

District Data

Selected economic indicators of banking,
agricultural and business conditions in
the Eighth Federal Reserve District

Regional Economist
July 1997

Commercial Bank Performance Ratios U.S., District and State

	All U.S.	U.S. <\$15B ¹	District	AR	IL	IN	KY	MS	MO	TN
Return on Average Assets (Annualized)										
1st quarter 1997	1.27%	1.35%	1.23%	1.28%	1.15%	1.28%	1.22%	1.38%	1.07%	1.46%
4th quarter 1996	1.25	1.35	1.33	1.32	1.06	1.30	1.28	1.46	1.38	1.43
1st quarter 1996	1.12	1.32	1.24	1.25	0.97	1.31	1.13	1.45	1.27	1.38
Return on Average Equity (Annualized)										
1st quarter 1997	15.27%	14.64%	13.15%	12.45%	11.17%	14.24%	14.33%	14.50%	11.26%	17.01%
4th quarter 1996	15.29	15.02	15.06	13.82	10.53	14.42	14.62	15.23	16.77	17.33
1st quarter 1996	13.79	14.68	13.95	13.14	9.47	14.24	13.07	15.22	15.12	16.49
Net Interest Margin (Annualized)										
1st quarter 1997	4.13%	4.73%	4.22%	4.37%	4.17%	4.31%	4.30%	4.79%	3.87%	4.44%
4th quarter 1996	4.37	4.85	4.47	4.51	4.26	4.47	4.50	5.03	4.24	4.80
1st quarter 1996	4.18	4.74	4.27	4.33	4.15	4.36	4.34	4.92	4.08	4.29
Nonperforming Loans² ÷ Total Loans										
1st quarter 1997	1.05%	1.08%	1.06%	0.91%	1.19%	0.57%	0.68%	0.60%	0.86%	2.31%
4th quarter 1996	1.04	1.10	1.33*	0.85	1.05	0.62	0.68	0.61	0.73	4.37*
1st quarter 1996	1.17	1.12	0.83	0.80	1.01	0.63	0.88	0.77	0.86	0.72
Net Loan Losses ÷ Average Total Loans (Annualized)										
1st quarter 1997	0.57%	0.75%	0.37%	0.22%	0.38%	0.21%	0.34%	0.22%	0.42%	0.57%
4th quarter 1996	0.59	0.73	0.35	0.24	0.47	0.29	0.37	0.33	0.30	0.50
1st quarter 1996	0.55	0.64	0.30	0.18	0.31	0.15	0.37	0.25	0.32	0.34
Loan Loss Reserve ÷ Total Loans										
1st quarter 1997	1.92%	1.86%	1.49%	1.39%	1.59%	1.31%	1.52%	1.51%	1.56%	1.44%
4th quarter 1996	1.90	1.81	1.48	1.37	1.51	1.30	1.49	1.48	1.57	1.44
1st quarter 1996	2.01	1.92	1.55	1.36	1.65	1.41	1.53	1.62	1.65	1.50

* Most of the increase in District nonperforming loans is associated with the acquisition by Union Planters National Bank in Tennessee of Leader Federal, a Memphis thrift that specialized in holding high-rate, nonperforming residential mortgages.

¹ U.S. banks with average assets of less than \$15 billion are shown separately to make comparisons with District banks more meaningful, as there are no District banks with average assets greater than \$15 billion.

² Includes loans 90 days or more past due and nonaccrual loans

NOTE: Data include only that portion of the state within Eighth District boundaries.

SOURCE: FFIEC Reports of Condition and Income for all Insured U.S. Commercial Banks

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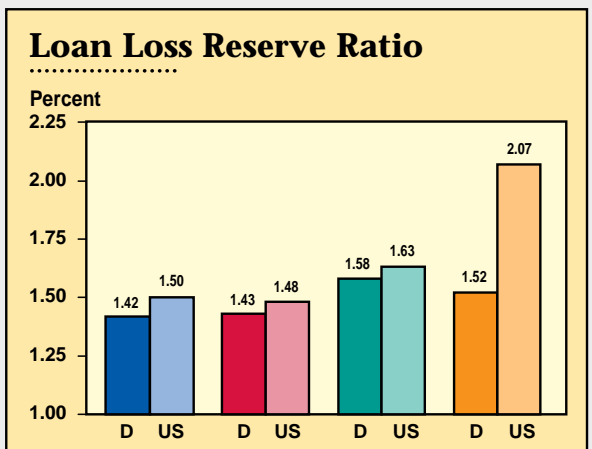
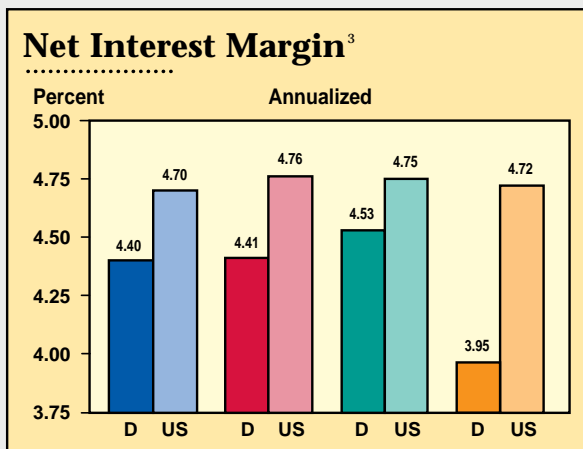
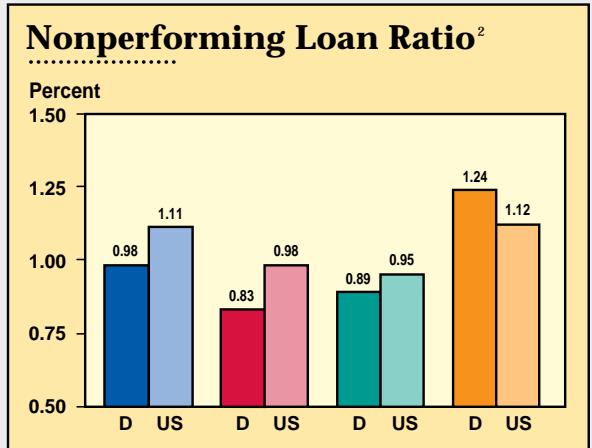
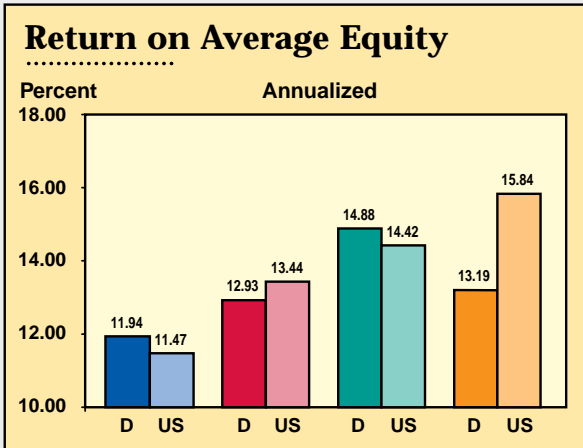
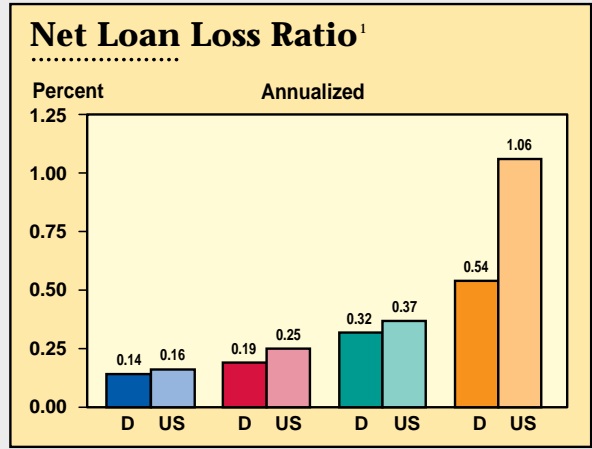
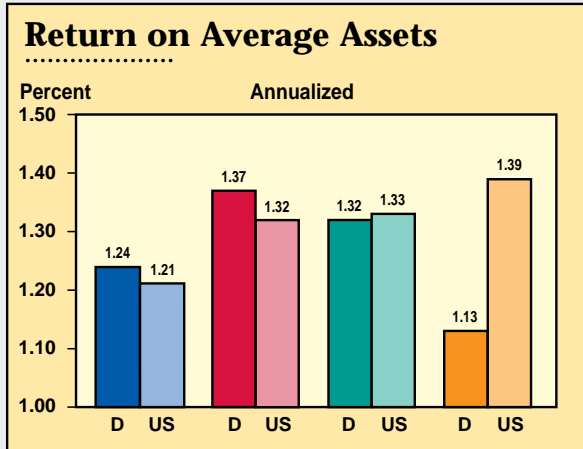
Commercial Bank Performance Ratios

by Asset Size

1st Quarter 1997

Earnings

Asset Quality



D = District
US = United States

< \$100 Million

 \$100 Million - \$300 Million

 \$300 Million - \$1 Billion

 \$1 Billion - \$15 Billion

* Most of the increase in District nonperforming loans is associated with the acquisition by Union Planters National Bank in Tennessee of Leader Federal, a Memphis thrift that specialized in holding high-rate, nonperforming residential mortgages.

¹ Loan losses are adjusted for recoveries.

² Includes loans 90 days or more past due and nonaccrual loans

³ Interest income less interest expense as a percent of average earning assets

Note: Asset quality ratios are calculated as a percent of total loans.
SOURCE: FFIEC Reports of Condition and Income for all Insured U.S. Commercial Banks

Agricultural Bank Performance Ratios

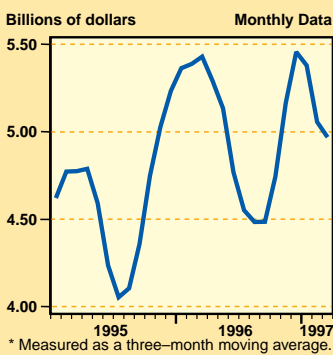
	U.S.	AR	IL	IN	KY	MS	MO	TN
Return on average assets (annualized)								
1st quarter 1997	1.29%	1.36%	1.31%	1.22%	1.45%	1.41%	1.24%	1.27%
4th quarter 1996	1.22	1.35	1.19	1.11	1.42	1.36	1.23	1.17
1st quarter 1996	1.26	1.35	1.25	1.33	1.46	1.49	1.31	1.42
Return on average equity (annualized)								
1st quarter 1997	12.35%	12.52%	12.19%	12.88%	13.82%	14.43%	11.88%	11.80%
4th quarter 1996	11.92	12.58	10.89	10.91	13.60	13.87	11.83	10.98
1st quarter 1996	12.25	12.48	11.51	13.92	14.11	15.23	12.78	13.46
Net interest margin (annualized)								
1st quarter 1997	4.47%	4.29%	4.16%	4.94%	4.52%	4.95%	4.43%	4.55%
4th quarter 1996	4.54	4.41	4.17	4.54	4.62	5.10	4.57	4.49
1st quarter 1996	4.45	4.23	4.09	4.56	4.53	5.16	4.46	4.44
Ag loan losses ÷ average ag loans (annualized)								
1st quarter 1997	0.12%	0.06%	-0.07%	0.01%	-0.03%	0.52%	0.23%	-0.02%
4th quarter 1996	0.31	0.09	0.12	-0.20	0.26	0.77	0.38	0.25
1st quarter 1996	0.24	0.01	0.14	-0.16	0.14	0.60	0.19	0.68
Ag nonperforming loans¹ ÷ total ag loans								
1st quarter 1997	1.81%	0.77%	1.02%	1.88%	1.76%	2.74%	1.90%	0.34%
4th quarter 1996	1.46	0.85	0.67	1.84	1.75	2.54	1.50	0.00
1st quarter 1996	1.95	0.62	1.14	1.48	1.71	4.86	1.93	1.52

¹ Includes loans 90 days or more past due and nonaccrual loans

Note: Agricultural banks are defined as those banks with a greater than average share of agricultural loans to total loans.
Data include only that portion of the state within Eighth District boundaries.

SOURCE: FFIEC Reports of Condition and Income for all Insured U.S. Commercial Banks

U.S. Agricultural Exports*



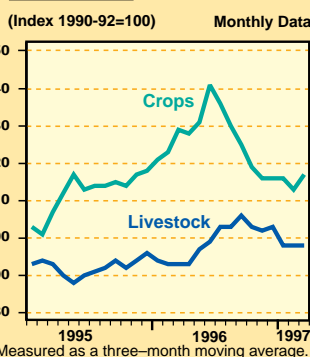
U.S. Agricultural Exports by Commodity

Dollar amounts in billions

Commodity	Jan	Feb	Mar	Year-to-date	Change from year ago
Livestock & products	.82	.86	.89	5.32%	-3.6%
Corn	.59	.50	.55	3.73	-14.4
Cotton	.26	.28	.32	1.55	-33.1
Rice	.10	.10	.07	.58	6.8
Soybeans	.80	.82	.54	4.96	25.1
Tobacco	.13	.15	.19	.89	4.4
Wheat	.29	.27	.25	1.89	-44.1
TOTAL ¹	5.00	4.93	4.98	31.29	-2.6

¹ Includes commodities not listed here

U.S. Crop and Livestock Prices



Indexes of Food and Agricultural Prices

	Level			Growth ¹	
	I/97	IV/96	I/96	IV/96-I/97	I/96-I/97
Prices received by U.S. farmers²	107	111	108	-13.7	-0.9
Prices received by District farmers³					
Arkansas	140	139	134	3.9	4.7
Illinois	116	121	120	-15.5	-3.1
Indiana	117	116	124	2.3	-5.9
Missouri	107	108	104	-1.2	2.9
Tennessee	143	137	136	17.6	5.2
Prices paid by U.S. farmers					
Production items	116	114	113	6.0	2.1
Other items	116	115	113	4.7	2.6
Consumer food prices	156	156	151	0.3	3.6
Consumer nonfood prices	160	159	156	2.5	2.8

¹ Compounded annual rates of change are computed from unrounded data.

² Index of prices received for all farm products and prices paid (1990-92=100)

³ Indexes for Kentucky and Mississippi are unavailable.

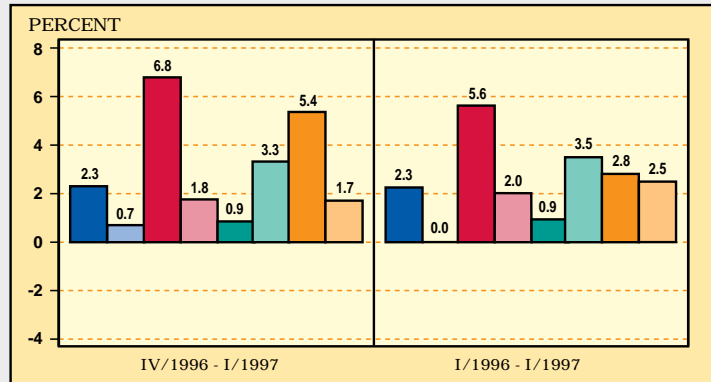
Note: Data are not seasonally adjusted except for consumer food prices and nonfood prices.

Selected U.S. and State Business Indicators

Compounded Annual Rates of Change in Nonagricultural Employment

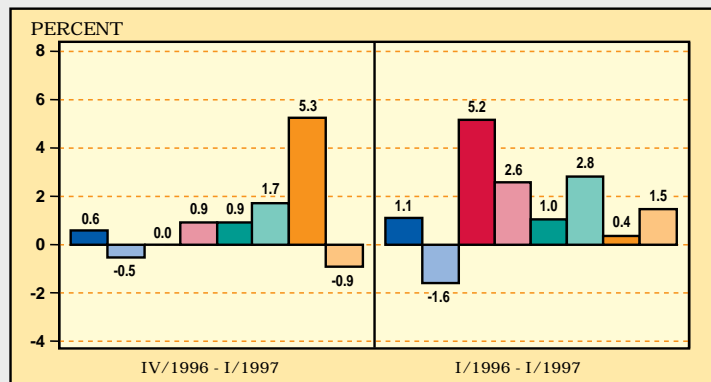
United States

	I/1997	IV/1996	I/1996
Labor force (in thousands)	135,934	134,830	133,144
Total nonagricultural employment (in thousands)	121,138	120,452	118,471
Unemployment rate	5.3%	5.3%	5.6%
	IV/1996	III/1996	IV/1995
Real personal income* (in billions)	\$4,147.5	\$4,127.2	\$4,049.1



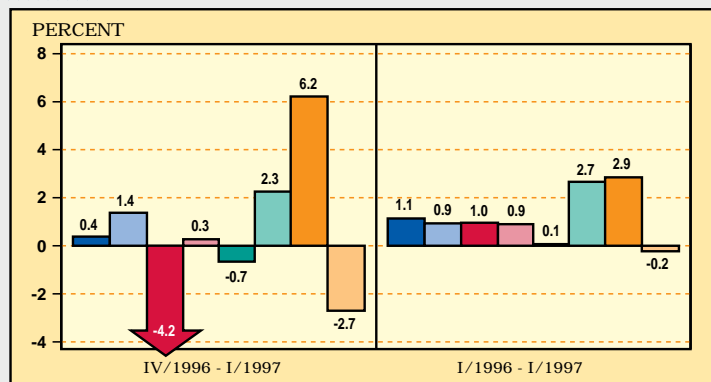
Arkansas

	I/1997	IV/1996	I/1996
Labor force (in thousands)	1,246.0	1,239.6	1,228.5
Total nonagricultural employment (in thousands)	1,092.4	1,090.8	1,080.4
Unemployment rate	5.4%	5.5%	5.2%
	IV/1996	III/1996	IV/1995
Real personal income* (in billions)	\$30.6	\$30.5	\$29.9



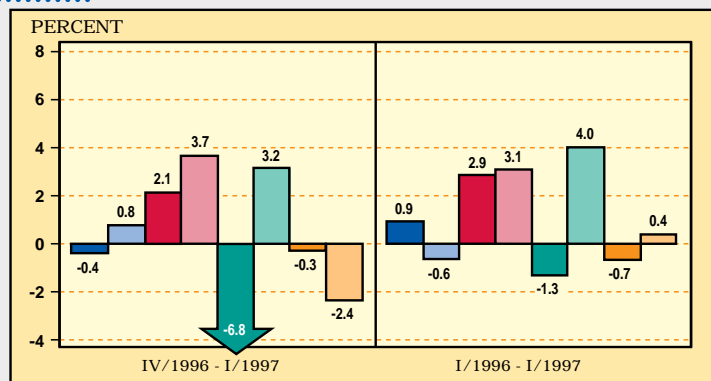
Illinois

	I/1997	IV/1996	I/1996
Labor force (in thousands)	6,137.2	6,117.1	6,084.4
Total nonagricultural employment (in thousands)	5,710.1	5,704.6	5,645.9
Unemployment rate	5.0%	5.2%	5.3%
	IV/1996	III/1996	IV/1995
Real personal income* (in billions)	\$202.4	\$201.5	\$197.3



Indiana

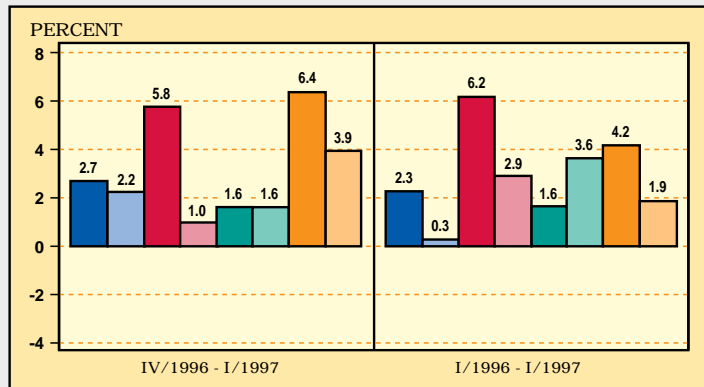
	I/1997	IV/1996	I/1996
Labor force (in thousands)	3,074.4	3,055.0	3,091.5
Total nonagricultural employment (in thousands)	2,824.0	2,826.7	2,797.9
Unemployment rate	3.1%	3.7%	4.5%
	IV/1996	III/1996	IV/1995
Real personal income* (in billions)	\$84.5	\$83.9	\$81.8



Kentucky

	I/1997	IV/1996	I/1996
Labor force (in thousands)	1,913.7	1,876.9	1,861.7
Total nonagricultural employment (in thousands)	1,694.2	1,683.0	1,656.7
Unemployment rate	5.5%	5.7%	5.6%

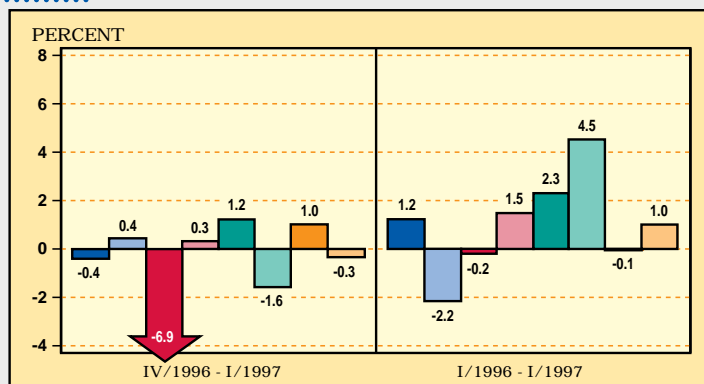
	IV/1996	III/1996	IV/1995
Real personal income* (in billions)	\$49.1	\$49.1	\$48.0



Mississippi

	I/1997	IV/1996	I/1996
Labor force (in thousands)	1,275.7	1,262.6	1,262.9
Total nonagricultural employment (in thousands)	1,094.7	1,095.8	1,081.5
Unemployment rate	5.6%	5.9%	6.4%

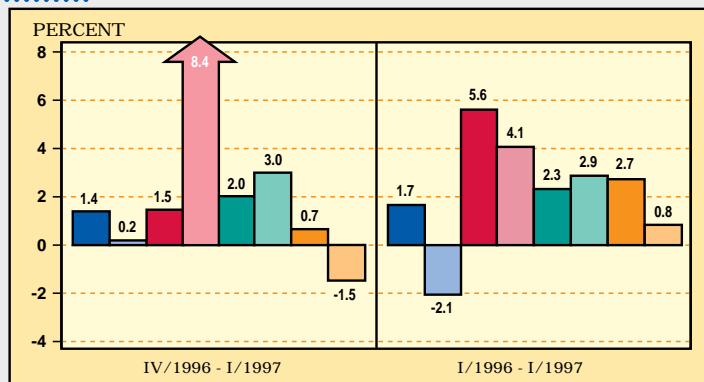
	IV/1996	III/1996	IV/1995
Real personal income* (in billions)	\$30.4	\$30.5	\$29.8



Missouri

	I/1997	IV/1996	I/1996
Labor force (in thousands)	2,865.5	2,921.9	2,874.0
Total nonagricultural employment (in thousands)	2,594.5	2,585.5	2,552.1
Unemployment rate	4.3%	4.8%	4.4%

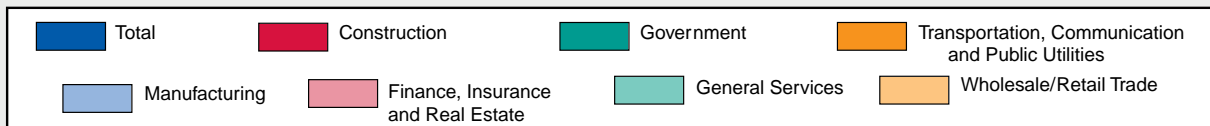
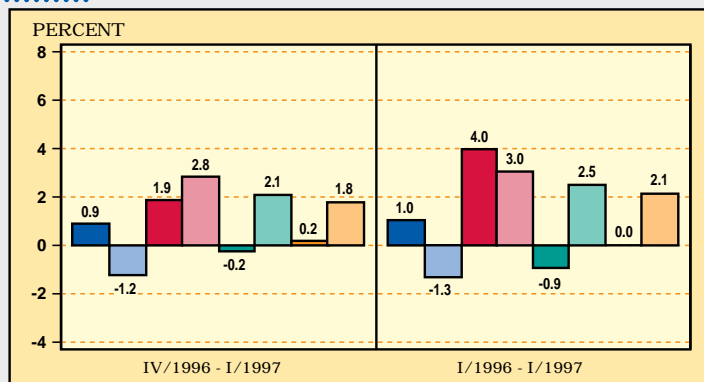
	IV/1996	III/1996	IV/1995
Real personal income* (in billions)	\$78.7	\$78.2	\$76.8



Tennessee

	I/1997	IV/1996	I/1996
Labor force (in thousands)	2,757.8	2,769.3	2,737.3
Total nonagricultural employment (in thousands)	2,555.6	2,549.9	2,529.3
Unemployment rate	5.1%	5.1%	5.4%

	IV/1996	III/1996	IV/1995
Real personal income* (in billions)	\$74.5	\$74.3	\$73.4



Note: All data are seasonally adjusted. The nonagricultural employment data reflect the most current benchmark revision.
* Annual rate. Data deflated by CPI, 1982-84=100