



Quarterly Banking Profile

SECOND QUARTER 2005

- **Lower Noninterest Income, Higher Expenses Hold Down Industry Earnings**
- **Net Income Of \$33.1 Billion Is Second-Highest Quarterly Total Ever**
- **Net Interest Margins Decline At Large Institutions, Improve At Smaller Institutions**
- **Commercial And Industrial Loan Growth Continues To Gain Momentum**
- **Improving Trend In Asset Quality Persists, As Level Of Troubled Loans Reaches New Low**

Weaker Results at Large Banks Produce a Decline in Industry Profits

Lower servicing fee income, lower trading revenue, and a large charge for litigation settlement expenses led to a decline in the net income earned by insured institutions in the second quarter. The 8,868 commercial banks and savings institutions insured by the FDIC reported net income of \$33.1 billion, a decline of \$1.1 billion (3.3 percent) from the record quarterly total in the first quarter. Industry earnings still represented the second-best quarterly performance ever reported, and were \$2.0 billion (6.3 percent) above the level of the second quarter of 2004. The quarter-to-quarter decline was caused by lower earnings at a few large banks; for the industry as a whole, almost two out of every three institutions (62 percent) reported higher net income than in the first quarter, but five of the ten largest insured institutions saw their earnings decline. Servicing fees were \$2.2 billion (43.9 percent) lower than in the first quarter, while trading revenue fell by \$1.9 billion (43.3 percent). Noninterest expenses rose by \$2.2 billion (2.9 percent) from the first quarter, including a \$1.2-billion charge for litigation settlement costs. On the positive side, sales of securities and other assets yielded \$2.3 billion in gains, compared to \$845 million in the first quarter and \$1.6 billion in the second quarter of 2004. Strong growth in interest-earning assets produced a \$672-million (0.9-percent) increase in net interest income. Loan-loss provision expenses were \$434 million (7.0 percent) higher than in the first quarter, but were still \$722 million (9.8 percent) below the level of a year earlier. The industry's return on assets (ROA) fell to 1.28 percent in the second quarter, from 1.35 percent in the first quarter and 1.31 percent in the second quarter of 2004. More than half of all institutions (58 percent) had quarterly ROAs of 1 percent or better, and only 5.6 percent of insured institutions reported a net loss for the quarter.

Rising Funding Costs Erode Margins at Larger Institutions

Short-term interest rates rose during the second quarter, with different results at large and smaller institutions. Large institutions rely more heavily on short-term borrowings to fund their assets, and their funding costs increase more than other institutions' when short rates rise. At institutions with more than \$10 billion in assets, the average net interest margin declined by 9 basis points in the second quarter. At all other institutions, funding costs did not rise as rapidly as asset yields, and the average margin improved by 7 basis points. However, the 114 insured commercial banks and savings institutions with more than \$10 billion in assets hold almost three quarters of all industry assets (73.6 percent), so the decline in their margins caused a 4 basis-point decline in the overall industry margin. At 3.49 percent, the industry margin is at its lowest level since the third quarter of 1990.

Loan Losses Continue Trending Downward

Insured banks and thrifts charged-off \$6.7 billion in the second quarter, a decline of \$493 million (6.9 percent) from the first quarter, and \$1.5 billion (18.2 percent) less than they charged-off in the second quarter of 2004. This is the smallest amount of loan losses in a quarter since the third quarter of 2000, and the quarterly net charge-off rate of 0.42 percent is the lowest since the first quarter of 1995. The drop in loan losses from first-quarter levels stemmed from improvements in consumer loan portfolios. Net charge-offs of credit-card loans were \$343 million (7.9 percent) lower than in the first quarter, and net charge-offs of other nonmortgage loans to individuals were \$127 million (8.5 percent) lower. No loan categories had significant increases in net charge-offs. Compared to the second quarter of 2004, charge-offs of loans to commercial and industrial borrowers registered the greatest improvement, a \$633-million (46.9-percent) decline.

Noncurrent Loans Decline for Eleventh Consecutive Quarter

The amount of loans that were noncurrent (90 days or more past due or in nonaccrual status) declined by \$427 million (0.9 percent) during the second quarter. This is the eleventh quarter in a row that noncurrent loans have declined. They are now \$23.1 billion (33.5 percent) below the most recent peak level of \$68.9 billion, reached in the third quarter of 2002. At midyear, noncurrent loans and leases represented 0.71 percent of all loans and leases, the lowest level registered since insured banks and thrifts began reporting noncurrent loan data in 1984, and the fifth quarter in a row that this ratio has set a new record low. Noncurrent C&I loans fell by \$678 million (6.5 percent) during the quarter. Noncurrent credit-card loans declined by \$354 million (5.5 percent), and noncurrent commercial real estate loans dropped by \$225 million (4.3 percent). The amount of residential mortgage loans that were noncurrent increased by \$1.1 billion (8.9 percent), with all of the growth occurring at two institutions.

Reserve Ratio Falls to 19-year Low

The industry's reserves for loan losses declined for the sixth quarter in a row and the seventh time in the past eight quarters, as large banks added fewer dollars to reserves in loss provisions than they took out in charge-offs. The \$652-million decline in reserves, combined with a \$204-billion increase in loans, caused the industry's ratio of reserves to total loans to drop from 1.28 percent to 1.23 percent. This is the lowest level for this ratio since the first quarter of 1986. Since reaching an all-time high of \$85.9 billion two years ago, the industry's reserves for loan losses have fallen by \$6.9 billion (8.0 percent). The main impetus behind the downward trend in reserves has been the steady improvement in asset quality, particularly at larger banks. As the reserve ratio has fallen, the industry's "coverage ratio" of reserves to noncurrent loans has improved. At midyear, insured institutions had \$1.73 in reserves for every \$1.00 of noncurrent loans, the highest level for this ratio in six years.

Retained Earnings, Securities Appreciation Boost Equity Capital

Equity capital increased by \$30.6 billion (2.9 percent) during the second quarter, as the industry's equity capital ratio reached its highest level — 10.38 percent of total assets — since 1938. Retained earnings of \$14.8 billion were \$2.0 billion (15.6 percent) above the level of a year ago, and were the largest contributor to the capital increase. An \$11.6-billion increase in unrealized gains on securities held for sale, caused by higher market values in institutions' fixed-rate securities portfolios, was another major contributor to equity growth. The improvement in equity capital was widespread. Almost two out of every three institutions (63.3 percent) reported increases in their equity capital ratios during the second quarter.

Loan Growth Is Second-highest Quarterly Total Ever

Strong demand in construction lending, residential real estate, and C&I loans helped the industry grow its total loan portfolio by \$204 billion (3.3 percent). This is the second-largest quarterly increase ever, after the \$235-billion increase in total loans and leases in the second quarter of 2004. Residential mortgage loans increased by \$65.8 billion (3.5 percent) during the quarter, while home equity lines of credit grew by \$25.9 billion (5.1 percent). C&I loans grew by a record \$42.4 billion (4.2 percent), and real estate construction and development loans were up by \$30.1 billion (8.4 percent). Data reported by insured commercial banks show that a large share of the recent growth in residential mortgage loans has consisted of adjustable-rate mortgages (ARMs), although the last two quarters have seen a shift toward fixed-rate mortgages. During the second quarter, ARMs accounted for 47.9 percent (\$16.4 billion) of the

increase in residential mortgage loans at commercial banks. Over the last four quarters, almost two-thirds (65.4 percent) of the increase in residential mortgage loans at commercial banks has come from ARMs. Annual data on loans to small businesses and farms reported as of each June 30 show that lending to larger borrowers outstripped lending to smaller borrowers during the past 12 months. Between June 30 2004 and June 30 2005, C&I loans in amounts of \$1 million or less increased by 3.7 percent, while larger C&I loans grew by 17.6 percent. Commercial real estate loans of less than \$1 million increased by 4.7 percent, while larger commercial real estate loans grew by 11.8 percent. Agricultural production loans and real estate loans secured by farmland in amounts of \$500 thousand or less were up by 2.6 percent, while larger loans to agricultural borrowers rose by 9.5 percent.

Deposit Growth Fails to Keep Pace with Increase in Loans

Total deposits of insured institutions increased by \$112.2 billion (1.7 percent) during the quarter, while nondeposit liabilities grew by \$45.2 billion (1.8 percent). The industry's loan-to-deposit ratio rose from 91.2 percent to 92.7 percent, its highest level since the first quarter of 2001. For a second consecutive quarter, insured (smaller denomination) deposits in domestic offices grew by a larger amount than uninsured (large denomination) deposits. Prior to this year, uninsured deposit growth had exceeded growth in insured deposits in 10 of the previous 11 quarters.

Merger Produces First Trillion-dollar Bank

The number of FDIC-insured commercial banks and savings institutions reporting financial results declined by 63 in the second quarter. During the quarter, 44 new charters were added, while 105 insured institutions were absorbed into other institutions. One of these mergers, between Bank of America and Fleet Bank, resulted in the first FDIC-insured institution with more than \$1 trillion in total assets (their parent holding companies merged in 2004). As of June 30, Bank of America reported total assets of \$1.048 trillion. No institutions failed during the second quarter. It has now been more than four quarters since the last failure of an FDIC-insured bank or thrift. This is the longest interval without a bank failure since the 15-month period from August 1996 through October 1997. Four mutually-owned savings institutions, with total assets of \$2.1 billion, converted to stock ownership in the second quarter. The number of institutions on the FDIC's "Problem List" continued to decline, dropping from 80 to 74, while assets of "problem" institutions declined from \$28.2 billion to \$21.7 billion. The number of "problem" institutions at midyear is the lowest total reached in the 36 years for which these data are available.

TABLE I-A. Selected Indicators, All FDIC-Insured Institutions*

	2005**	2004**	2004	2003	2002	2001	2000
Return on assets (%)	1.31	1.33	1.29	1.38	1.30	1.14	1.14
Return on equity (%)	12.68	14.21	13.27	15.04	14.11	12.96	13.53
Core capital (leverage) ratio (%)	8.26	8.05	8.12	7.88	7.86	7.78	7.71
Noncurrent assets plus							
other real estate owned to assets (%)	0.48	0.60	0.53	0.75	0.90	0.87	0.71
Net charge-offs to loans (%)	0.44	0.60	0.56	0.78	0.97	0.83	0.59
Asset growth rate (%)	8.56	8.13	11.34	7.58	7.20	5.44	8.41
Net interest margin (%)	3.51	3.61	3.53	3.73	3.96	3.78	3.77
Net operating income growth (%)	10.57	9.62	4.35	15.99	18.45	-0.98	1.71
Number of institutions reporting	8,868	9,078	8,975	9,181	9,354	9,614	9,904
Commercial banks	7,549	7,694	7,630	7,770	7,888	8,080	8,315
Savings institutions	1,319	1,384	1,345	1,411	1,466	1,534	1,589
Percentage of unprofitable institutions (%)	5.49	5.57	5.93	5.98	6.67	8.24	7.53
Number of problem institutions	74	102	80	116	136	114	94
Assets of problem institutions (in billions)	\$22	\$26	\$28	\$30	\$39	\$40	\$24
Number of failed/assisted institutions	0	4	4	3	11	4	7

* Excludes insured branches of foreign banks (IBAs)

** Through June 30, ratios annualized where appropriate. Asset growth rates are for 12 months ending June 30.

TABLE II-A. Aggregate Condition and Income Data, All FDIC-Insured Institutions

(dollar figures in millions)	2nd Quarter 2005	1st Quarter 2005	2nd Quarter 2004	%Change 04:2-05:2		
Number of institutions reporting	8,868	8,931	9,078	-2.3		
Total employees (full-time equivalent)	2,130,247	2,104,618	2,100,293	1.4		
CONDITION DATA						
Total assets	\$10,474,300	\$10,286,342	\$9,648,545	8.6		
Loans secured by real estate	3,932,209	3,787,736	3,429,330	14.7		
1-4 Family residential mortgages	1,952,586	1,886,828	1,744,027	12.0		
Commercial real estate	782,252	767,066	718,676	8.8		
Construction and development	389,200	359,079	299,498	30.0		
Home equity lines	533,792	507,924	415,792	28.4		
Commercial & industrial loans	1,043,129	1,000,769	926,083	12.6		
Loans to individuals	907,669	907,814	846,060	7.3		
Credit cards	366,447	364,060	322,799	13.5		
Farm loans	48,338	45,437	47,281	2.2		
Other loans & leases	476,847	462,329	537,411	-11.3		
Less: Unearned income	3,083	3,077	3,067	0.5		
Total loans & leases	6,405,108	6,201,009	5,783,099	10.8		
Less: Reserve for losses	79,068	79,719	83,999	-5.9		
Net loans and leases	6,326,040	6,121,289	5,699,100	11.0		
Securities	1,889,406	1,888,517	1,874,571	0.8		
Other real estate owned	4,091	4,243	4,957	-17.5		
Goodwill and other intangibles	322,357	325,904	240,387	34.1		
All other assets	1,932,405	1,946,388	1,829,530	5.6		
Total liabilities and capital	10,474,300	10,286,342	9,648,545	8.6		
Deposits	6,820,943	6,708,778	6,290,153	8.4		
Domestic office deposits	5,925,774	5,827,158	5,462,523	8.5		
Foreign office deposits	895,168	881,620	827,631	8.2		
Other borrowed funds	2,016,257	1,957,427	1,931,627	4.4		
Subordinated debt	123,091	122,515	110,532	11.4		
All other liabilities	427,115	441,311	399,169	7.0		
Equity capital	1,086,893	1,056,310	917,063	18.5		
Loans and leases 30-89 days past due	48,151	49,474	46,751	3.0		
Noncurrent loans and leases	45,816	46,243	51,502	-11.0		
Restructured loans and leases	3,152	2,537	2,442	29.1		
Direct and indirect investments in real estate	908	872	775	17.2		
Mortgage-backed securities	1,141,359	1,142,360	1,073,556	6.3		
Earning assets	9,142,099	8,967,337	8,426,852	8.5		
FHLB Advances	584,883	545,788	534,878	9.3		
Unused loan commitments	6,681,216	6,484,647	6,184,712	8.0		
Trust assets	15,538,921	15,160,390	13,904,030	11.8		
Assets securitized and sold****	971,240	916,206	863,539	12.5		
Notional amount of derivatives****	96,943,486	91,861,153	81,711,649	18.6		
INCOME DATA						
	First Half 2005	First Half 2004	%Change	2nd Quarter 2005	2nd Quarter 2004	%Change 04:2-05:2
Total interest income	\$246,419	\$205,044	20.2	\$126,753	\$105,085	20.6
Total interest expense	89,127	58,132	53.3	47,678	29,640	60.9
Net interest income	157,291	146,912	7.1	79,075	75,445	4.8
Provision for loan and lease losses	12,809	14,793	-13.4	6,625	7,347	-9.8
Total noninterest income	109,691	104,204	5.3	54,408	53,624	1.5
Total noninterest expense	157,000	148,480	5.7	79,734	76,967	3.6
Securities gains (losses)	3,100	4,187	-26.0	2,256	1,645	37.2
Applicable income taxes	32,921	30,115	9.3	16,255	15,272	6.4
Extraordinary gains, net	12	214	-94.4	7	28	-76.2
Net income	67,364	62,128	8.4	33,131	31,155	6.3
From international operations	5,520	6,588	-16.2	3,105	3,905	-20.5
Net charge-offs	13,856	16,575	-16.4	6,684	8,174	-18.2
Cash dividends	33,652	31,879	5.6	18,295	18,322	-0.1
Retained earnings	33,712	30,249	11.5	14,836	12,834	15.6
Net operating income	65,287	59,048	10.6	31,646	30,014	5.4

*** Call Report filers only.

TABLE III-A. Second Quarter 2005, All FDIC-Insured Institutions

SECOND QUARTER (The way it is...)	All Insured Institutions	Asset Concentration Groups*									
		Credit Card Banks	International Banks	Agricultural Banks	Commercial Lenders	Mortgage Lenders	Consumer Lenders	Other Specialized <\$1 Billion	All Other <\$1 Billion	All Other >\$1 Billion	
Number of institutions reporting	8,868	29	6	1,731	4,546	953	118	422	1,004	59	
Commercial banks	7,549	26	6	1,726	4,128	238	91	372	914	48	
Savings institutions	1,319	3	0	5	418	715	27	50	90	11	
Total assets (in billions)	\$10,474.3	\$372.3	\$1,927.3	\$139.0	\$3,648.1	\$1,642.0	\$146.2	\$49.9	\$127.3	\$2,422.2	
Commercial banks	8,724.6	361.4	1,927.3	138.5	3,258.5	417.0	89.9	40.3	107.5	2,384.3	
Savings institutions	1,749.7	10.9	0.0	0.6	389.6	1,225.0	56.3	9.6	19.8	37.9	
Total deposits (in billions)	6,820.9	115.5	1,171.4	112.1	2,632.0	946.1	84.1	36.6	104.0	1,619.1	
Commercial banks	5,794.7	114.0	1,171.4	111.7	2,377.6	251.6	50.1	29.5	88.5	1,600.5	
Savings institutions	1,026.2	1.5	0.0	0.4	254.5	694.5	34.0	7.2	15.5	18.6	
Net income (in millions)	33,131	2,925	3,403	466	12,163	4,897	530	200	346	8,202	
Commercial banks	27,988	2,811	3,403	465	11,021	1,412	318	146	310	8,102	
Savings institutions	5,144	113	0	1	1,141	3,485	212	54	36	100	
Performance Ratios (annualized,%)											
Yield on earning assets	5.60	11.40	4.89	6.02	5.79	5.21	6.76	4.63	5.62	5.19	
Cost of funding earning assets	2.11	2.98	2.31	1.90	1.93	2.33	2.53	1.57	1.76	1.95	
Net interest margin	3.49	8.43	2.57	4.13	3.86	2.87	4.23	3.06	3.86	3.24	
Noninterest income to assets	2.10	10.24	2.66	0.69	1.50	1.14	2.15	6.92	1.19	1.97	
Noninterest expense to assets	3.07	9.06	3.59	2.72	2.85	2.11	2.91	7.22	3.20	2.66	
Loan and lease loss provision to assets	0.26	3.49	0.21	0.13	0.17	0.06	0.80	0.02	0.18	0.04	
Net operating income to assets	1.22	2.98	0.69	1.35	1.34	1.04	1.35	1.57	1.07	1.30	
Pretax return on assets	1.90	4.92	1.02	1.65	1.96	1.87	2.16	2.43	1.39	2.09	
Return on assets	1.28	3.18	0.71	1.35	1.35	1.22	1.40	1.61	1.09	1.36	
Return on equity	12.35	14.56	8.41	12.39	13.46	11.22	10.73	8.80	9.97	13.83	
Net charge-offs to loans and leases	0.42	4.18	0.66	0.14	0.21	0.09	1.11	0.38	0.33	0.17	
Loan and lease loss provision to net charge-offs ..	99.12	112.25	76.97	142.27	117.58	93.42	96.19	25.39	95.38	43.31	
Efficiency ratio	58.22	49.39	73.32	60.03	56.21	55.40	49.31	73.42	67.19	55.10	
% of unprofitable institutions	5.55	6.90	0.00	2.20	6.29	5.98	1.69	15.64	3.88	3.39	
% of institutions with earnings gains	64.19	51.72	33.33	57.94	72.37	57.29	55.08	45.73	53.78	64.41	
Structural Changes											
New Charters	44	0	0	0	18	2	0	24	0	0	
Institutions absorbed by mergers	105	0	0	4	64	7	0	1	0	29	
Failed Institutions	0	0	0	0	0	0	0	0	0	0	
PRIOR SECOND QUARTERS (The way it was...)											
Return on assets (%)	2004	1.31	4.08	0.68	1.27	1.36	1.21	1.54	1.28	1.10	1.33
.....	2002	1.37	3.68	1.17	1.30	1.28	1.28	1.60	1.69	1.20	1.35
.....	2000	0.98	2.16	0.99	1.35	0.92	0.90	1.20	1.99	1.17	0.63
Net charge-offs to loans & leases (%)	2004	0.58	5.08	0.99	0.18	0.32	0.11	1.15	0.41	0.29	0.31
.....	2002	0.94	5.78	1.48	0.30	0.73	0.17	1.00	0.67	0.31	0.70
.....	2000	0.51	3.68	0.47	0.19	0.41	0.11	0.13	0.37	0.25	0.51

* See Table IV-A (page 8) for explanations.

TABLE III-A. Second Quarter 2005, All FDIC-Insured Institutions

SECOND QUARTER (The way it is...)	All Insured Institutions	Asset Size Distribution				Geographic Regions*					
		Less than \$100 Million	\$100 Million to \$1 Billion	\$1 Billion to \$10 Billion	Greater than \$10 Billion	New York	Atlanta	Chicago	Kansas City	Dallas	San Francisco
Number of institutions reporting	8,868	3,996	4,266	492	114	1,109	1,214	1,897	2,079	1,812	757
Commercial banks	7,549	3,571	3,524	370	84	586	1,069	1,557	1,973	1,686	678
Savings institutions	1,319	425	742	122	30	523	145	340	106	126	79
Total assets (in billions)	\$10,474.3	\$207.5	\$1,209.7	\$1,351.2	\$7,705.9	\$2,729.8	\$2,579.4	\$2,426.9	\$765.3	\$570.0	\$1,402.8
Commercial banks	8,724.6	185.7	968.0	992.5	6,578.4	2,142.7	2,418.8	2,279.1	721.0	478.7	684.3
Savings institutions	1,749.7	21.8	241.7	358.7	1,127.5	587.1	160.6	147.8	44.3	91.3	718.5
Total deposits (in billions)	6,820.9	170.9	964.5	921.4	4,764.1	1,784.9	1,735.6	1,516.2	547.0	424.9	812.2
Commercial banks	5,794.7	154.2	782.6	691.1	4,166.8	1,408.4	1,630.6	1,412.1	518.9	374.4	450.4
Savings institutions	1,026.2	16.7	181.9	230.3	597.3	376.6	105.0	104.1	28.2	50.6	361.8
Net income (in millions)	33,131	560	3,705	4,478	24,388	8,666	8,458	5,622	2,963	1,798	5,624
Commercial banks	27,988	484	3,188	3,485	20,830	7,010	8,096	5,319	2,876	1,522	3,165
Savings institutions	5,144	76	517	992	3,558	1,656	361	304	87	276	2,459
Performance Ratios (annualized,%)											
Yield on earning assets	5.60	5.99	6.07	5.81	5.47	5.69	5.29	5.10	6.29	5.94	6.28
Cost of funding earning assets	2.11	1.77	1.95	2.03	2.16	2.25	2.03	2.16	1.82	1.94	2.09
Net interest margin	3.49	4.22	4.12	3.78	3.31	3.43	3.26	2.94	4.46	4.01	4.19
Noninterest income to assets	2.10	1.36	1.22	1.67	2.33	2.52	1.77	1.98	2.82	1.50	1.92
Noninterest expense to assets	3.07	3.65	3.15	3.07	3.04	3.29	2.58	3.11	4.10	3.23	2.86
Loan and lease loss provision to assets	0.26	0.19	0.20	0.20	0.28	0.38	0.09	0.09	0.38	0.17	0.57
Net operating income to assets	1.22	1.07	1.22	1.23	1.22	1.23	1.26	0.91	1.53	1.26	1.47
Pretax return on assets	1.90	1.43	1.69	2.01	1.93	1.91	2.02	1.32	2.29	1.73	2.53
Return on assets	1.28	1.09	1.24	1.35	1.27	1.29	1.32	0.93	1.55	1.28	1.63
Return on equity	12.35	9.02	12.13	12.44	12.47	12.09	13.30	10.00	14.50	13.33	13.10
Net charge-offs to loans and leases	0.42	0.18	0.19	0.23	0.51	0.69	0.18	0.26	0.51	0.23	0.63
Loan and lease loss provision to net charge-offs	99.12	166.50	157.98	127.19	92.07	98.95	86.53	60.59	102.07	123.36	121.46
Efficiency ratio	58.22	69.27	62.42	58.87	57.17	57.89	54.91	67.44	59.20	62.59	48.85
% of unprofitable institutions	5.55	9.83	1.97	3.05	0.00	6.40	8.07	4.01	3.70	5.68	8.85
% of institutions with earnings gains	64.19	57.81	68.96	74.19	65.79	64.29	73.06	62.05	57.96	64.07	72.52
Structural Changes											
New Charters	44	39	3	1	1	6	10	4	6	6	12
Institutions absorbed by mergers	105	32	61	8	4	14	19	38	19	12	3
Failed Institutions	0	0	0	0	0	0	0	0	0	0	0
PRIOR SECOND QUARTERS (The way it was...)											
Return on assets (%)	2004	1.31	0.98	1.17	1.46	1.32	1.08	1.40	1.36	1.53	1.31
.....	2002	1.37	1.06	1.20	1.38	1.42	1.25	1.35	1.35	1.60	1.50
.....	2000	0.98	1.14	1.20	1.08	0.90	1.12	0.41	0.92	1.45	1.12
Net charge-offs to loans & leases (%)	2004	0.58	0.23	0.23	0.45	0.68	0.85	0.32	0.41	0.76	0.39
.....	2002	0.94	0.31	0.35	0.73	1.16	1.40	0.72	0.73	1.21	0.39
.....	2000	0.51	0.27	0.27	0.52	0.58	0.63	0.43	0.31	0.74	0.33

* See Table IV-A (page 9) for explanations.

TABLE IV-A. First Half 2005, All FDIC-Insured Institutions

FIRST HALF (The way it is...)	All Insured Institutions	Asset Concentration Groups*								
		Credit Card Banks	International Banks	Agricultural Banks	Commercial Lenders	Mortgage Lenders	Consumer Lenders	Specialized <\$1 Billion	All Other <\$1 Billion	All Other >\$1 Billion
Number of institutions reporting	8,868	29	6	1,731	4,546	953	118	422	1,004	59
Commercial banks	7,549	26	6	1,726	4,128	238	91	372	914	48
Savings institutions	1,319	3	0	5	418	715	27	50	90	11
Total assets (in billions)	\$10,474.3	\$372.3	\$1,927.3	\$139.0	\$3,648.1	\$1,642.0	\$146.2	\$49.9	\$127.3	\$2,422.2
Commercial banks	8,724.6	361.4	1,927.3	138.5	3,258.5	417.0	89.9	40.3	107.5	2,384.3
Savings institutions	1,749.7	10.9	0.0	0.6	389.6	1,225.0	56.3	9.6	19.8	37.9
Total deposits (in billions)	6,820.9	115.5	1,171.4	112.1	2,632.0	946.1	84.1	36.6	104.0	1,619.1
Commercial banks	5,794.7	114.0	1,171.4	111.7	2,377.6	251.6	50.1	29.5	88.5	1,600.5
Savings institutions	1,026.2	1.5	0.0	0.4	254.5	694.5	34.0	7.2	15.5	18.6
Net income (in millions)	67,364	5,905	7,785	903	23,720	9,565	1,010	393	723	17,360
Commercial banks	57,439	5,745	7,785	901	21,622	2,730	556	294	648	17,157
Savings institutions	9,925	160	0	2	2,098	6,834	454	98	75	204
Performance Ratios (annualized,%)										
Yield on earning assets	5.50	11.03	4.82	5.89	5.68	5.08	6.81	4.54	5.55	5.10
Cost of funding earning assets	1.99	2.78	2.22	1.81	1.82	2.19	2.44	1.50	1.69	1.82
Net interest margin	3.51	8.25	2.60	4.08	3.85	2.90	4.37	3.04	3.86	3.29
Noninterest income to assets	2.13	10.12	2.80	0.68	1.48	1.14	2.04	6.85	1.25	2.03
Noninterest expense to assets	3.05	9.05	3.46	2.71	2.85	2.09	2.89	7.18	3.23	2.67
Loan and lease loss provision to assets	0.25	3.22	0.22	0.13	0.17	0.06	0.88	0.04	0.15	0.03
Net operating income to assets	1.27	2.99	0.85	1.31	1.32	1.07	1.31	1.54	1.12	1.39
Pretax return on assets	1.95	4.96	1.19	1.60	1.94	1.86	2.07	2.39	1.44	2.20
Return on assets	1.31	3.19	0.81	1.31	1.34	1.21	1.35	1.59	1.14	1.45
Return on equity	12.68	14.92	9.67	12.05	13.37	11.12	9.96	8.62	10.40	14.65
Net charge-offs to loans and leases	0.44	4.26	0.70	0.13	0.21	0.09	1.16	0.30	0.29	0.17
Loan and lease loss provision to net charge-offs	92.44	100.40	72.79	155.03	118.38	93.57	101.42	53.76	89.25	32.26
Efficiency ratio	57.35	50.18	68.55	60.66	56.43	54.51	48.68	73.90	67.09	54.24
% of unprofitable institutions	5.49	6.90	0.00	2.08	6.40	5.67	2.54	15.64	3.19	5.08
% of institutions with earnings gains	64.49	62.07	33.33	59.68	72.66	57.61	51.69	45.26	52.69	55.93
Condition Ratios(%)										
Earning assets to total assets	87.28	82.02	82.59	92.28	89.72	91.78	86.90	88.33	91.93	84.56
Loss Allowance to:										
Loans and leases	1.23	4.34	1.56	1.42	1.23	0.48	1.52	1.48	1.28	1.02
Noncurrent loans and leases	172.58	273.74	130.60	157.80	203.68	94.16	276.94	188.05	145.90	162.68
Noncurrent assets plus										
other real estate owned to assets	0.48	1.17	0.53	0.68	0.48	0.41	0.44	0.26	0.60	0.37
Equity capital ratio	10.38	21.70	8.46	10.97	10.09	10.89	12.08	18.41	11.06	9.91
Core capital (leverage) ratio	8.26	17.03	6.46	10.57	8.50	9.31	8.50	15.56	10.73	6.86
Tier 1 risk-based capital ratio	10.82	15.94	8.73	14.79	10.11	15.83	10.84	35.66	17.84	9.09
Total risk-based capital ratio	13.18	18.52	12.18	15.90	12.13	17.27	12.75	36.81	19.07	11.72
Net loans and leases to deposits	92.74	228.28	68.50	79.38	95.24	123.12	129.38	34.58	68.28	80.72
Net loans to total assets	60.40	70.81	41.63	64.02	68.72	70.94	74.42	25.42	55.74	53.95
Domestic deposits to total assets	56.57	27.18	30.19	80.65	70.02	57.19	56.81	71.95	81.64	58.38
Structural Changes										
New Charters	77	0	0	1	24	4	0	47	1	0
Institutions absorbed by mergers	182	3	0	11	116	11	0	5	5	32
Failed Institutions	0	0	0	0	0	0	0	0	0	0
PRIOR FIRST HALVES (The way it was...)										
Number of institutions	2004	9,078	36	6	1,775	4,350	997	144	488	87
.....	2002	9,466	47	6	1,892	4,079	1,168	216	440	92
.....	2000	10,102	61	7	2,086	3,929	1,325	315	521	82
Total assets (in billions)	2004	\$9,648.5	\$334.4	\$1,554.5	\$135.7	\$3,031.1	\$1,402.0	\$160.7	\$57.1	\$155.6
.....	2002	8,039.0	299.4	1,294.8	123.3	3,356.5	1,191.8	163.2	48.4	189.7
.....	2000	7,163.6	265.4	1,125.5	122.2	3,754.2	1,018.4	84.2	50.3	209.6
Return on assets (%)	2004	1.33	3.97	0.89	1.26	1.35	1.22	1.58	1.36	1.10
.....	2002	1.34	3.44	0.99	1.28	1.30	1.29	1.52	1.31	1.19
.....	2000	1.13	2.51	1.15	1.31	1.09	1.01	1.19	1.98	1.17
Net charge-offs to loans & leases (%)	2004	0.60	5.03	1.13	0.15	0.32	0.12	1.29	0.50	0.27
.....	2002	0.96	6.42	1.49	0.24	0.67	0.16	1.04	0.51	0.28
.....	2000	0.51	3.80	0.48	0.16	0.39	0.12	0.18	0.46	0.21
Noncurrent assets plus										
OREO to assets (%)	2004	0.60	1.33	0.75	0.80	0.59	0.58	0.79	0.30	0.64
.....	2002	0.91	1.54	1.16	0.94	0.89	0.66	1.22	0.35	0.68
.....	2000	0.65	1.42	0.68	0.76	0.65	0.46	0.97	0.28	0.56
Equity capital ratio (%)	2004	9.50	18.01	7.18	10.52	9.35	8.65	7.99	16.25	10.38
.....	2002	9.25	15.64	7.20	10.82	9.62	9.10	8.56	17.55	10.53
.....	2000	8.37	13.04	6.74	10.27	8.44	7.92	8.13	15.45	10.03

***Asset Concentration Group Definitions (Groups are hierarchical and mutually exclusive):**

Credit-card Lenders - Institutions whose credit-card loans plus securitized receivables exceed 50 percent of total assets plus securitized receivables.

International Banks - Banks with assets greater than \$10 billion and more than 25 percent of total assets in foreign offices.

Agricultural Banks - Banks whose agricultural production loans plus real estate loans secured by farmland exceed 25 percent of their total loans and leases.

Commercial Lenders - Institutions whose commercial and industrial loans, plus real estate construction and development loans, plus loans

secured by commercial real estate properties exceed 25 percent of total assets.

Mortgage Lenders - Institutions whose residential mortgage loans, plus mortgage-backed securities, exceed 50 percent of total assets.

Consumer Lenders - Institutions whose residential mortgage loans, plus credit-card loans, plus other loans to individuals, exceed 50 percent of total assets.

Other Specialized < \$1 Billion - Institutions with assets less than \$1 billion, whose loans and leases are less than 40 percent of total assets.

All Other < \$1 billion - Institutions with assets less than \$1 billion that do not meet any of the definitions above, they have significant lending activity with no identified asset concentrations.

All Other > \$1 billion - Institutions with assets greater than \$1 billion that do not meet any of the definitions above, they have significant lending activity with no identified asset concentrations.

TABLE IV-A. First Half 2005, All FDIC-Insured Institutions

	All Insured Institutions	Asset Size Distribution				Geographic Regions*					
		Less than \$100 Million	Million to \$1 Billion	\$1 Billion to \$10 Billion	Greater than \$10 Billion	New York	Atlanta	Chicago	Kansas City	Dallas	San Francisco
FIRST HALF (The way it is...)											
Number of institutions reporting	8,868	3,996	4,266	492	114	1,109	1,214	1,897	2,079	1,812	757
Commercial banks	7,549	3,571	3,524	370	84	586	1,069	1,557	1,973	1,686	678
Savings institutions	1,319	425	742	122	30	523	145	340	106	126	79
Total assets (in billions)	\$10,474.3	\$207.5	\$1,209.7	\$1,351.2	\$7,705.9	\$2,729.8	\$2,579.4	\$2,426.9	\$765.3	\$570.0	\$1,402.8
Commercial banks	8,724.6	185.7	968.0	992.5	6,578.4	2,142.7	2,418.8	2,279.1	721.0	478.7	684.3
Savings institutions	1,749.7	21.8	241.7	358.7	1,127.5	587.1	160.6	147.8	44.3	91.3	718.5
Total deposits (in billions)	6,820.9	170.9	964.5	921.4	4,764.1	1,784.9	1,735.6	1,516.2	547.0	424.9	812.2
Commercial banks	5,794.7	154.2	782.6	691.1	4,166.8	1,408.4	1,630.6	1,412.1	518.9	374.4	450.4
Savings institutions	1,026.2	16.7	181.9	230.3	597.3	376.6	105.0	104.1	28.2	50.6	361.8
Net income (in millions)	67,364	1,090	7,266	8,783	50,225	17,080	17,698	11,705	6,170	3,555	11,156
Commercial banks	57,439	954	6,265	6,841	43,378	13,875	16,877	11,131	6,059	2,979	6,518
Savings institutions	9,925	136	1,000	1,942	6,847	3,205	821	574	112	576	4,638
Performance Ratios (annualized,%)											
Yield on earning assets	5.50	5.85	5.93	5.65	5.38	5.54	5.27	5.04	6.16	5.77	6.10
Cost of funding earning assets	1.99	1.69	1.85	1.91	2.03	2.12	1.92	2.08	1.71	1.81	1.94
Net interest margin	3.51	4.16	4.08	3.74	3.35	3.42	3.35	2.96	4.45	3.96	4.16
Noninterest income to assets	2.13	1.31	1.22	1.67	2.38	2.54	1.80	2.03	2.95	1.50	1.93
Noninterest expense to assets	3.05	3.61	3.15	3.06	3.02	3.31	2.62	3.01	4.10	3.19	2.80
Loan and lease loss provision to assets	0.25	0.17	0.18	0.20	0.27	0.37	0.07	0.10	0.39	0.18	0.55
Net operating income to assets	1.27	1.05	1.20	1.23	1.29	1.23	1.33	1.00	1.60	1.26	1.52
Pretax return on assets	1.95	1.39	1.68	1.99	2.00	1.90	2.11	1.41	2.38	1.73	2.56
Return on assets	1.31	1.07	1.23	1.34	1.32	1.28	1.41	0.97	1.61	1.28	1.63
Return on equity	12.68	8.82	12.01	12.39	12.96	12.11	14.01	10.48	15.11	13.42	13.17
Net charge-offs to loans and leases	0.44	0.15	0.18	0.24	0.54	0.72	0.19	0.29	0.54	0.21	0.63
Loan and lease loss provision to net charge-offs ..	92.44	181.88	154.45	122.46	85.52	91.76	63.80	63.21	98.48	133.81	116.22
Efficiency ratio	57.35	69.79	62.87	58.96	55.94	58.32	54.49	64.28	58.20	62.31	47.77
% of unprofitable institutions	5.49	9.81	1.95	2.24	0.88	6.13	8.65	3.95	3.66	5.02	9.51
% of institutions with earnings gains	64.49	58.68	68.59	74.80	70.18	64.20	74.30	61.36	59.11	63.19	74.90
Condition Ratios(%)											
Earning assets to total assets	87.28	92.09	91.84	90.90	85.80	86.72	86.18	85.98	87.69	90.06	91.29
Loss Allowance to:											
Loans and leases	1.23	1.36	1.23	1.20	1.24	1.45	1.06	1.22	1.38	1.18	1.13
Noncurrent loans and leases	172.58	147.08	190.46	207.47	165.42	168.64	233.78	142.41	145.45	164.39	197.67
Noncurrent assets plus											
other real estate owned to assets	0.48	0.72	0.54	0.44	0.47	0.49	0.31	0.55	0.76	0.58	0.47
Equity capital ratio	10.38	12.16	10.29	10.86	10.26	10.70	10.00	9.30	10.83	9.64	12.34
Core capital (leverage) ratio	8.26	12.02	9.80	9.48	7.69	8.41	7.28	7.36	8.82	8.72	10.75
Tier 1 risk-based capital ratio	10.82	18.00	13.54	12.84	9.90	11.79	9.35	9.06	10.78	12.36	14.61
Total risk-based capital ratio	13.18	19.09	14.70	14.18	12.64	14.43	11.59	11.84	12.95	13.70	16.35
Net loans and leases to deposits	92.74	75.14	84.18	95.61	94.56	83.61	86.29	90.01	102.01	83.55	130.28
Net loans to total assets	60.40	61.88	67.11	65.20	58.46	54.67	58.07	56.23	72.91	62.29	75.43
Domestic deposits to total assets	56.57	82.36	79.62	67.55	50.34	47.59	61.22	53.75	67.77	74.08	57.19
Structural Changes											
New Charters	77	71	4	1	1	9	20	8	8	12	20
Institutions absorbed by mergers	182	81	94	19	8	29	27	56	28	28	14
Failed Institutions	0	0	0	0	0	0	0	0	0	0	0
PRIOR FIRST HALVES (The way it was...)											
Number of institutions	2004	9,078	4,277	4,217	468	116	1,148	1,228	1,990	2,120	1,846
.....	2002	9,466	4,918	4,002	446	100	1,235	1,245	2,086	2,192	1,923
.....	2000	10,102	5,682	3,893	426	101	1,307	1,327	2,249	2,307	2,066
Total assets (in billions)	2004	\$9,648.5	\$221.4	\$1,172.2	\$1,293.6	\$6,961.4	\$3,326.1	\$2,041.3	\$1,701.8	\$760.3	\$578.1
.....	2002	8,039.0	247.5	1,083.4	1,292.9	5,415.2	2,762.6	1,614.6	1,514.1	420.5	555.5
.....	2000	7,163.6	269.2	1,012.6	1,200.5	4,681.3	2,437.9	1,561.0	1,194.6	461.2	566.6
Return on assets (%)	2004	1.33	0.99	1.17	1.47	1.34	1.15	1.37	1.37	1.52	1.33
.....	2002	1.34	1.02	1.16	1.39	1.38	1.20	1.35	1.34	1.57	1.43
.....	2000	1.13	1.12	1.19	1.21	1.10	1.23	0.87	1.05	1.39	1.10
Net charge-offs to loans & leases (%)	2004	0.60	0.20	0.23	0.41	0.72	0.86	0.34	0.42	0.82	0.36
.....	2002	0.96	0.26	0.31	0.70	1.20	1.47	0.68	0.75	1.21	0.39
.....	2000	0.51	0.22	0.26	0.52	0.58	0.63	0.41	0.32	0.74	0.32
Noncurrent assets plus											
OREO to assets (%)	2004	0.60	0.83	0.62	0.55	0.60	0.61	0.42	0.73	0.63	0.67
.....	2002	0.91	0.87	0.72	0.71	1.00	1.02	0.79	1.02	0.82	0.74
.....	2000	0.65	0.69	0.57	0.61	0.67	0.70	0.63	0.62	0.57	0.66
Equity capital ratio (%)	2004	9.50	11.49	9.90	10.49	9.19	9.65	8.32	8.56	10.28	9.49
.....	2002	9.25	11.28	10.03	9.96	8.82	8.84	9.36	8.82	10.17	9.77
.....	2000	8.37	11.17	9.53	8.59	7.90	8.25	8.24	8.03	9.27	8.59

* Regions:

New York - Connecticut, Delaware, District of Columbia, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, Pennsylvania, Puerto Rico

Rhode Island, Vermont, U.S. Virgin Islands

Atlanta - Alabama, Florida, Georgia, North Carolina, South Carolina, Virginia, West Virginia

Chicago - Illinois, Indiana, Kentucky, Michigan, Ohio, Wisconsin

Kansas City - Iowa, Kansas, Minnesota, Missouri, Nebraska, North Dakota, South Dakota

Dallas - Arkansas, Colorado, Louisiana, Mississippi, New Mexico, Oklahoma, Tennessee, Texas

San Francisco - Alaska, Arizona, California, Hawaii, Idaho, Montana, Nevada, Oregon, Pacific Islands, Utah, Washington, Wyoming

TABLE V-A. Loan Performance, All FDIC-Insured Institutions

June 30, 2005	All Insured Institutions	Asset Concentration Groups*								
		Credit Card Banks	International Banks	Agricultural Banks	Commercial Lenders	Mortgage Lenders	Consumer Lenders	Other Specialized <\$1 Billion	All Other <\$1 Billion	All Other >\$1 Billion
Percent of Loans 30-89 Days Past Due										
All loans secured by real estate	0.67	0.85	0.81	1.01	0.58	0.73	1.04	1.01	1.16	0.66
Construction and development	0.56	0.00	1.08	1.31	0.49	0.93	1.11	0.50	0.96	0.58
Commercial real estate	0.45	0.00	0.99	0.92	0.45	0.44	0.27	0.52	0.89	0.29
Multifamily residential real estate	0.24	0.00	0.83	0.33	0.28	0.12	0.29	0.48	0.38	0.30
Home equity loans	0.37	0.65	0.43	0.45	0.33	0.31	0.31	0.43	0.56	0.43
Other 1-4 family residential	0.89	2.97	0.81	1.61	0.92	0.84	1.45	1.44	1.39	0.88
Commercial and industrial loans	0.57	1.84	0.38	1.39	0.68	0.47	0.98	1.18	1.32	0.37
Loans to individuals	1.55	2.00	1.69	2.17	1.25	0.90	1.27	2.04	1.95	1.24
Credit card loans	1.97	2.06	1.96	2.19	1.79	1.36	1.19	2.95	2.51	1.84
Other loans to individuals	1.26	1.38	1.51	2.17	1.19	0.83	1.29	1.96	1.92	1.14
All other loans and leases (including farm)	0.35	0.20	0.30	0.59	0.49	0.40	0.17	0.52	0.50	0.25
Total loans and leases	0.75	1.88	0.80	1.05	0.65	0.73	1.13	1.14	1.24	0.62
Percent of Loans Noncurrent**										
All real estate loans	0.59	0.15	1.08	0.81	0.56	0.50	0.40	0.79	0.85	0.63
Construction and development	0.42	0.00	0.95	0.43	0.38	0.55	0.55	1.03	0.79	0.43
Commercial real estate	0.65	1.46	1.40	1.04	0.61	0.63	0.64	1.01	1.20	0.60
Multifamily residential real estate	0.24	0.00	0.55	0.61	0.27	0.07	0.14	0.79	0.89	0.52
Home equity loans	0.17	0.11	0.25	0.20	0.17	0.15	0.05	0.19	0.19	0.17
Other 1-4 family residential	0.72	0.57	1.20	0.76	0.80	0.56	0.52	0.67	0.68	0.84
Commercial and industrial loans	0.93	1.04	1.52	1.53	0.81	0.76	0.81	0.99	1.38	0.68
Loans to individuals	1.21	1.74	2.00	0.77	0.50	0.37	0.63	0.67	0.69	0.70
Credit card loans	1.66	1.78	1.63	1.54	1.20	1.02	0.95	0.46	2.03	1.48
Other loans to individuals	0.90	1.29	2.26	0.74	0.42	0.27	0.53	0.69	0.63	0.56
All other loans and leases (including farm)	0.36	0.05	0.15	0.79	0.47	0.61	0.52	0.57	0.76	0.44
Total loans and leases	0.71	1.58	1.20	0.90	0.60	0.51	0.55	0.79	0.88	0.63
Percent of Loans Charged-off (net, YTD)										
All real estate loans	0.05	0.12	0.10	0.04	0.06	0.04	0.09	0.05	0.09	0.03
Construction and development	0.03	0.00	0.03	0.02	0.03	0.05	0.01	0.15	0.03	0.02
Commercial real estate	0.05	2.58	0.11	0.05	0.06	0.03	0.03	0.06	0.18	-0.02
Multifamily residential real estate	0.02	0.00	0.51	0.10	0.02	0.00	-0.01	0.19	0.18	-0.01
Home equity loans	0.08	0.13	0.14	0.06	0.10	0.04	0.15	0.04	0.06	0.07
Other 1-4 family residential	0.05	0.01	0.07	0.07	0.09	0.04	0.09	0.03	0.04	0.03
Commercial and industrial loans	0.28	2.73	0.08	0.42	0.38	0.12	2.54	0.54	0.49	0.08
Loans to individuals	2.45	4.70	2.65	0.51	1.00	1.22	1.90	1.27	1.10	1.08
Credit card loans	4.45	4.83	3.90	3.97	3.72	3.36	4.55	3.96	8.60	3.39
Other loans to individuals	1.06	3.12	1.79	0.37	0.70	0.89	1.12	0.67	0.57	0.64
All other loans and leases (including farm)	0.10	0.00	-0.10	0.00	0.30	0.50	0.10	0.30	0.40	0.20
Total loans and leases	0.40	4.30	0.70	0.10	0.20	0.10	1.20	0.30	0.30	0.20
Loans Outstanding (in billions)										
All real estate loans	\$3,932.2	\$16.4	\$219.2	\$49.5	\$1,692.9	\$1,079.4	\$43.3	\$8.9	\$50.3	\$772.3
Construction and development	389.2	0.0	6.9	3.5	291.8	25.2	1.6	0.8	3.0	56.4
Commercial real estate	782.3	0.0	19.5	12.7	558.3	53.2	3.2	2.6	12.0	120.8
Multifamily residential real estate	180.5	0.0	2.2	0.9	105.7	53.2	1.0	0.3	0.9	16.5
Home equity loans	533.8	14.9	46.2	0.9	190.7	109.1	10.7	0.4	2.2	158.7
Other 1-4 family residential	1,952.6	1.4	104.7	14.5	521.8	838.0	26.7	4.7	28.9	411.9
Commercial and industrial loans	1,043.1	8.8	200.6	12.8	514.6	42.8	8.1	1.6	7.5	246.3
Loans to individuals	907.7	243.5	202.5	6.5	196.8	42.4	55.9	1.7	9.7	148.5
Credit card loans	366.4	224.0	81.6	0.2	19.8	5.9	12.8	0.1	0.5	21.6
Other loans to individuals	541.2	19.6	120.9	6.3	177.0	36.5	43.1	1.6	9.3	126.9
All other loans and leases (including farm)	525.2	6.9	194.0	21.5	135.1	5.9	3.2	0.7	4.4	153.4
Total loans and leases	6,408.2	275.6	816.3	90.3	2,539.4	1,170.6	110.6	12.9	72.0	1,320.6
Memo: Other Real Estate Owned (in millions)										
All other real estate owned	4,090.7	-0.6	201.0	132.6	2,165.7	822.2	32.8	25.2	128.9	582.9
Construction and development	479.4	0.0	2.0	7.0	328.0	55.9	1.2	3.4	11.7	70.2
Commercial real estate	1,268.0	0.0	11.0	54.2	971.1	68.6	5.9	13.0	48.8	95.3
Multifamily residential real estate	131.8	0.0	0.0	6.7	54.8	8.1	0.2	0.2	7.9	53.9
1-4 family residential	2,078.0	1.1	131.0	38.8	780.9	689.4	23.9	8.1	55.3	349.5
Farmland	68.0	0.0	0.0	25.9	33.3	0.5	1.8	0.5	5.5	0.5

* See Table IV-A (page 8) for explanations.

** Noncurrent loan rates represent the percentage of loans in each category that are past due 90 days or more or that are in nonaccrual status.

TABLE V-A. Loan Performance, All FDIC-Insured Institutions

June 30, 2005	All Insured Institutions	Asset Size Distribution				Geographic Regions*					
		Less than \$100 Million	Million to \$1 Billion	\$1 Billion to \$10 Billion	Greater than \$10 Billion	New York	Atlanta	Chicago	Kansas City	Dallas	San Francisco
Percent of Loans 30-89 Days Past Due											
All loans secured by real estate	0.67	1.17	0.70	0.43	0.71	0.72	0.58	0.79	0.76	0.70	0.57
Construction and development	0.56	0.79	0.62	0.40	0.59	0.59	0.45	0.69	0.75	0.50	0.49
Commercial real estate	0.45	0.92	0.54	0.39	0.39	0.49	0.35	0.62	0.44	0.51	0.29
Multifamily residential real estate	0.24	0.55	0.40	0.21	0.21	0.14	0.34	0.49	0.33	0.55	0.12
Home equity loans	0.37	0.60	0.43	0.35	0.37	0.34	0.36	0.40	0.52	0.35	0.23
Other 1-4 family residential	0.89	1.63	0.98	0.53	0.92	0.91	0.80	1.09	1.09	1.04	0.75
Commercial and industrial loans	0.57	1.38	1.03	0.82	0.44	0.50	0.39	0.59	0.75	0.81	0.77
Loans to individuals	1.55	2.26	1.69	1.48	1.54	1.70	1.35	1.20	1.80	1.26	1.73
Credit card loans	1.97	1.67	3.28	2.25	1.93	1.91	2.27	1.57	2.28	0.64	2.16
Other loans to individuals	1.26	2.27	1.53	1.17	1.22	1.50	1.19	1.08	1.32	1.45	1.06
All other loans and leases (including farm)	0.35	0.67	0.51	0.43	0.32	0.38	0.19	0.44	0.37	0.57	0.30
Total loans and leases	0.75	1.25	0.80	0.59	0.76	0.86	0.58	0.76	0.88	0.77	0.75
Percent of Loans Noncurrent**											
All real estate loans	0.59	0.81	0.58	0.50	0.61	0.54	0.37	0.92	0.97	0.68	0.40
Construction and development	0.42	0.55	0.45	0.38	0.42	0.55	0.31	0.55	0.41	0.43	0.37
Commercial real estate	0.65	0.84	0.66	0.65	0.62	0.61	0.47	0.93	0.68	0.75	0.48
Multifamily residential real estate	0.24	0.41	0.35	0.24	0.21	0.15	0.47	0.47	0.57	0.66	0.03
Home equity loans	0.17	0.25	0.19	0.20	0.16	0.12	0.13	0.24	0.21	0.15	0.11
Other 1-4 family residential	0.72	0.90	0.61	0.53	0.77	0.52	0.41	1.33	1.66	0.83	0.47
Commercial and industrial loans	0.93	1.47	1.01	0.93	0.91	1.07	0.65	1.08	0.78	0.97	0.95
Loans to individuals	1.21	0.88	0.66	0.64	1.31	1.81	0.79	0.56	1.29	0.49	1.18
Credit card loans	1.66	0.99	1.87	1.30	1.68	1.74	1.51	1.18	2.07	0.48	1.69
Other loans to individuals	0.90	0.88	0.54	0.37	1.02	1.88	0.67	0.36	0.49	0.49	0.39
All other loans and leases (including farm)	0.36	0.91	0.66	0.59	0.30	0.21	0.37	0.40	0.50	0.77	0.43
Total loans and leases	0.71	0.92	0.64	0.58	0.75	0.86	0.45	0.86	0.95	0.72	0.57
Percent of Loans Charged-off (net, YTD)											
All real estate loans	0.05	0.05	0.04	0.05	0.06	0.04	0.04	0.11	0.05	0.06	0.03
Construction and development	0.03	0.06	0.02	0.04	0.02	0.03	0.02	0.04	0.02	0.04	0.01
Commercial real estate	0.05	0.05	0.04	0.06	0.04	0.03	0.02	0.11	0.03	0.05	0.03
Multifamily residential real estate	0.02	0.17	0.03	0.01	0.01	0.02	0.01	0.04	0.03	0.04	0.00
Home equity loans	0.08	0.04	0.05	0.07	0.09	0.02	0.07	0.15	0.11	0.09	0.03
Other 1-4 family residential	0.05	0.06	0.04	0.04	0.06	0.03	0.04	0.11	0.04	0.07	0.05
Commercial and industrial loans	0.28	0.36	0.42	0.39	0.23	0.15	0.16	0.23	0.37	0.36	0.87
Loans to individuals	2.45	0.61	1.19	1.55	2.66	3.09	1.30	1.37	2.95	0.91	3.45
Credit card loans	4.45	1.97	6.56	3.26	4.50	4.40	4.25	3.55	4.96	1.82	4.96
Other loans to individuals	1.06	0.59	0.61	0.86	1.15	1.79	0.68	0.71	0.63	0.64	1.07
All other loans and leases (including farm)	0.10	0.07	0.23	0.24	0.08	-0.01	0.19	0.13	0.05	0.28	0.07
Total loans and leases	0.40	0.20	0.20	0.20	0.50	0.70	0.20	0.30	0.50	0.20	0.60
Loans Outstanding (in billions)											
All real estate loans	\$3,932.2	\$85.6	\$628.7	\$644.1	\$2,573.8	\$786.2	\$993.1	\$780.7	\$348.3	\$244.8	\$779.0
Construction and development	389.2	9.2	103.0	96.0	181.1	43.6	129.0	83.7	35.0	47.0	51.0
Commercial real estate	782.3	24.3	219.5	192.5	346.0	152.8	197.1	169.3	75.0	76.2	111.8
Multifamily residential real estate	180.5	2.0	26.3	43.3	109.0	47.9	22.9	30.6	8.7	6.2	64.3
Home equity loans	533.8	3.1	35.6	50.7	444.4	78.1	161.7	141.8	70.3	17.0	64.9
Other 1-4 family residential	1,952.6	37.0	223.0	253.5	1,439.1	422.3	471.0	342.9	144.0	90.4	482.1
Commercial and industrial loans	1,043.1	19.1	111.0	135.5	777.5	250.0	245.1	291.8	85.4	61.0	109.8
Loans to individuals	907.7	11.9	52.2	81.0	762.6	321.6	141.9	167.2	82.2	38.3	156.5
Credit card loans	366.4	0.2	4.5	23.1	338.6	159.4	20.9	40.6	41.7	8.9	94.9
Other loans to individuals	541.2	11.7	47.6	57.9	424.0	162.2	121.0	126.6	40.5	29.4	61.6
All other loans and leases (including farm)	525.2	13.6	30.8	31.6	449.1	158.3	134.2	141.9	50.0	15.4	25.4
Total loans and leases	6,408.2	130.2	822.6	892.3	4,563.0	1,516.1	1,514.3	1,381.7	565.9	359.4	1,070.8
Memo: Other Real Estate Owned (in millions)											
All other real estate owned	4,090.7	284.9	1,179.6	702.3	1,923.9	419.0	858.3	1,142.9	453.9	743.6	473.0
Construction and development	479.4	30.4	185.0	130.9	133.1	18.0	121.0	90.4	46.9	172.4	30.7
Commercial real estate	1,268.0	111.7	533.6	288.2	334.4	118.9	269.4	298.9	159.0	298.3	123.4
Multifamily residential real estate	131.8	7.7	51.6	31.7	40.8	4.6	52.6	28.3	11.4	28.4	6.5
1-4 family residential	2,078.0	115.3	374.6	244.8	1,343.3	213.2	405.3	716.8	221.9	218.4	302.4
Farmland	68.0	20.2	35.4	9.0	3.3	1.7	4.4	8.9	15.3	26.3	11.4

* See Table IV-A (page 9) for explanations.

** Noncurrent loan rates represent the percentage of loans in each category that are past due 90 days or more or that are in nonaccrual status.

TABLE VI-A. Derivatives, All FDIC-Insured Commercial Banks and State-Chartered Savings Banks

(dollar figures in millions; notional amounts unless otherwise indicated)							Asset Size Distribution				
							Less Than \$100 Million	\$100 Million To \$1 Billion	\$1 Billion To \$10 Billion	Greater Than \$10 Billion	
2nd Quarter 2005	1st Quarter 2005	4th Quarter 2004	3rd Quarter 2004	2nd Quarter 2004	%Change 04:2-05:2						
ALL DERIVATIVE HOLDERS											
Number of institutions reporting derivatives	859	781	764	760	730	17.7	62	495	219	83	
Total assets of institutions reporting derivatives	\$7,432,045	\$7,269,987	\$7,109,132	\$6,977,653	\$6,801,340	9.3	\$4,213	\$200,161	\$700,985	\$6,526,687	
Total deposits of institutions reporting derivatives	4,831,478	4,713,732	4,608,663	4,476,601	4,405,583	9.7	3,416	155,798	497,937	4,174,327	
Total derivatives	96,943,486	91,861,153	88,305,537	84,866,083	81,711,649	18.6	181	9,842	71,759	96,861,703	
Derivative Contracts by Underlying Risk Exposure											
Interest rate	81,860,897	77,989,806	75,531,820	73,022,158	70,613,322	15.9	142	9,427	62,010	81,789,318	
Foreign exchange*	9,383,991	9,251,143	9,026,107	8,573,528	8,437,269	11.2	0	11	5,242	9,378,739	
Equity	1,194,866	1,174,583	1,112,283	1,043,460	928,065	28.7	39	310	1,607	1,192,910	
Commodity & other (excluding credit derivatives)	398,589	321,361	288,606	289,200	247,167	61.3	0	7	94	398,488	
Credit	4,105,143	3,124,260	2,346,722	1,937,738	1,485,825	176.3	0	88	2,806	4,102,249	
Total	96,943,486	91,861,153	88,305,537	84,866,083	81,711,649	18.6	181	9,842	71,759	96,861,703	
Derivative Contracts by Transaction Type											
Swaps	60,921,599	58,335,659	56,416,576	52,914,550	49,704,580	22.6	33	3,736	39,856	60,877,974	
Futures & forwards	11,919,719	11,634,985	11,370,492	11,375,932	12,257,551	-2.8	42	2,375	10,319	11,906,984	
Purchased options	9,428,232	8,785,659	8,873,314	9,065,008	8,733,019	8.0	15	1,534	7,290	9,419,392	
Written options	9,837,802	9,242,869	8,879,551	8,927,236	8,858,553	11.1	91	2,108	11,061	9,824,541	
Total	92,107,351	87,999,172	85,539,933	82,282,726	79,553,703	15.8	181	9,753	68,526	92,028,891	
Fair Value of Derivative Contracts											
Interest rate contacts	20,911	28,403	26,867	24,184	20,892	0.1	1	-13	-170	21,093	
Foreign exchange contacts	828	1,415	-1,379	-628	419	97.6	0	0	13	815	
Equity contracts	-2,268	-1,521	-1,308	4,029	5,502	NM	1	-2	5	-2,272	
Commodity & other (excluding credit derivatives)	1,257	3,551	1,941	1,458	1,747	-28.0	0	0	19	1,238	
Credit derivatives as guarantor	-847	6,821	15,680	9,856	6,801	NM	0	0	0	-847	
Credit derivatives as beneficiary	2,497	-5,937	-15,124	-8,895	-6,191	NM	0	-1	-9	2,507	
Derivative Contracts by Maturity**											
Interest rate contracts	< 1 year	17,138,071	15,560,325	15,919,774	16,212,404	15,820,368	8.3	46	2,989	15,368	17,119,668
.....	1-5 years	26,722,873	26,568,782	25,893,298	24,310,740	22,508,242	18.7	15	3,216	18,258	26,701,384
.....	> 5 years	18,113,547	17,381,274	16,491,764	15,364,195	14,378,070	26.0	5	1,140	15,826	18,096,576
Foreign exchange contracts	< 1 year	5,318,532	5,192,310	5,348,729	4,862,841	4,873,138	9.1	0	7	3,442	5,315,083
.....	1-5 years	1,313,066	1,314,144	1,286,372	1,250,835	1,158,345	13.4	0	1	229	1,312,836
.....	> 5 years	684,755	691,433	760,131	644,084	627,794	9.1	0	0	0	684,755
Equity contracts	< 1 year	342,334	275,704	272,658	237,624	215,242	59.0	0	25	182	342,127
.....	1-5 years	952,801	892,602	735,736	646,479	572,170	66.5	23	138	482	952,158
.....	> 5 years	166,107	173,442	139,858	86,222	92,170	80.2	0	0	36	166,071
Commodity & other contracts	< 1 year	154,314	128,653	107,032	101,318	90,627	70.3	0	0	28	154,286
.....	1-5 years	480,423	299,126	237,581	212,627	137,607	249.1	0	4	21	480,398
.....	> 5 years	81,626	55,119	42,450	32,281	38,603	111.4	0	0	30	81,596
Risk-Based Capital: Credit Equivalent Amount											
Total current exposure to tier 1 capital (%)	37.6	38.5	44.0	37.5	36.0		0.6	0.2	0.5	43.8	
Total potential future exposure to tier 1 capital (%)	76.5	80.4	76.2	73.5	69.5		0.5	0.3	0.7	89.3	
Total exposure (credit equivalent amount) to tier 1 capital (%)	114.1	118.8	120.2	111.0	105.4		1.1	0.5	1.2	133.1	
Credit losses on derivatives***	14.0	1.0	5.0	92.0	35.0	-60.0	0.0	0.0	0.0	14.0	
HELD FOR TRADING											
Number of institutions reporting derivatives	120	120	117	124	110	9.1	4	32	36	48	
Total assets of institutions reporting derivatives	5,911,925	5,873,516	5,687,896	5,564,219	5,406,890	9.3	192	15,304	175,988	5,720,441	
Total deposits of institutions reporting derivatives	3,795,347	3,764,610	3,689,571	3,577,651	3,508,637	8.2	149	11,690	120,702	3,662,806	
Derivative Contracts by Underlying Risk Exposure											
Interest rate	79,451,914	75,576,666	73,012,099	70,526,446	68,139,293	16.6	2	201	9,005	79,442,707	
Foreign exchange	8,554,016	8,412,594	8,506,865	7,833,447	7,689,888	11.2	0	8	3,952	8,550,056	
Equity	1,192,086	1,170,944	1,109,519	1,040,859	925,470	28.8	0	35	1,079	1,190,973	
Commodity & other	398,536	321,329	288,574	289,138	247,105	61.3	0	1	47	398,488	
Total	89,596,552	85,481,533	82,917,057	79,689,890	77,001,756	16.4	2	244	14,082	89,582,224	
Trading Revenues: Cash & Derivative Instruments											
Interest rate	350	1,634	880	-449	182	92.3	0	0	3	346	
Foreign exchange	1,301	1,699	1,274	1,162	1,570	-17.1	0	0	7	1,294	
Equity	130	887	348	485	494	-73.7	0	0	1	130	
Commodity & other (including credit derivatives)	166	212	-307	24	405	-59.0	0	0	0	166	
Total trading revenues	1,947	4,432	2,194	1,222	2,650	-26.5	0	0	11	1,936	
Share of Revenue											
Trading revenues to gross revenues (%)	2.0	4.5	2.4	1.5	3.2		0.0	0.0	0.4	2.0	
Trading revenues to net operating revenues (%)	11.7	22.5	13.5	7.9	17.3		0.0	0.0	2.3	12.0	
HELD FOR PURPOSES OTHER THAN TRADING											
Number of institutions reporting derivatives	799	725	713	702	682	17.2	58	461	199	81	
Total assets of institutions reporting derivatives	7,306,311	7,084,830	6,998,688	6,798,200	6,694,954	9.1	4,021	185,322	631,975	6,484,992	
Total deposits of institutions reporting derivatives	4,731,106	4,583,022	4,519,394	4,371,932	4,321,991	9.5	3,268	143,908	446,166	4,137,764	
Derivative Contracts by Underlying Risk Exposure											
Interest rate	2,408,983	2,413,140	2,519,721	2,495,712	2,474,029	-2.6	140	9,227	53,005	2,346,611	
Foreign exchange	98,984	100,828	100,360	94,461	75,261	31.5	0	2	863	98,120	
Equity	2,780	3,639	2,764	2,600	2,596	7.1	39	275	528	1,937	
Commodity & other	53,091	32,000	32,000	62,000	62,329	-14.8	0	5,525	47,566	0	
Total notional amount	2,510,800	2,517,639	2,622,877	2,592,835	2,551,948	-1.6	179	9,509	54,444	2,446,668	

All line items are reported on a quarterly basis.

*Includes spot foreign exchange contracts. All other references to foreign exchange contracts in which notional values or fair values are reported exclude spot foreign exchange contracts.

** Derivative contracts subject to the risk-based capital requirements for derivatives.

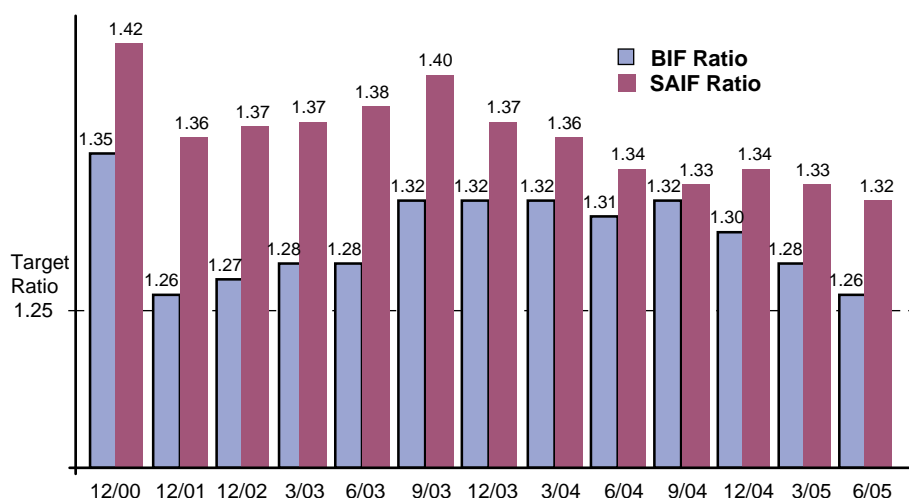
*** The reporting of credit losses on derivatives is applicable to all banks filing the FFIEC 031 report form and to those banks filing the FFIEC 041 report form that have \$300 million or more in total assets.

TABLE I-B. Selected Insurance Fund Indicators**(dollar figures in millions)*

	Preliminary 2nd Quarter 2005	1st Quarter 2005	2nd Quarter 2004	%Change 04:06-05:06
Bank Insurance Fund				
Reserve ratio (%).....	1.26	1.28	1.31	-3.5
Fund Balance	\$35,094	\$34,824	\$34,110	2.9
Estimated insured deposits	2,777,086	2,724,389	2,605,707	6.6
SAIF-member Oakars.....	108,364	107,295	101,778	6.5
BIF-members	2,668,721	2,617,094	2,503,929	6.6
Assessment base	4,664,856	4,608,573	4,325,495	7.8
SAIF-member Oakars.....	131,348	128,179	105,560	24.4
BIF-members	4,533,507	4,480,395	4,219,935	7.4
Savings Association Insurance Fund				
Reserve ratio (%)	1.32	1.33	1.34	-1.5
Fund Balance	\$12,929	\$12,793	\$12,411	4.2
Estimated insured deposits	980,417	965,445	926,769	5.8
BIF-member Oakars	445,608	434,350	427,195	4.3
SAIF-member Sassadors	88,011	94,472	92,056	-4.4
Other SAIF members	446,799	436,623	407,518	9.6
Assessment base	1,213,700	1,190,752	1,098,340	10.5
BIF-member Oakars	472,342	455,332	431,301	9.5
SAIF-member Sassadors	117,148	123,183	117,578	-0.4
Other SAIF members	624,210	612,237	549,461	13.6

Insurance Fund Reserve Ratios*

Percent of Insured Deposits

**Fund Balances and Insured Deposits***

(\$Millions)

	BIF Balance	BIF-Insured Deposits	SAIF Balance	SAIF-Insured Deposits
12/00	30,975	2,299,932	10,759	755,156
12/01	30,439	2,409,566	10,935	801,171
3/02	30,697	2,495,498	11,049	810,902
6/02	31,187	2,490,954	11,323	818,806
9/02	31,383	2,513,160	11,586	833,029
12/02	32,050	2,524,474	11,747	859,205
3/03	32,382	2,531,307	11,906	867,908
6/03	32,800	2,562,053	12,083	876,305
9/03	33,462	2,541,540	12,186	872,777
12/03	33,782	2,556,288	12,240	896,123
3/04	34,164	2,585,283	12,394	914,182
6/04	34,110	2,605,707	12,411	926,769
9/04	34,467	2,611,916	12,523	943,666
12/04	34,787	2,677,355	12,720	951,217
3/05	34,824	2,724,389	12,793	965,445
6/05	35,094	2,777,086	12,929	980,417

* Estimated insured deposits are based on preliminary data. A reserve ratio is the fund balance as a percentage of estimated insured deposits. As with other Call Report items, prior periods may reflect adjustments. As a result, prior period reserve ratios may differ from previously reported values. Only year-end fund balances are audited by GAO. Fund balances for the most recent period are unaudited. BIF-insured deposit totals include U.S. branches of foreign banks.

TABLE II-B. Closed/Assisted Institutions*(dollar figures in millions)*

	2005**	2004**	2004	2003	2002	2001	2000
BIF Members							
Number of institutions	0	3	3	3	10	3	6
Total assets	\$0	\$151	\$151	\$1,097	\$2,508	\$54	\$378
SAIF Members							
Number of institutions	0	1	1	0	1	1	1
Total assets	\$0	\$15	\$15	\$0	\$50	\$2,200	\$30

**Through June 30.

Changes in Insurance Fund Balances														
<i>(dollar figures in millions)</i>														
	Bank Insurance Fund							Savings Association Insurance Fund						
	2nd Qtr. 2005	1st Qtr. 2005	4th Qtr. 2004	3rd Qtr. 2004	2nd Qtr. 2004	1st Qtr. 2004	4th Qtr. 2003	2nd Qtr. 2005	1st Qtr. 2005	4th Qtr. 2004	3rd Qtr. 2004	2nd Qtr. 2004	1st Qtr. 2004	4th Qtr. 2003
Beginning Fund Balance	\$34,824	\$34,787	\$34,467	\$34,110	\$34,164	\$33,782	\$33,462	\$12,793	\$12,720	\$12,523	\$12,411	12,394	\$12,240	\$12,186
Unrealized Gain (Loss) on Available-For-Sale Securities	-53	-127	-32	77	-332	175	-106	-18	-41	-10	24	-109	59	-37
Provision for Insurance Losses	-46	-6	-136	-64	-32	-37	-246	-10	-14	-95	24	-2	1	10
All Other Income, Net of Expenses	277	158	216	216	246	170	180	144	100	112	112	124	96	101
Total Fund Balance Change	270	37	320	357	-54	382	320	136	73	197	112	17	154	54
Ending Fund Balance	\$35,094	\$34,824	\$34,787	\$34,467	\$34,110	\$34,164	\$33,782	\$12,929	\$12,793	\$12,720	\$12,523	12,411	\$12,394	\$12,240

TABLE III-B. Selected Indicators, By Fund Membership**(dollar figures in millions)*

	2005**	2004**	2004	2003	2002	2001	2000
BIF Members							
Number of institutions reporting	7,765	7,913	7,839	7,995	8,125	8,327	8,572
BIF-member Oakars	762	764	773	766	801	766	743
Other BIF-members	7,003	7,149	7,066	7,229	7,324	7,561	7,829
Total assets	\$9,027,190	\$8,375,745	\$8,744,042	\$7,897,822	\$7,335,634	\$6,857,373	\$6,510,744
Total deposits	5,956,765	5,519,710	5,773,579	5,216,328	4,854,908	4,567,603	4,337,661
Net income	59,185	55,434	109,119	106,206	92,455	76,388	73,430
Return on assets (%)	1.33	1.37	1.32	1.40	1.32	1.14	1.18
Return on equity (%)	13.11	14.79	13.81	15.21	14.31	12.89	13.86
Noncurrent assets plus OREO to assets (%) ...	0.49	0.61	0.54	0.76	0.91	0.89	0.72
Number of problem institutions	61	93	69	102	116	90	74
Assets of problem institutions	\$19,360	\$25,145	\$27,161	\$28,812	\$32,176	\$31,881	\$10,787
Number of failed/assisted institutions	0	3	3	3	10	3	6
Assets of failed/assisted institutions	\$0	\$150	\$151	\$1,097	\$2,508	\$54	\$378
SAIF Members							
Number of institutions reporting	1,116	1,166	1,136	1,186	1,229	1,287	1,332
SAIF-member Oakars	144	141	149	146	133	130	122
Other SAIF-members	972	1,025	987	1,040	1,096	1,157	1,210
Total assets	\$1,447,110	\$1,272,800	\$1,360,813	\$1,177,455	\$1,099,965	\$1,011,736	\$952,154
Total deposits	864,177	770,444	810,621	744,022	713,599	621,824	577,100
Net income	8,179	6,694	13,741	14,307	12,462	10,623	8,071
Return on assets (%)	1.16	1.10	1.09	1.25	1.17	1.11	0.89
Return on equity (%)	10.27	10.69	10.14	13.84	12.79	13.46	11.12
Noncurrent assets plus OREO to assets (%) ...	0.45	0.53	0.50	0.69	0.79	0.75	0.65
Number of problem institutions	13	9	11	14	20	24	20
Assets of problem institutions	\$2,388	\$755	\$1,089	\$1,105	\$6,751	\$7,923	\$13,053
Number of failed/assisted institutions	0	1	1	0	1	1	1
Assets of failed/assisted institutions	\$0	\$15	\$15	\$0	\$50	\$2,200	\$30

*IBAs are included in these numbers.

**Through June 30, ratios annualized where appropriate.

TABLE IV-B. Estimated FDIC-Insured Deposits by Fund Membership and Type of Institution*(dollar figures in millions)*

June 30, 2005

Commercial Banks and Savings Institutions

FDIC-Insured Commercial Banks	7,549	8,724,590	4,899,529	2,518,343	470,549	2,988,892
BIF-member	7,438	8,529,026	4,780,467	2,482,864	417,676	2,900,539
SAIF-member	111	195,564	119,062	35,479	52,874	88,352
FDIC-Supervised	4,779	1,624,584	1,191,265	703,753	103,707	807,460
OCC-Supervised	1,864	5,821,502	2,943,236	1,429,392	278,634	1,708,026
Federal Reserve-Supervised	906	1,278,504	765,028	385,197	88,208	473,406
FDIC-Insured Savings Institutions	1,319	1,749,709	1,026,246	257,582	509,868	767,450
OTS-Supervised Savings Institutions	870	1,433,330	802,463	137,623	458,118	595,741
BIF-member	43	241,734	101,215	66,535	11,319	77,854
SAIF-member	827	1,191,596	701,249	71,088	446,799	517,887
FDIC-Supervised State Savings Banks	449	316,379	223,782	119,959	51,750	171,709
BIF-member	271	256,430	180,933	118,162	16,613	134,775
SAIF-member	178	59,949	42,849	1,797	35,137	36,934
Total Commercial Banks and Savings Institutions	8,868	10,474,300	5,925,774	2,775,925	980,417	3,756,342
BIF-member	7,752	9,027,190	5,062,615	2,667,561	445,608	3,113,168
SAIF-member	1,116	1,447,110	863,159	108,364	534,810	643,174
Other FDIC-Insured Institutions						
U.S. Branches of Foreign Banks	13	10,543	5,968	1,161	0	1,161
Total FDIC-Insured Institutions	8,881	10,484,843	5,931,742	2,777,086	980,417	3,757,503

* Excludes \$895 billion in foreign office deposits, which are uninsured.

TABLE V-B. Assessment Base Distribution and Rate Schedules

BIF Assessment Base Distribution

Assessable Deposits in Billions as of June 30, 2005

Supervisory and Capital Ratings for Second Semiannual Assessment Period, 2005

Capital Group	Supervisory Risk Subgroup					
	A		B		C	
1. Well-capitalized						
Number of institutions	7,301	94.0%	352	4.5%	47	0.6%
Assessable deposit base	\$4,570	98.0%	\$72	1.5%	\$13	0.3%
2. Adequately capitalized						
Number of institutions	50	0.6%	5	0.1%	7	0.1%
Assessable deposit base	\$8	0.2%	\$1	0.0%	\$0	0.0%
3. Undercapitalized						
Number of institutions	0	0.0%	0	0.0%	3	0.0%
Assessable deposit base	\$0	0.0%	\$0	0.0%	\$0	0.0%

NOTE: "Number" reflects the number of BIF members; "Base" reflects the BIF-assessable deposits held by both SAIF and BIF members.

Institutions are categorized based on capitalization and a supervisory subgroup rating, which is generally determined by on-site examinations.

SAIF Assessment Base Distribution

Assessable Deposits in Billions as of June 30, 2005

Supervisory and Capital Ratings for Second Semiannual Assessment Period, 2005

Capital Group	Supervisory Risk Subgroup					
	A		B		C	
1. Well-capitalized						
Number of institutions	1,039	93.1%	60	5.4%	11	1.0%
Assessable deposit base	\$1,190	98.1%	\$21	1.7%	\$2	0.2%
2. Adequately capitalized						
Number of institutions	4	0.4%	1	0.1%	0	0.0%
Assessable deposit base	\$0	0.0%	\$0	0.0%	\$0	0.0%
3. Undercapitalized						
Number of institutions	0	0.0%	0	0.0%	1	0.1%
Assessable deposit base	\$0	0.0%	\$0	0.0%	\$0	0.0%

NOTE: "Number" reflects the number of SAIF members; "Base" reflects the SAIF-assessable deposits held by both BIF and SAIF members.

Institutions are categorized based on capitalization and a supervisory subgroup rating, which is generally determined by on-site examinations.

Assessment Rate Schedule

Second Semiannual 2005 Assessment Period

Cents per \$100 of Assessable Deposits

Capital Group	Supervisory Risk Subgroup		
	A	B	C
1. Well-capitalized	0	3	17
2. Adequately capitalized	3	10	24
3. Undercapitalized	10	24	27

Note: Rates for the BIF and the SAIF are set separately by the FDIC.

Currently, the rate schedules are identical.

Quarterly Banking Profile

Second Quarter 2005

Chart 1
Lower Operating Income Outweighs Higher Securities Gains

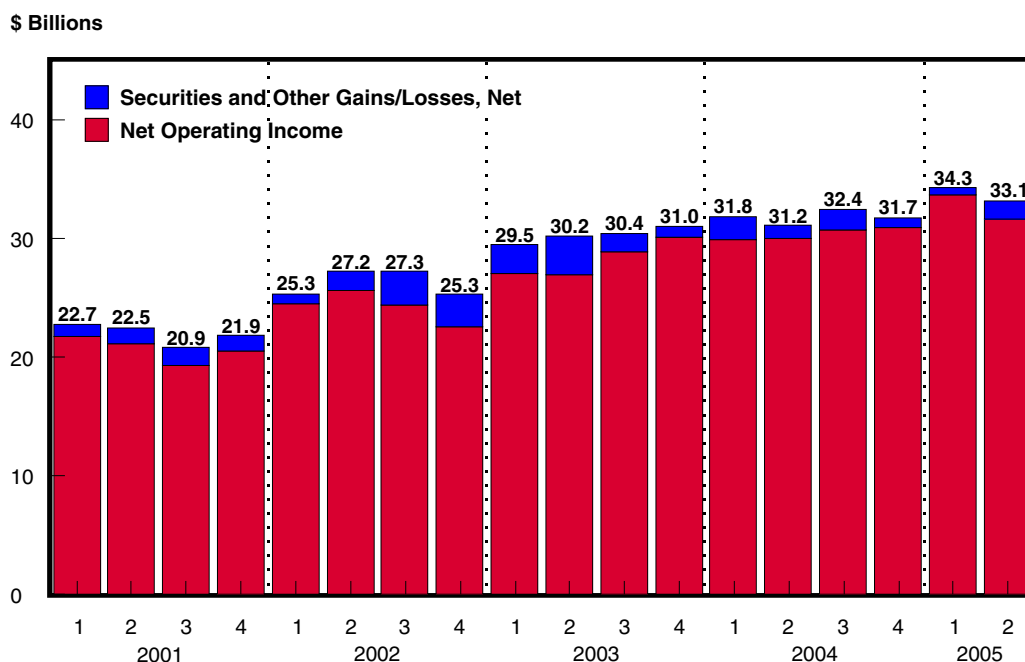
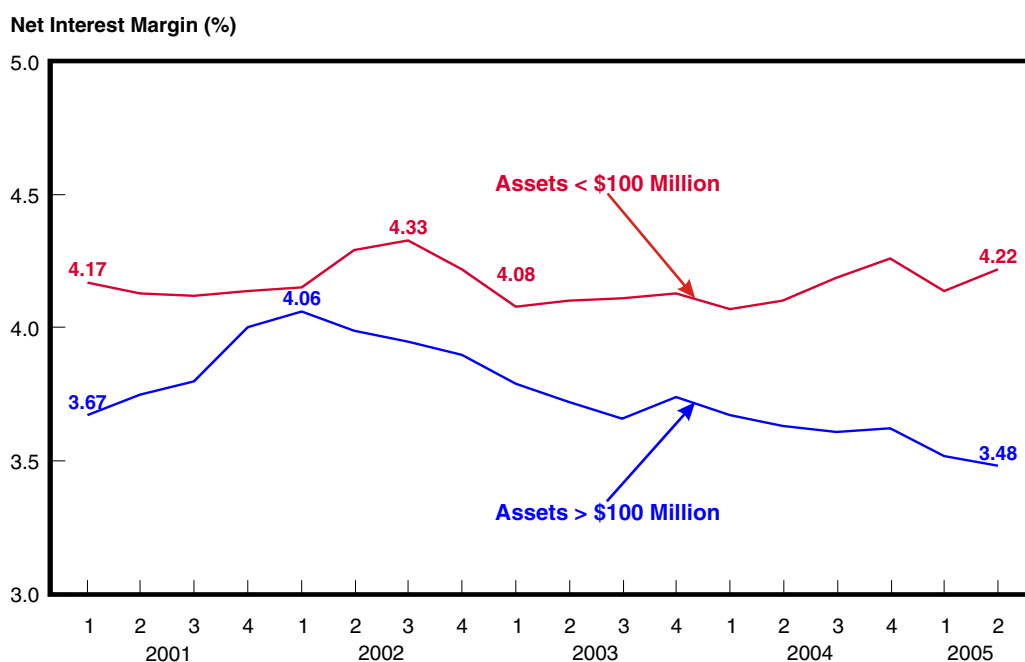


Chart 2
Smaller Institutions' Margin Advantage Grows



Quarterly Banking Profile

Second Quarter 2005

Chart 3

Net Interest Income Drives Improvement in Earnings

2nd Quarter 2005 vs 2nd Quarter 2004 (\$ Billions)

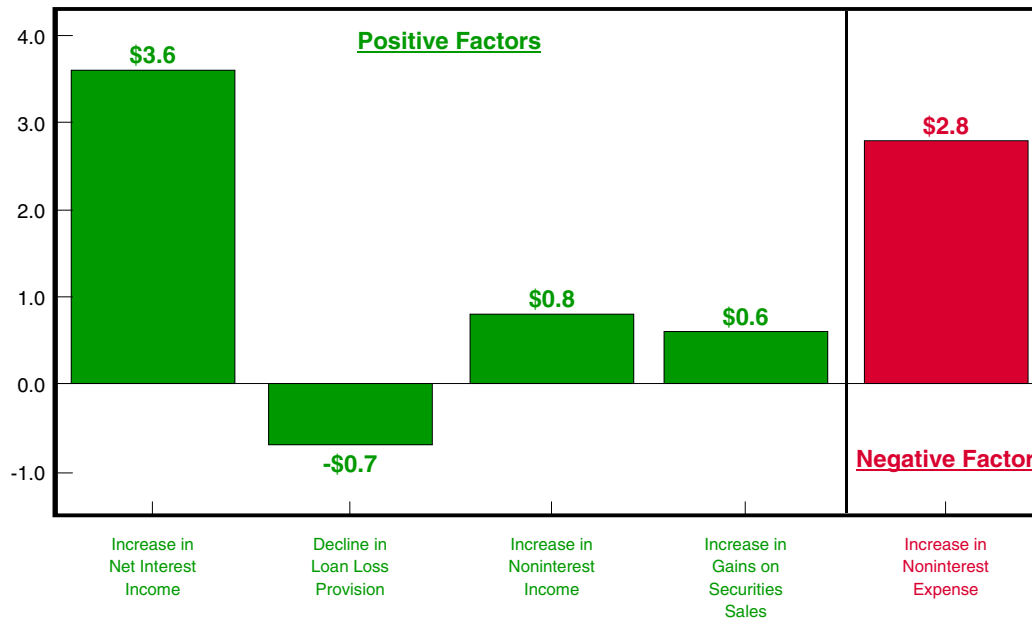
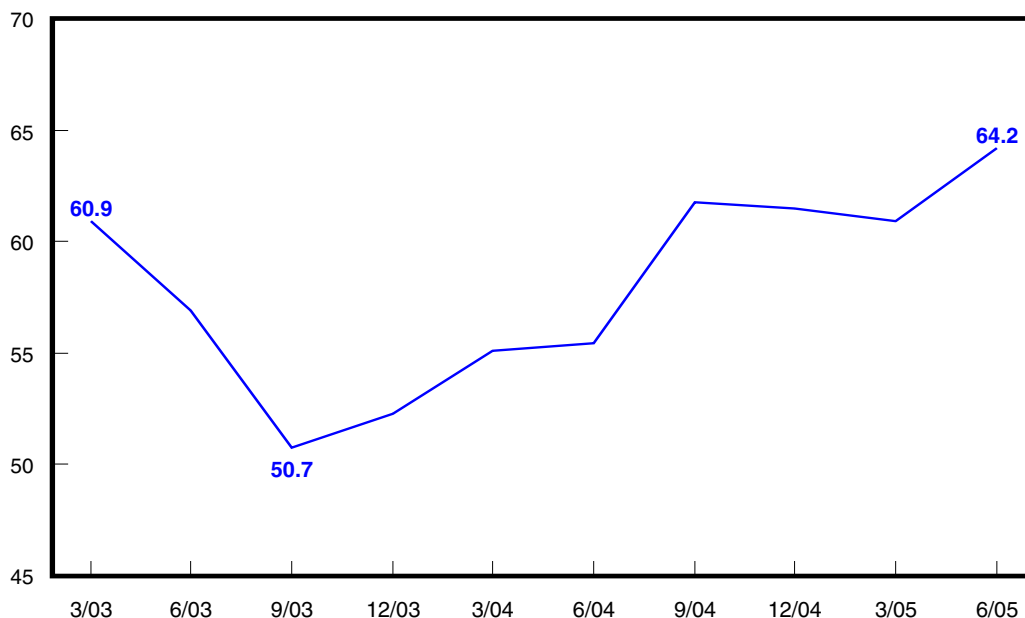


Chart 4

Improved Margins Translate Into Higher Earnings at Many Institutions

Percent of Institutions with Quarterly Earnings Gains



Quarterly Banking Profile

Second Quarter 2005

Chart 5

Growth in Both Components of
Net Operating Revenue Has Been Slowing

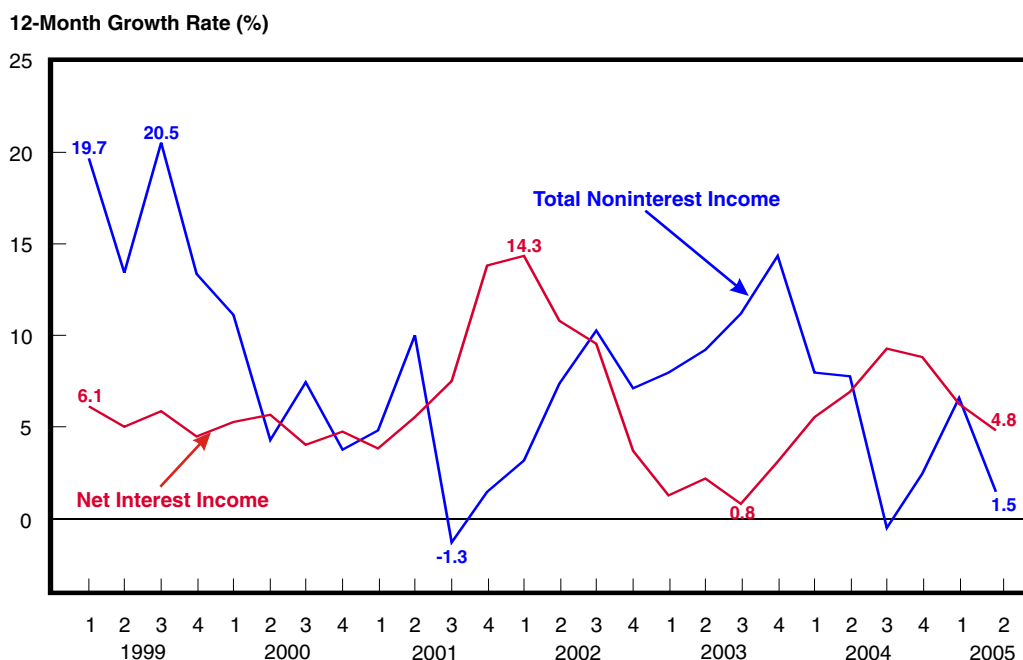
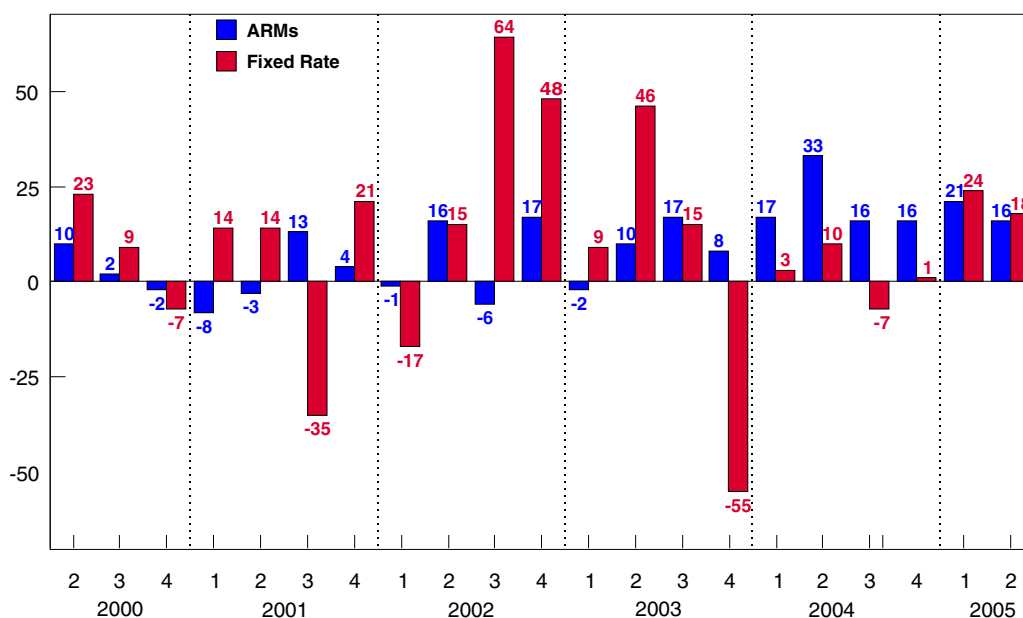


Chart 6

Adjustable-Rate Loans Comprise a Growing Share of
Commercial Banks' Mortgage Portfolios

Quarterly Change (\$Billions)



FDIC Quarterly Banking Profile

Second Quarter 2005

Chart 7

Lending to Large C&I Customers Picks Up After Four Years of Shrinkage

12-Month Growth (\$ Billions)

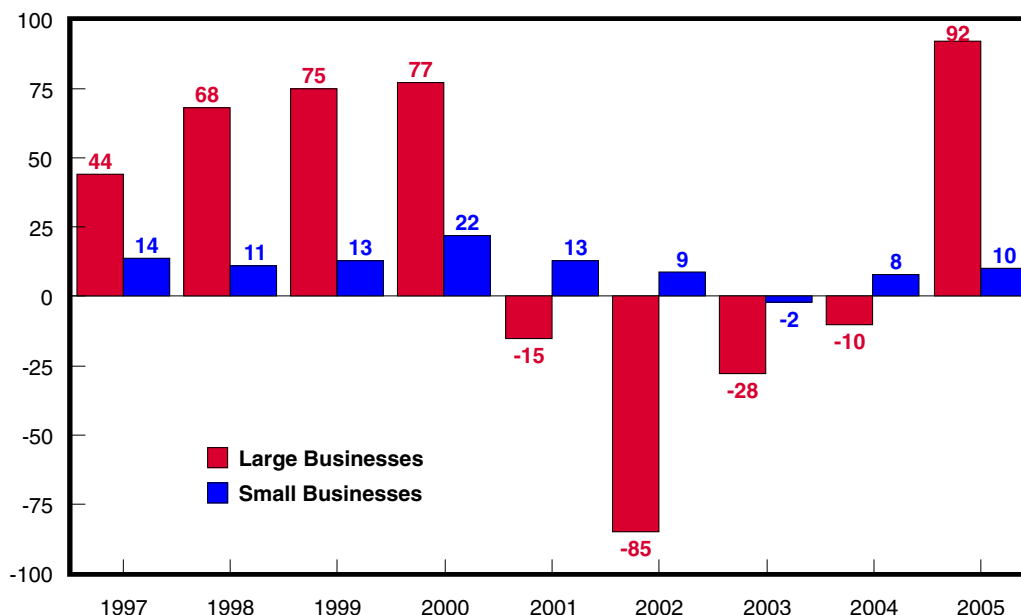


Chart 8

Institutions are Relying More on Smaller Deposits

Quarterly Change in Domestic Deposits (\$Billions)

