loans	1,174.4	76.5	1,144.7	76.4	1,071.6	77.2	10.4	9.6
1-4 Family Mortgage Loans	865.5	56.4	846.6	56.5	789.2	56.9	8.9	9.7
Home Equity Lines of Credit	92.9	6.1	91.6	6.1	87.2	6.3	5.5	6.5
Construction & Land Loans	48.3	3.1	46.3	3.1	39.5	2.8	17.1	22.1
Multifamily Loans	67.6	4.4	66.7	4.4	65.3	4.7	5.8	3.5
Nonresidential Loans	57.1	3.7	55.5	3.7	53.6	3.9	11.7	6.5
Commercial Loans / Small Business	46.0	3.0	43.6	2.9	43.9	3.2	22.5	4.7
Consumer Loans	89.9	5.9	86.0	5.7	80.0	5.8	18.1	12.4
Mortgage Backed Securities	174.8	11.4	176.4	11.8	158.9	11.4	(3.7)	10.0
Investment Securities	70.2	4.6	69.3	4.6	59.8	4.3	4.7	17.3
<b>Total Liabilities and Capital</b>	<b>1,534.4</b>	<b>100.0</b>	<b>1,499.0</b>	<b>100.0</b>	<b>1,388.0</b>	<b>100.0</b>	<b>9.4</b>	<b>10.5</b>
Total Liabilities	1,392.4	90.7	1,358.6	90.6	1,258.4	90.7	9.9	10.7
Total Deposits	883.4	57.6	866.6	57.8	800.7	57.7	7.8	10.3
** Deposits Less than \$100,000	541.4	35.3	526.6	35.1	477.5	34.4	11.2	13.4
** Deposits Greater than \$100,000	342.1	22.3	340.0	22.7	323.2	23.3	2.4	5.8
Escrows	24.8	1.6	24.8	1.7	29.6	2.1	0.8	(16.3)
FHLBank Advances	271.7	17.7	270.1	18.0	266.5	19.2	2.5	2.0
Other Borrowings	202.0	13.2	189.2	12.6	166.3	12.0	27.0	21.4
Other Liabilities	35.3	2.3	32.8	2.2	25.0	1.8	30.5	41.3
<b>Equity Capital</b>	<b>142.0</b>	<b>9.3</b>	<b>140.4</b>	<b>9.4</b>	<b>129.7</b>	<b>9.3</b>	<b>4.6</b>	<b>9.5</b>

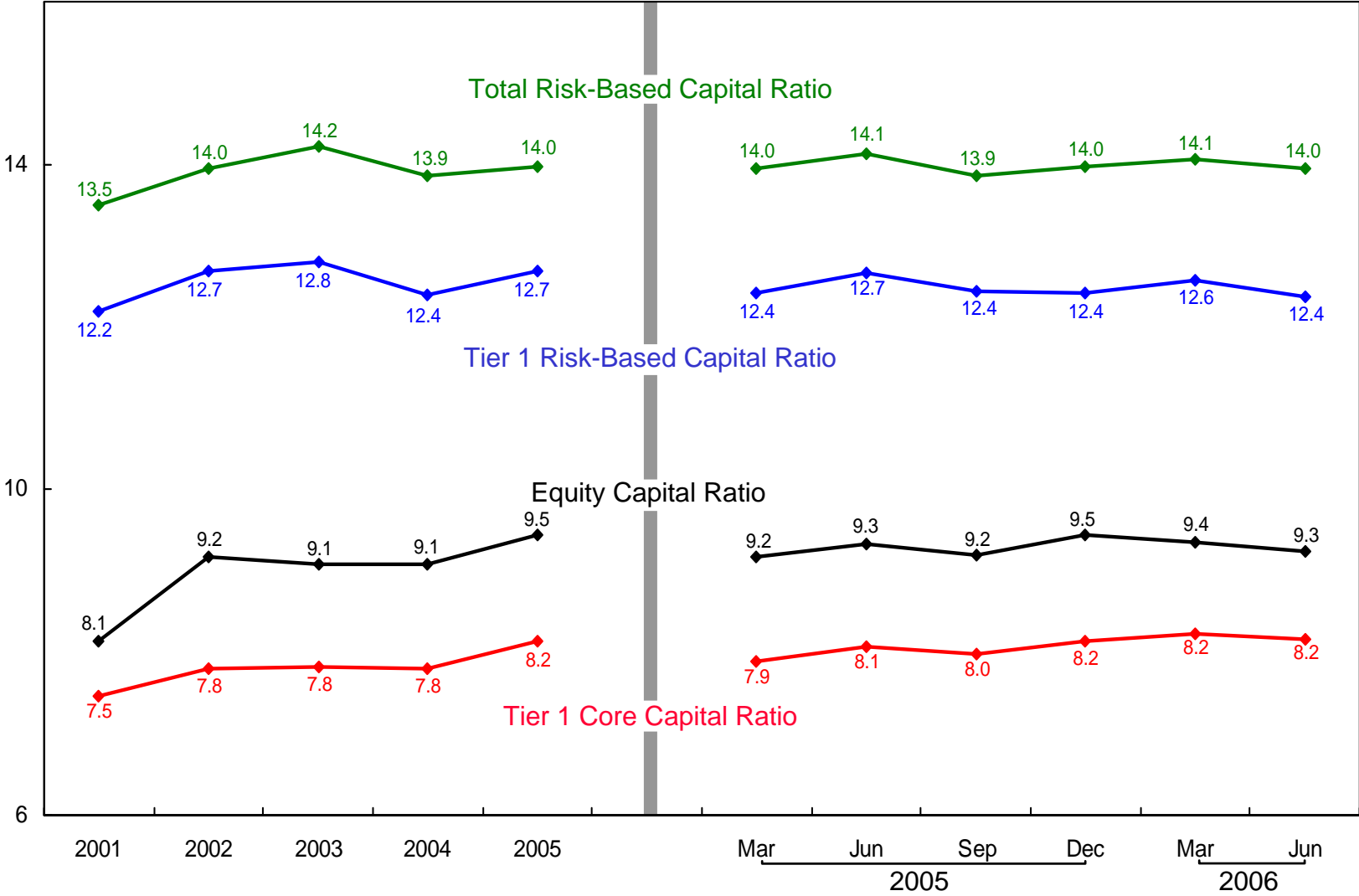
\* Annualized. \*\*Includes escrows after 2003.

Numbers may not sum due to rounding.

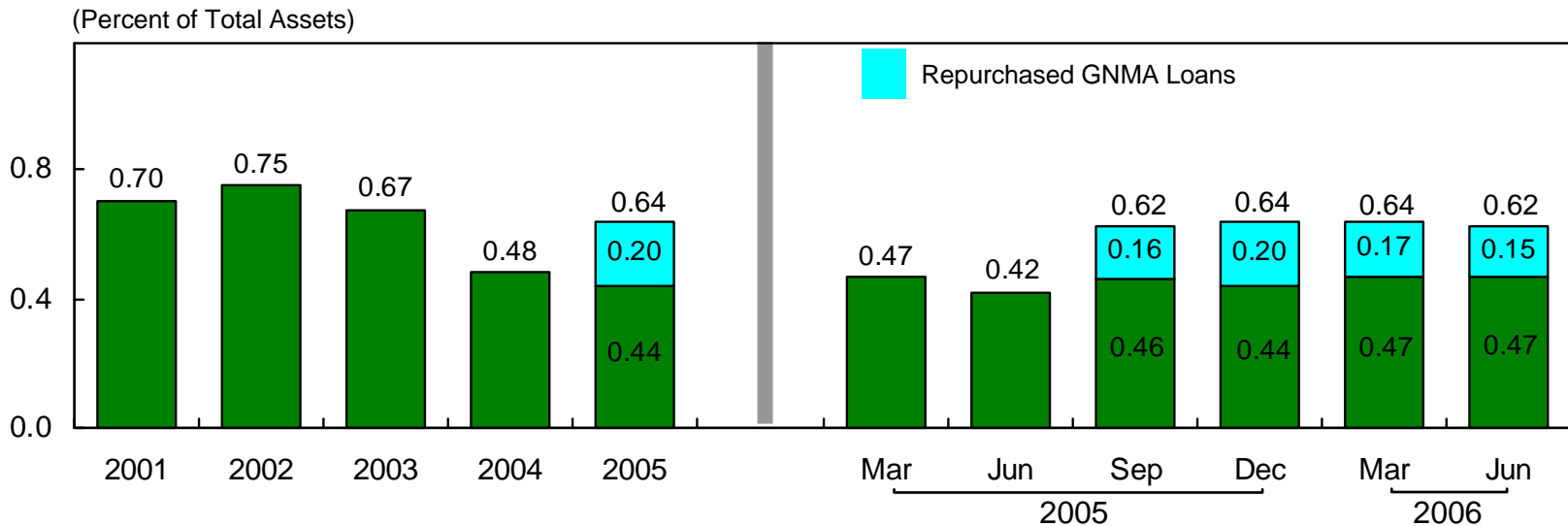
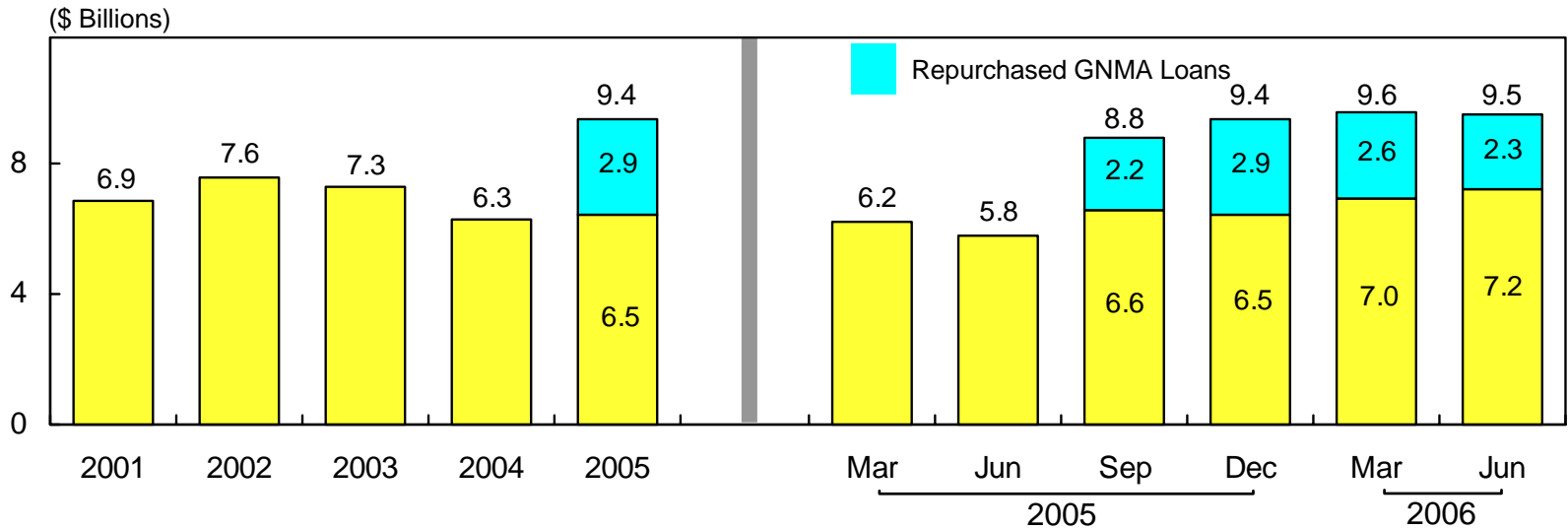
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# CAPITAL RATIOS

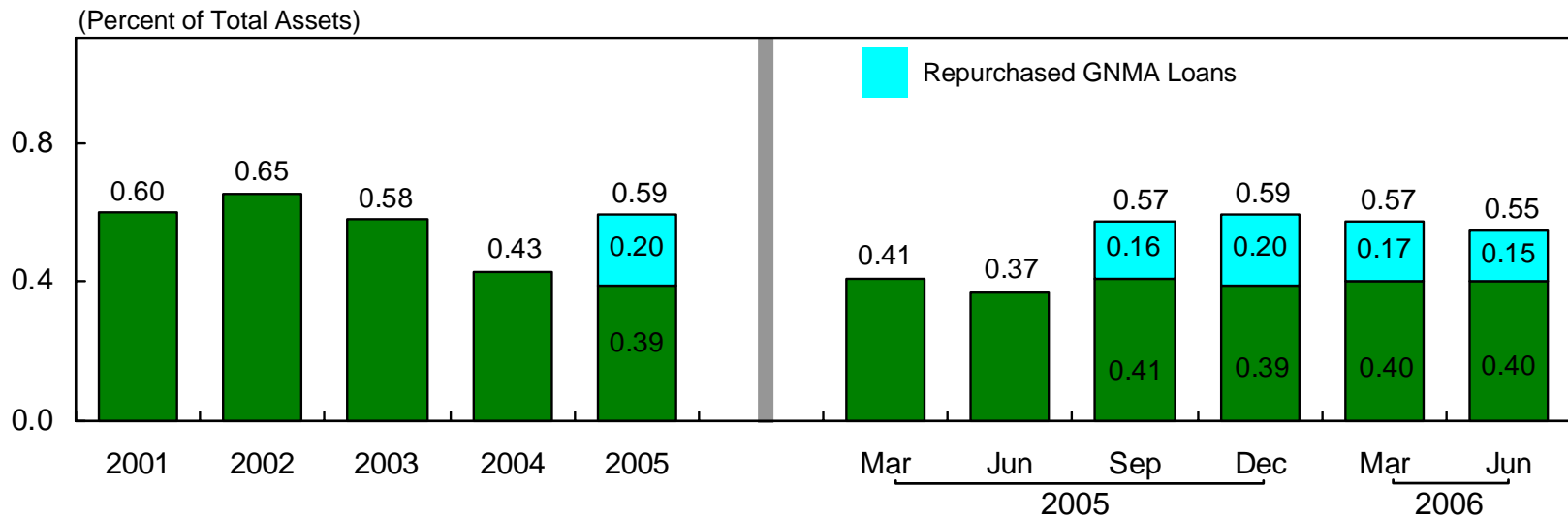
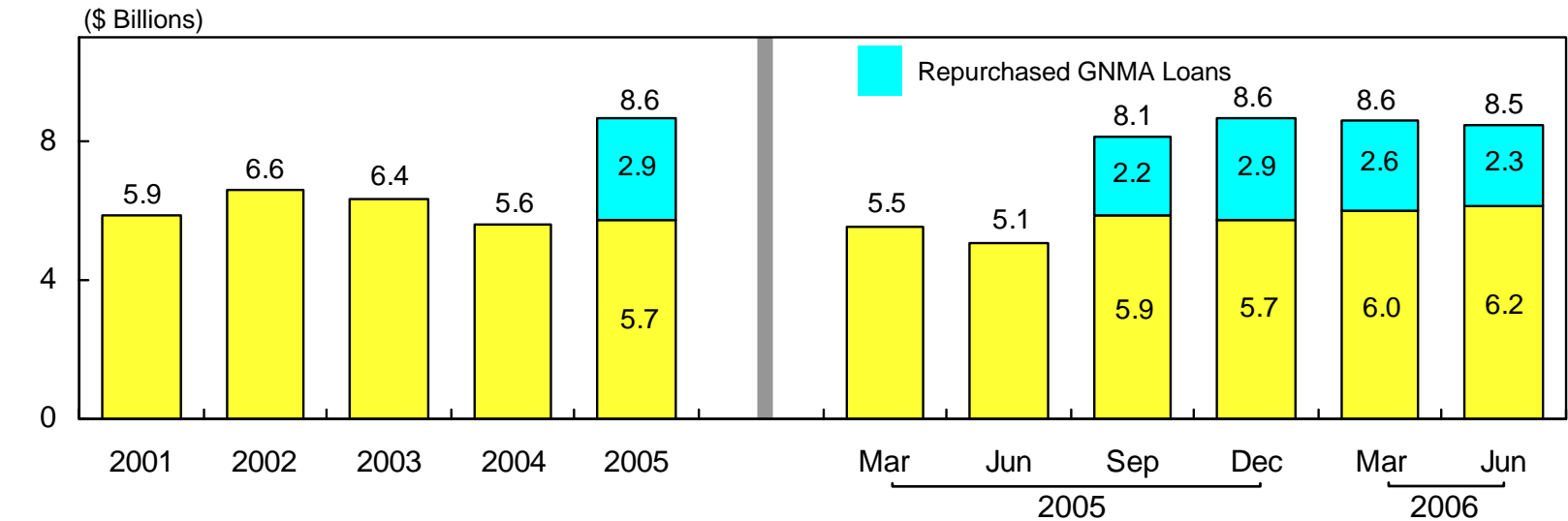


# TROUBLED ASSETS



Troubled Assets include noncurrent (90 days or more past due or in nonaccrual status) loans and repossessed assets. Bank and thrift regulatory reporting changes now require loans repurchased, or eligible for repurchase, from Government National Mortgage Association (GNMA) mortgage pools to be included as past due loans. Loans from GNMA pools are guaranteed by agencies of the U. S. Government. Office of Thrift Supervision / August 2006

# NONCURRENT LOANS

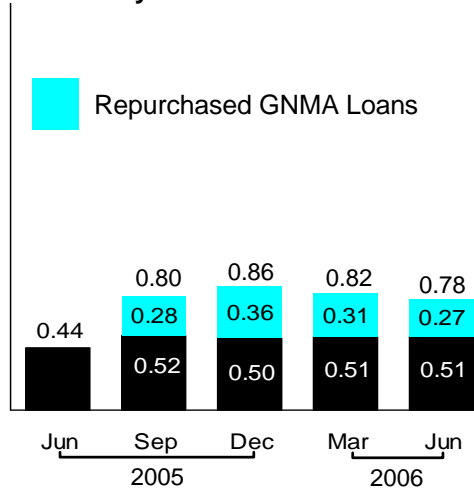


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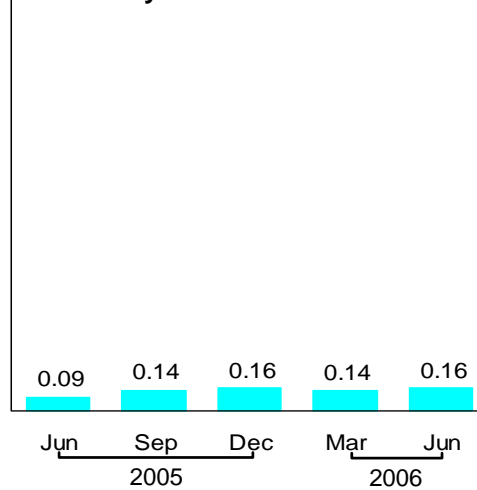
# NONCURRENT LOANS – FIVE QUARTERS

Percent of Loan Type

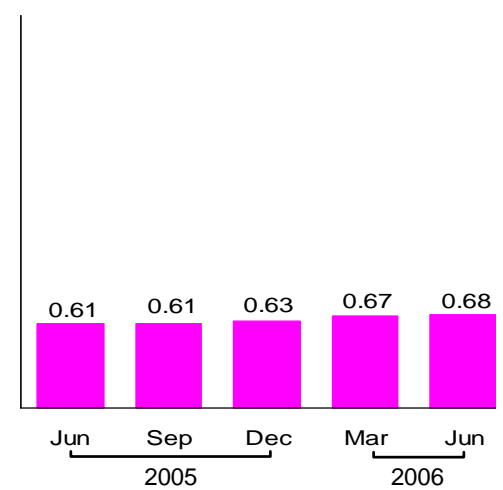
### 1-4 Family



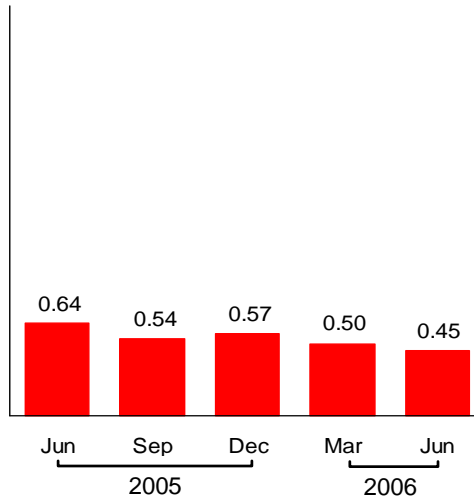
### Multifamily



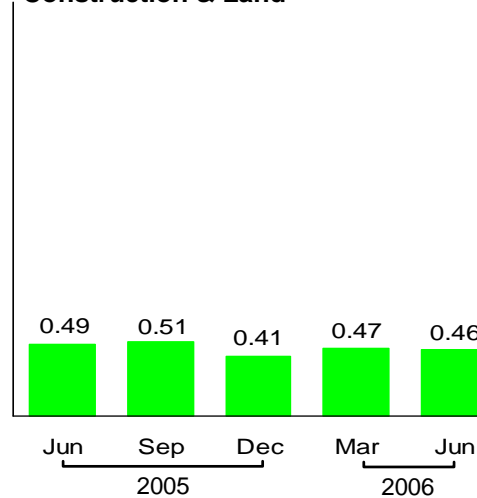
### Consumer



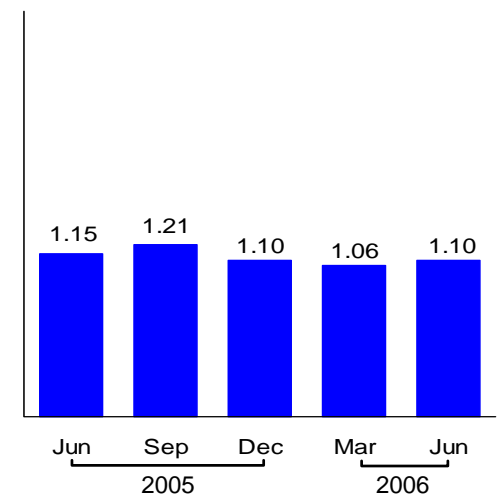
### Nonresidential



### Construction & Land

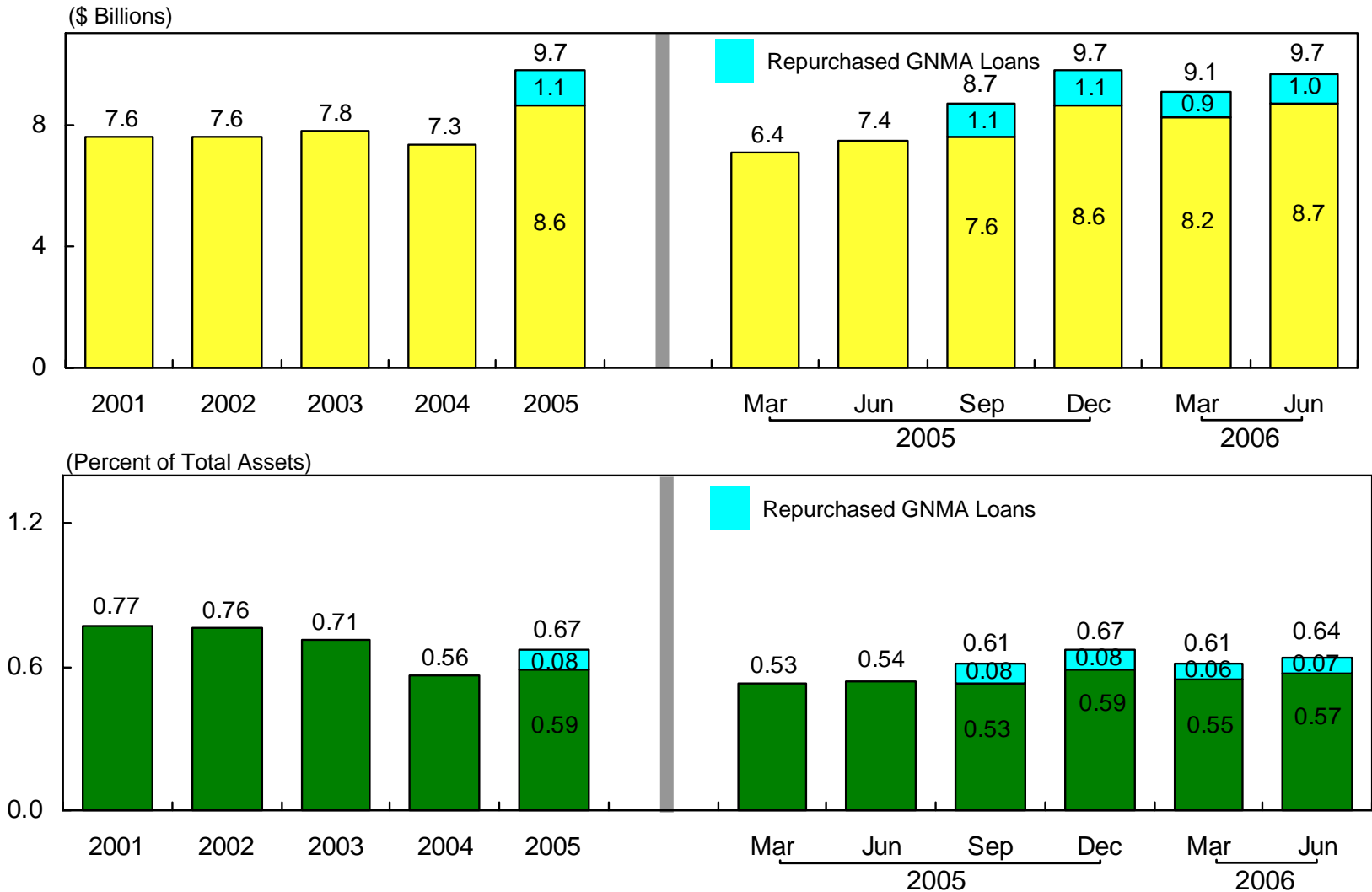


### Commercial



Bank and thrift regulatory reporting changes now require loans repurchased, or eligible for repurchase, from Government National Mortgage Association (GNMA) mortgage pools to be included as past due loans. Loans from GNMA pools are guaranteed by agencies of the U. S. Government.

# LOANS 30 – 89 DAYS PAST DUE

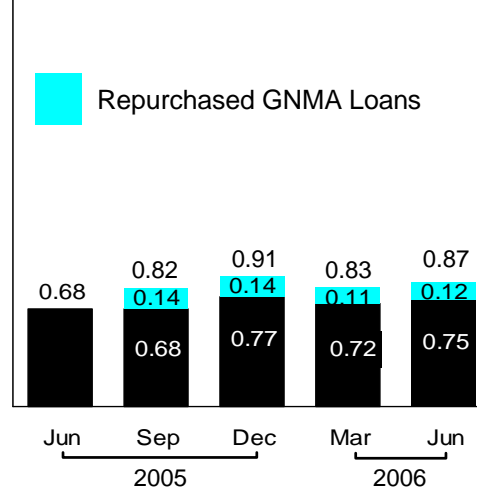


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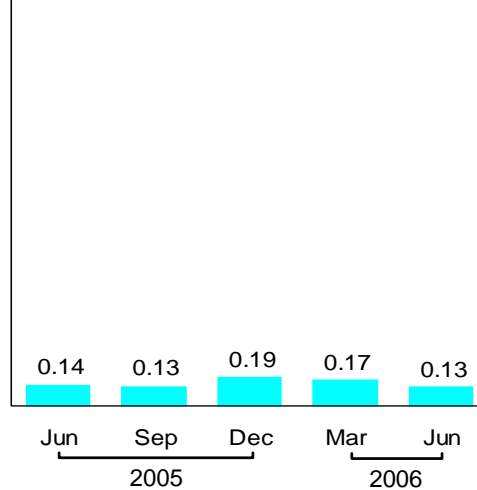
# LOANS 30 – 89 DAYS PAST DUE - FIVE QUARTERS

Percent of Loan Type

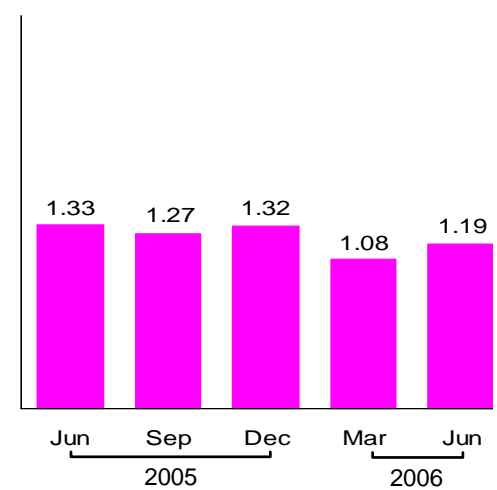
### 1-4 Family



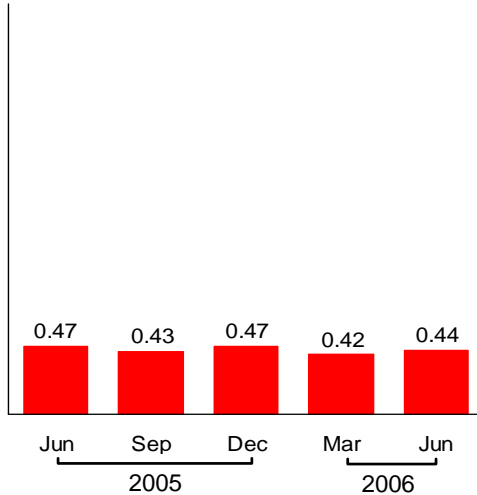
### Multifamily



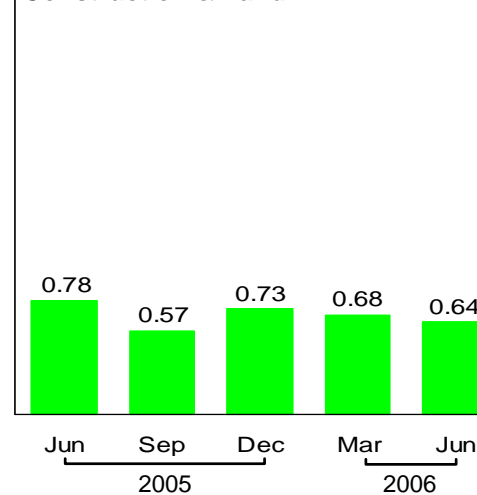
### Consumer



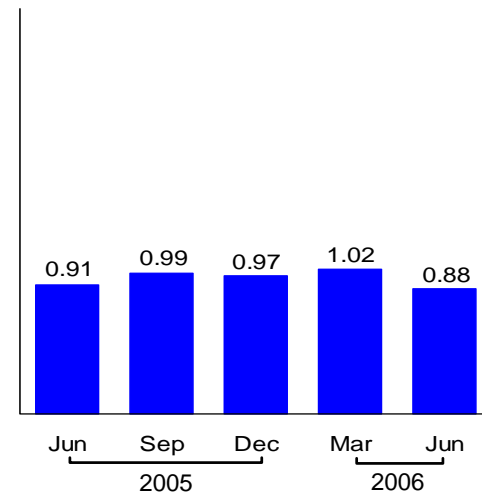
### Nonresidential



### Construction & Land

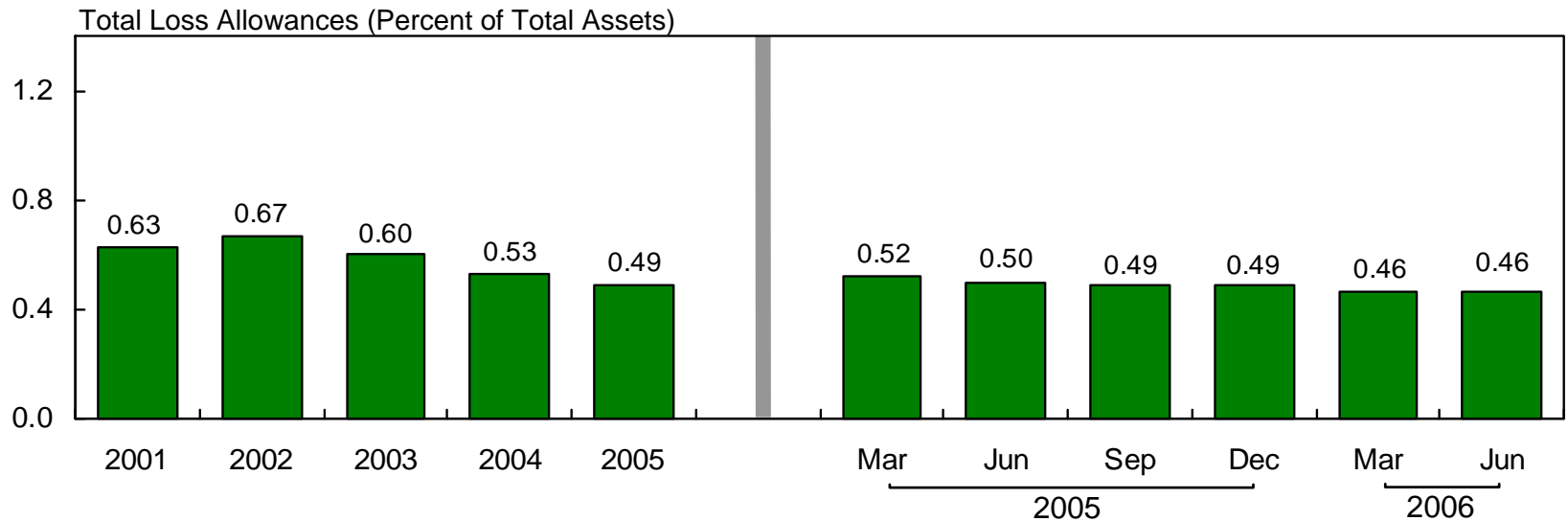
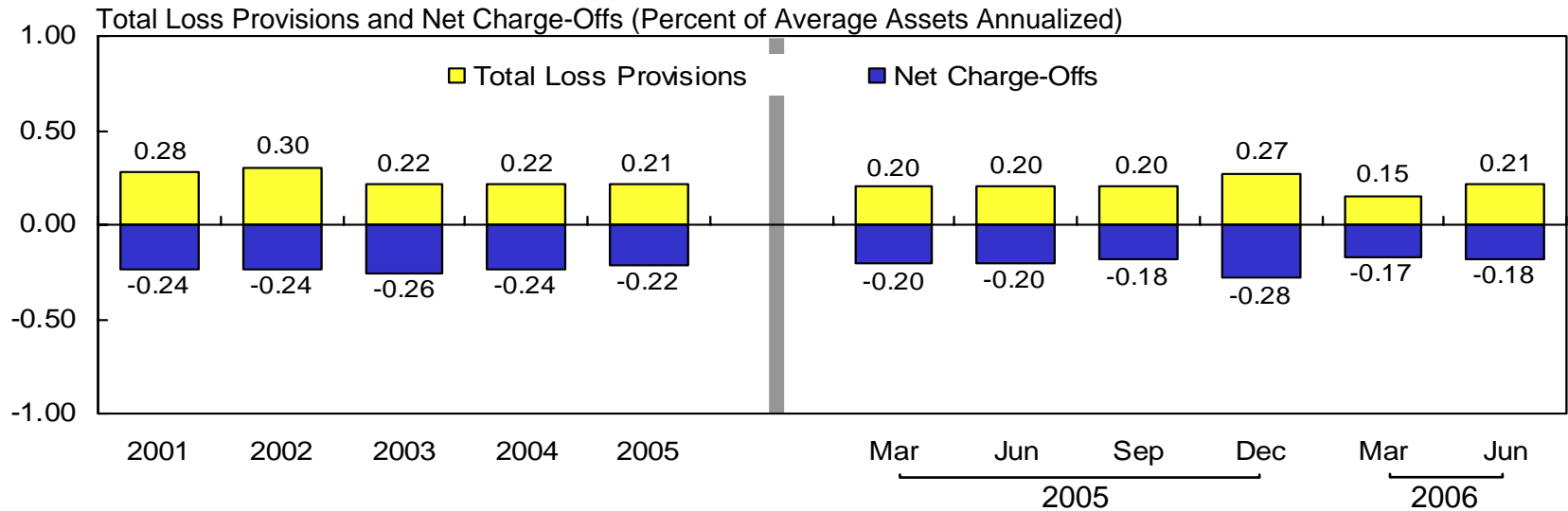


### Commercial

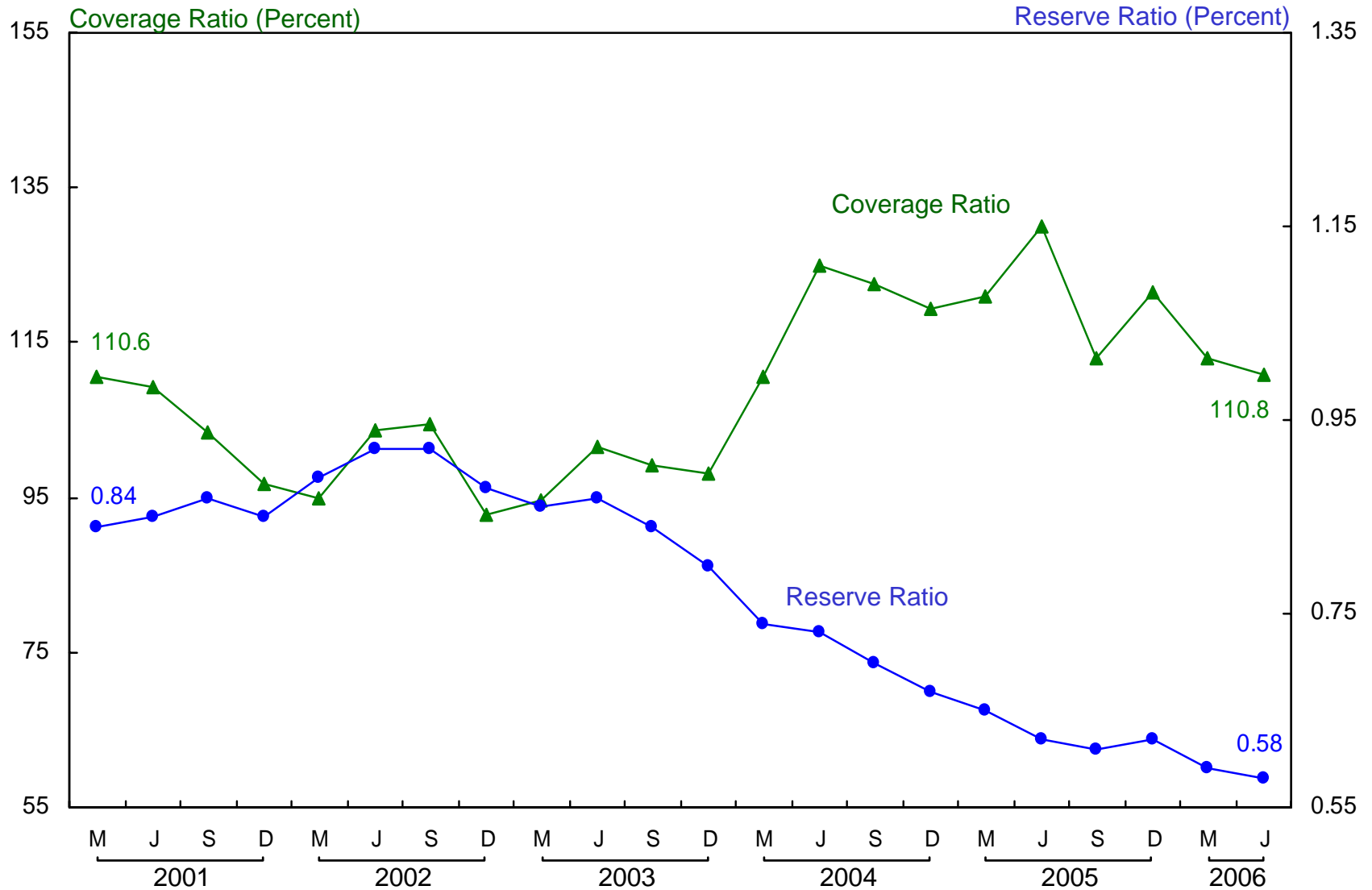


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# LOSS PROVISIONS, NET CHARGE-OFFS, AND LOSS ALLOWANCES



# COVERAGE AND RESERVE RATIOS



Coverage Ratio = ALLL to noncurrent loans and leases (excluding repurchased GNMA loans).

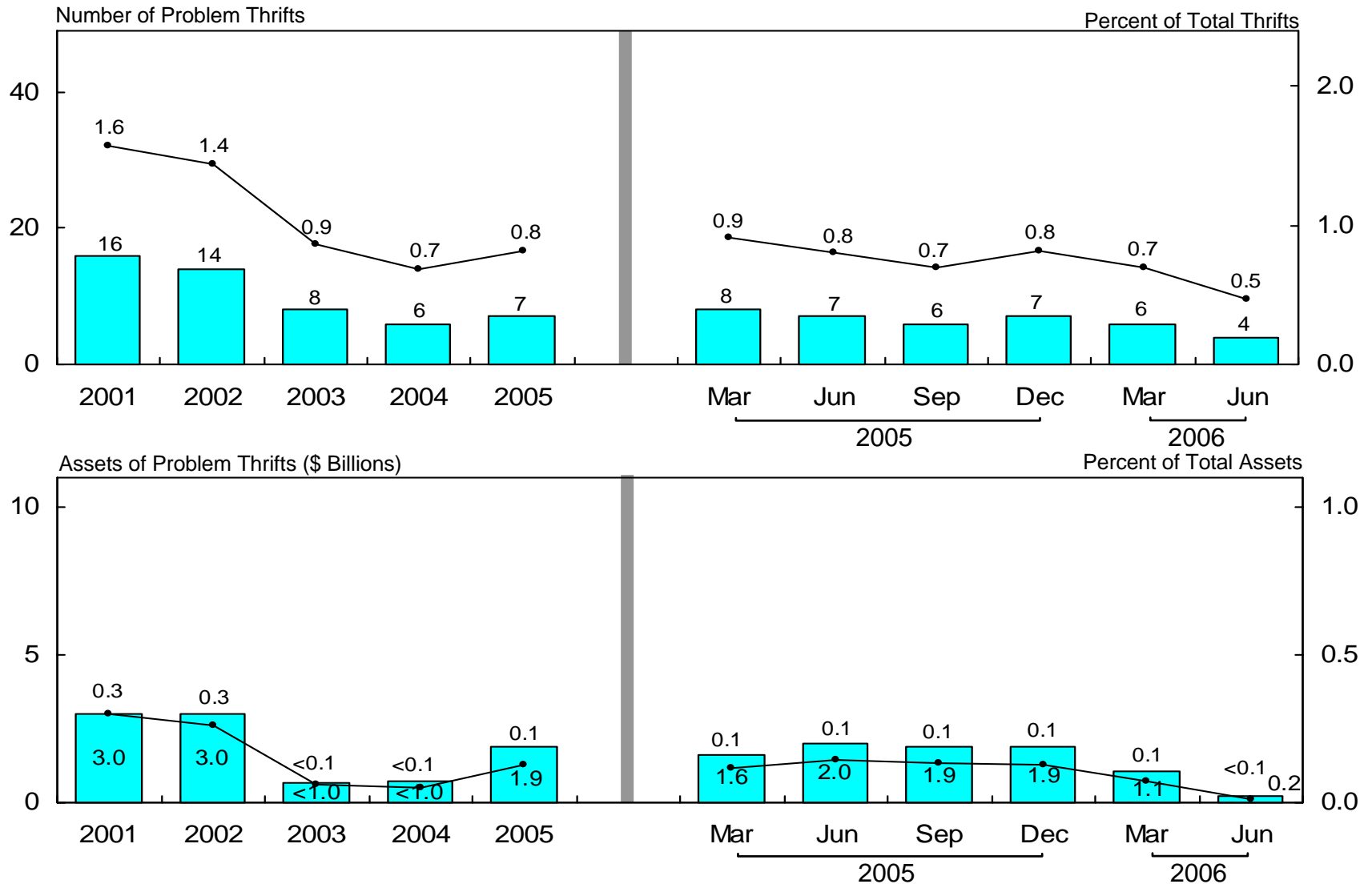
Reserve Ratio = ALLL to total loans and leases.

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# NUMBER AND ASSETS OF PROBLEM THRIFTS

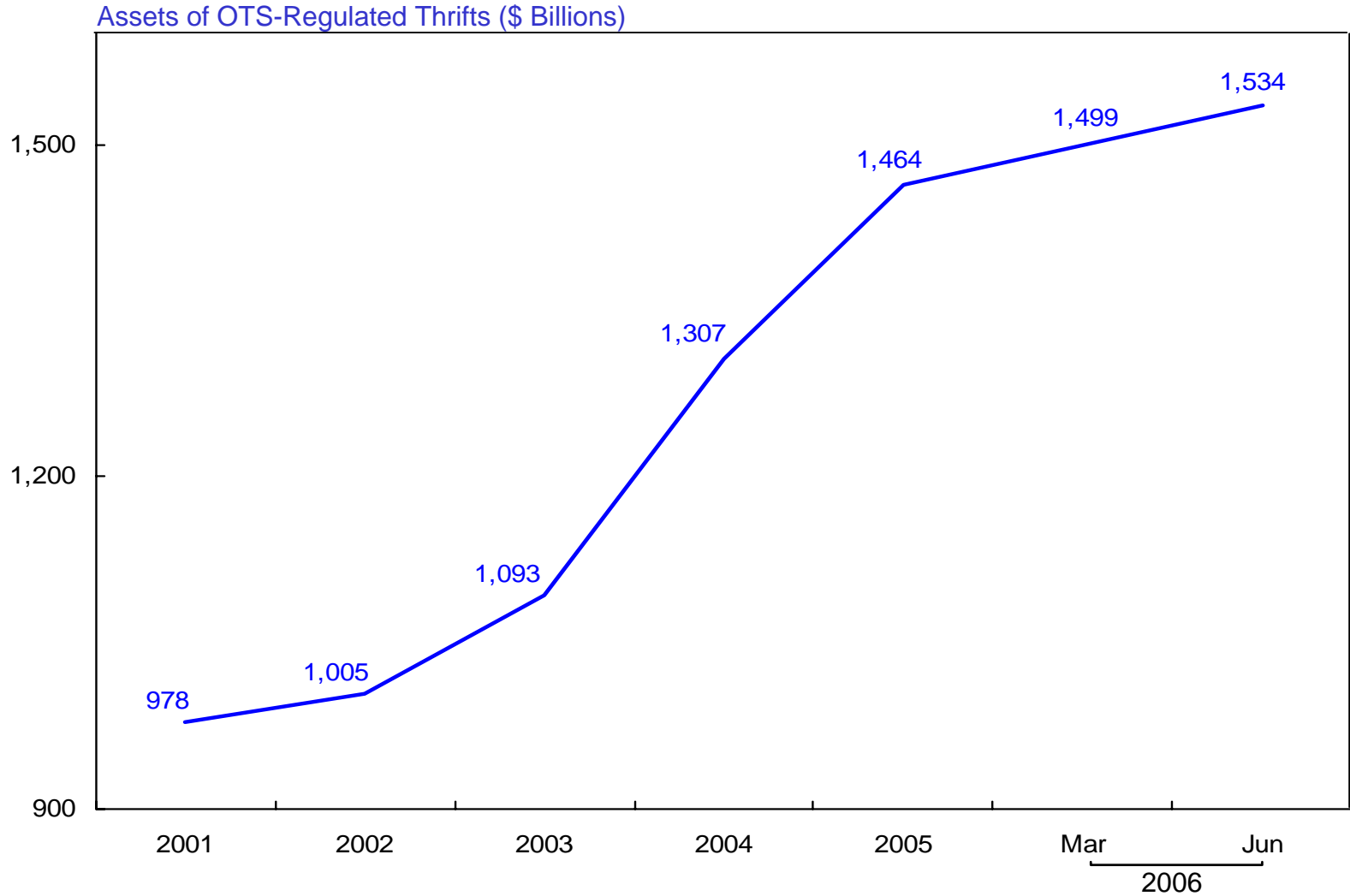
(Thriffs with CAMELS Ratings of 4 or 5)



# NUMBER AND ASSETS OF 3-RATED THRIFTS



# INDUSTRY ASSETS



OTS regulated 854 thrifts as of June 30, 2006.  
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## HOLDING COMPANY ENTERPRISES

Business Classes	Number of Enterprises Jun '06	Number of Thrifts Owned Jun '06	Enterprise Assets (\$Bil) Mar '06	Thrift Assets (\$Bil) Jun '06
Agriculture, Forestry, Fishing, Hunting, Mining, and Utilities	2	2	31	8
Finance and Insurance:				
Savings and Lending	399	371	927	923
Insurance Related	44	42	2,970	124
Securities Brokerage	12	12	2,261	65
Total Finance & Insurance	<u>455</u>	<u>425</u>	<u>6,158</u>	<u>1,112</u>
Manufacturing	5	5	1,193	46
Real Estate	11	10	47	47
Retail Trade	4	4	40	2
Services and Other Commercial	<u>3</u>	<u>2</u>	<u>1</u>	<u>&lt;1</u>
Total	480	448	7,470	1,215