First Quarter 2008 Thrift Industry Report
Graphs and Tables

May 27, 2008

First Quarter 2008 Index of Charts

SUMMARY

▪ Thrifts significantly bolstered the cushion for loan losses by adding a record $7.6 billion in loan loss provisions in the first quarter.

▪ The record loan loss provisions increased thrifts' loan loss reserve ratio to an all-time high of 1.51%.

▪ These large provisions resulted in a quarterly net loss of $617 million and ROA of a negative 0.16%.

▪ 98.2% of all thrifts – holding 99.6% of industry assets – exceed "well-capitalized" regulatory standards.

FOURTH QUARTER 2007 RESTATEMENT

- One large thrift restated its fourth quarter 2007 results. Major impacts of this restatement for the thrift include:

  - Goodwill of $3.3 billion written off

  - Net income reduced by $3.5 billion

  - Assets reduced by $3.5 billion

  - Equity capital reduced by $3.5 billion

CAPITAL RATIOS
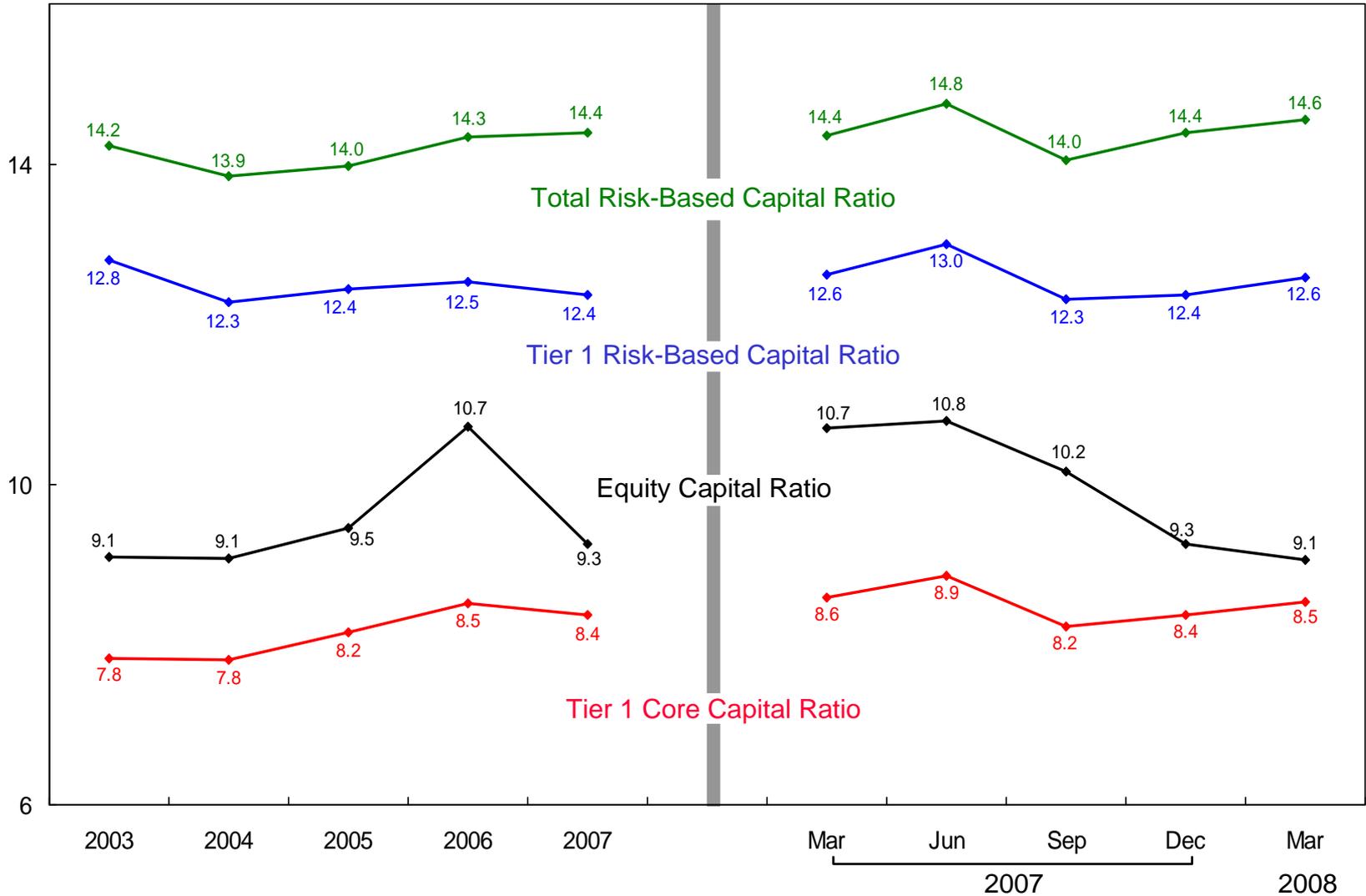
A restatement of fourth quarter 2007 results by one large thrift reduced equity capital to 9.26% from 9.46%.
Office of Thrift Supervision / May 2008

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LOAN LOSS PROVISIONS AND NET CHARGE-OFFS

Loan Loss Provisions and Net Charge-Offs (Percent of Average Assets Annualized)
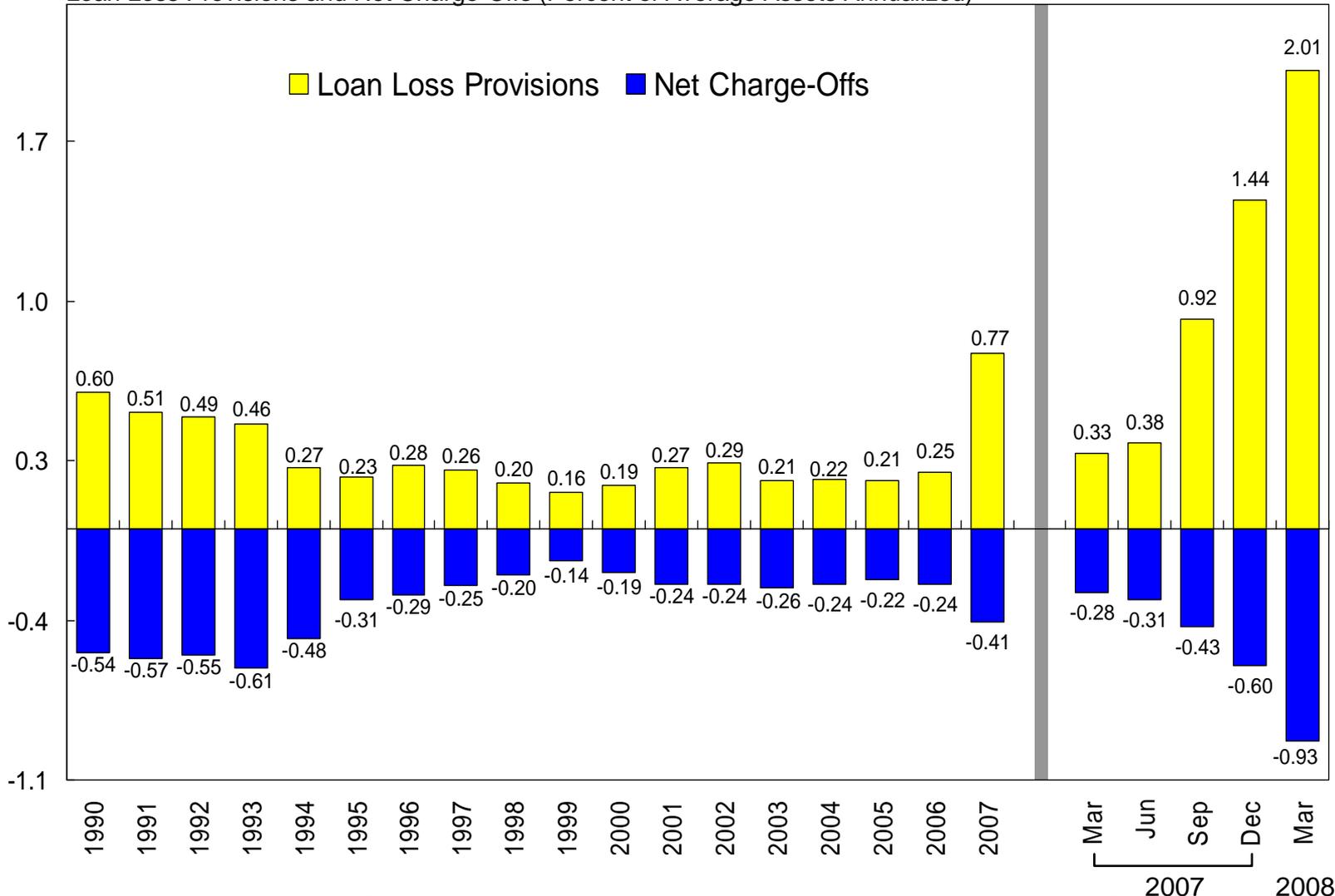
A restatement of fourth quarter 2007 results by one large thrift increased loan loss provisions to 1.44% from 1.35%.
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RESERVE AND LOSS COVERAGE RATIOS
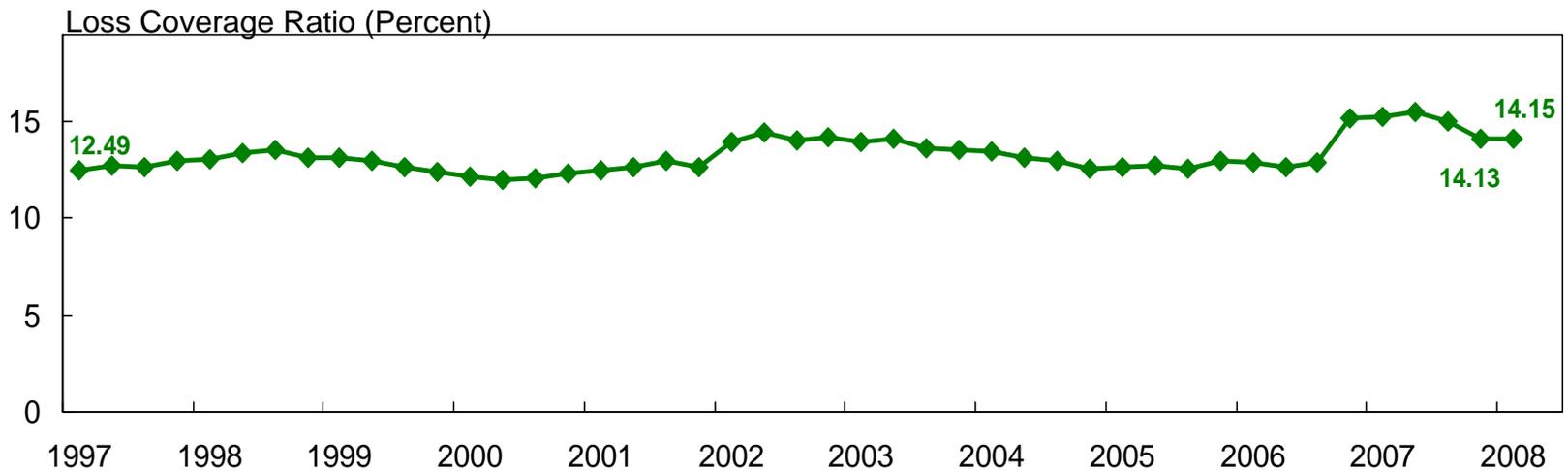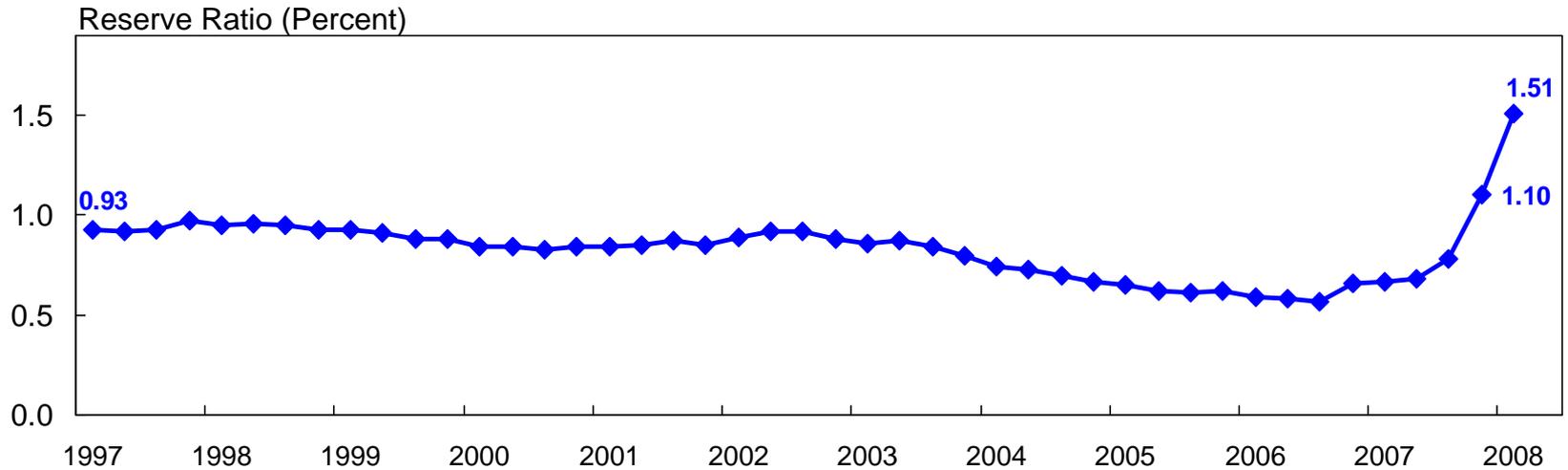
Loss Coverage Ratio = ALLL plus capital to total loans and leases.
Reserve Ratio = ALLL to total loans and leases.
A restatement of fourth quarter 2007 results by one large thrift increased the loss coverage ratio to 14.13 from 14.07
   and the reserve ratio to 1.10 from 1.07.

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ROA ANALYSIS

(Percent of Average Assets)	Mar '08	Quarter Dec '07	Mar '07	ROA Impact [1] Mar '08 Dec '07	Mar '08 Mar '07
Net Interest Income (Margin)	2.76	2.61	2.77	0.15	**-0.01**
Loan Loss Provisions	2.01	1.44	0.33	**-0.57**	**-1.68**
Total Fee Income	1.11	1.15	1.11	**-0.04**	0.00
Mortgage Loan Servicing Fees & Amort.	-0.04	-0.01	0.05	**-0.03**	**-0.09**
Mortgage Loan Servicing Fees	0.25	0.24	0.23	0.01	0.02
Servicing Amortization & Adjustments	-0.29	-0.25	-0.18	**-0.04**	**-0.11**
Other Fees and Charges	1.15	1.16	1.06	**-0.01**	0.09
Other Noninterest Income (Loss)	0.60	-0.51	0.39	1.11	0.21
Sale of Assets Held For Sale	0.13	-0.58	0.29	0.71	**-0.16**
LOCOM Adjustments to AHFS	-0.05	-0.08	-0.06	0.03	0.01
Trading Assets (Realized & Unrealized)	0.41	-0.13	0.02	0.54	0.39
Other	0.11	0.34	0.17	**-0.23**	**-0.06**
Noninterest Expense	2.77	4.59	2.46	1.82	**-0.31**
Goodwill Amortization & Charges	0.06	1.94	0.05	1.88	**-0.01**
Taxes	-0.14	-0.47	0.52	**-0.33**	0.66
Net Income (ROA)	-0.16	-2.31	0.97	2.15	**-1.13**

[1] Negative values reduced ROA.

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

A restatement of fourth quarter 2007 results by one large thrift increased loan loss provisions to 1.44% from 1.35%, noninterest expense to 4.59% from 3.72%, and goodwill amortization to 1.94% from 1.07%, and reduced taxes to negative 0.47% from negative 0.44%, and net income (ROA) to negative 2.31% from negative 1.38%.

EARNINGS AND PROFITABILITY

Net Income ($ Millions)

Year	Net Income
1997	6,413
1998	7,569
1999	8,228
2000	8,014
2001	10,202
2002	11,837
2003	13,742
2004	13,963
2005	16,400
2006	15,849
2007	-649
Mar 2007	3,614
Jun 2007	3,833
Sep 2007	657
Dec 2007	-8,753
Mar 2008	-617

Return on Average Assets (% Annualized)

| Year	ROAA
1997	0.84
1998	0.97
1999	0.98
2000	0.91
2001	1.07
2002	1.21
2003	1.29
2004	1.17
2005	1.19
2006	1.06
2007	-0.04
Mar 2007	0.97
Jun 2007	1.02
Sep 2007	0.17
Dec 2007	-2.31
Mar 2008	-0.16
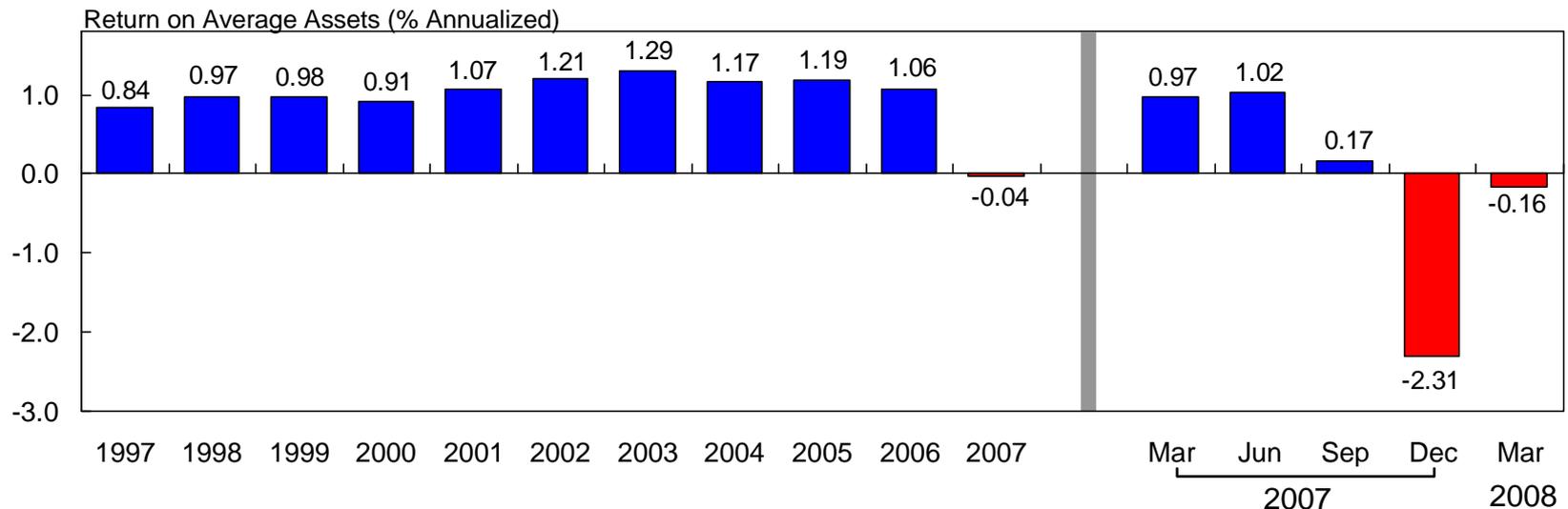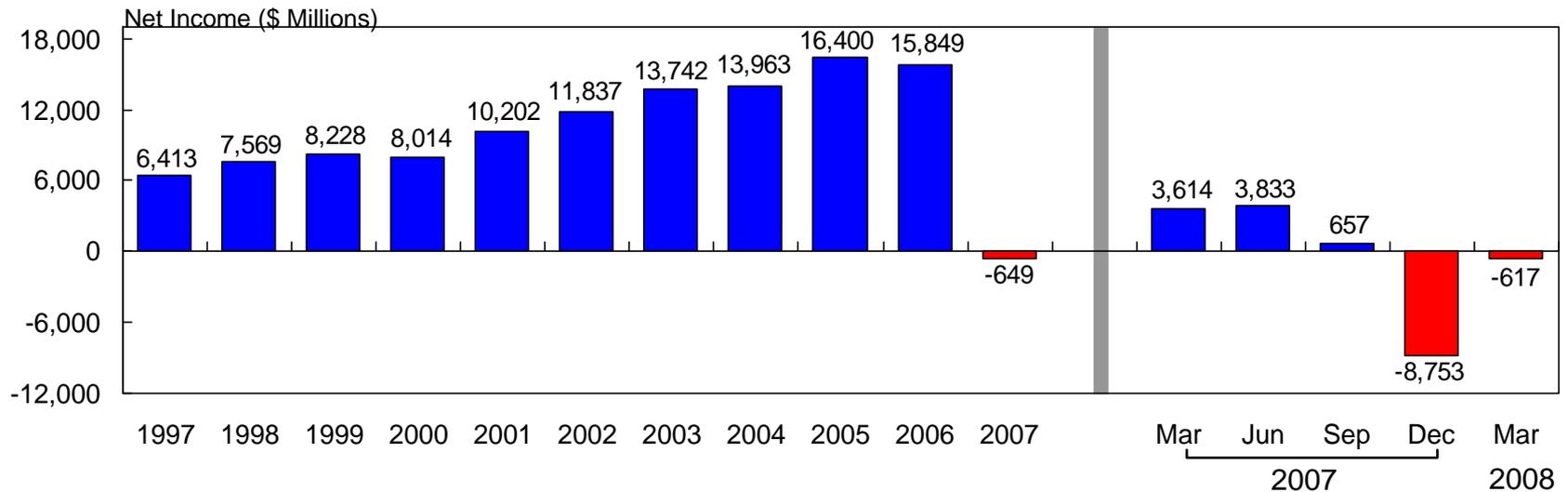
A restatement of fourth quarter 2007 results by one large thrift reduced annual income to a $649 million loss from net income of $2.8 billion and return on average assets to negative 0.04% from 0.16%. For the fourth quarter 2007, the restatement increased net losses to $8.8 billion from $5.2 billion and reduced return on average assets to negative 2.31% from negative 1.38%.

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ASSETS AND LIABILITIES COMPOSITION

	Mar 2008		Dec 2007		Mar 2007		Growth Rates	
							Mar '08 Dec '07	Mar '08 Mar '07
	$ Bil	% TA	$ Bil	% TA	$ Bil	% TA	%*	%
Total Assets	1,515.4	100.0	1,508.4	100.0	1,490.3	100.0	1.9	1.7
Total Loans	1,084.3	71.6	1,071.0	71.0	1,092.2	73.3	5.0	(0.7)
1-4 Family Mortgage Loans	748.0	49.4	740.8	49.1	772.0	51.8	3.9	(3.1)
Home Equity Lines of Credit	118.1	7.8	116.7	7.7	93.0	6.2	4.8	27.0
Construction & Land Loans	52.7	3.5	53.2	3.5	51.2	3.4	(3.4)	2.9
Multifamily Loans	63.3	4.2	62.1	4.1	64.3	4.3	8.1	(1.6)
Nonresidential Loans	75.1	5.0	70.5	4.7	64.1	4.3	26.0	17.1
Commercial Loans / Small Business	60.3	4.0	57.0	3.8	52.1	3.5	23.7	15.9
Consumer Loans	84.9	5.6	87.5	5.8	88.4	5.9	(12.1)	(4.0)
Allowance for Loan and Lease Losses	(16.3)	(1.1)	(11.8)	(0.8)	(7.3)	(0.5)	155.2	122.2
Mortgage Backed Securities	202.2	13.3	207.6	13.8	184.0	12.3	(10.4)	9.9
Cash and Liquid Investments	64.0	4.2	69.7	4.6	50.0	3.4	(32.7)	27.9
Other Investment Securities	63.3	4.2	62.8	4.2	56.4	3.8	3.4	12.3
Total Liabilities and Capital	1,515.4	100.0	1,508.4	100.0	1,490.3	100.0	1.9	1.7
Total Liabilities	1,378.3	91.0	1,368.7	90.7	1,330.9	89.3	2.8	3.6
Total Deposits	913.3	60.3	891.5	59.1	953.1	64.0	9.8	(4.2)
Deposits Less than Insurance Limits	555.7	36.7	540.3	35.8	576.6	38.7	11.5	(3.6)
Deposits Greater than Insurance Limits	357.6	23.6	351.2	23.3	376.6	25.3	7.3	(5.0)
Estimated Uninsured Deposits	188.9	12.5	191.2	12.7	211.5	14.2	(4.8)	(10.7)
Escrows	12.8	0.8	12.2	0.8	16.3	1.1	19.7	(21.8)
FHLBank Advances	308.8	20.4	302.2	20.0	211.7	14.2	8.7	45.9
Other Borrowings	119.1	7.9	140.3	9.3	129.3	8.7	(60.5)	(7.9)
Other Liabilities	37.0	2.4	34.7	2.3	36.7	2.5	26.4	0.9
Equity Capital	137.1	9.0	139.6	9.3	159.4	10.7	(7.2)	(14.0)

* Annualized. Numbers may not sum due to rounding.
A restatement of fourth quarter 2007 results by one large thrift reduced assets by $3.5 billion and equity capital by $3.5 billion.
Office of Thrift Supervision / May 2008

1-4 FAMILY ORIGINATIONS, PURCHASES, AND SALES

1-4 Family Mortgage Loans ($ Billions)

TROUBLED ASSETS

($ Billions)

Year	Value
1989	36.1
1990	39.1
1991	33.9
1992	24.7
1993	16.7
1994	10.9
1995	9.5
1996	8.7
1997	7.7
1998	6.3
1999	5.4
2000	5.6
2001	6.9
2002	7.6
2003	7.3
2004	6.3
2005	9.4
2006	9.9
2007	25.0
Mar 2007	11.9
Jun 2007	14.4
Sep 2007	18.7
Dec 2007	25.0
Mar 2008	31.1

(Percent of Total Assets)

Year	Value
1989	3.10
1990	3.80
1991	3.79
1992	3.07
1993	2.16
1994	1.40
1995	1.24
1996	1.13
1997	0.99
1998	0.77
1999	0.62
2000	0.60
2001	0.70
2002	0.75
2003	0.67
2004	0.48
2005	0.66
2006	0.70
2007	1.66
Mar 2007	0.80
Jun 2007	0.95
Sep 2007	1.19
Dec 2007	1.66
Mar 2008	2.06

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

Percent of Loan Type

1-4 Family (49.4% of Thrift Assets)

Mar	Jun	Sep	Dec	Mar
1.03	1.26	1.61	2.35	2.85
2007				2008
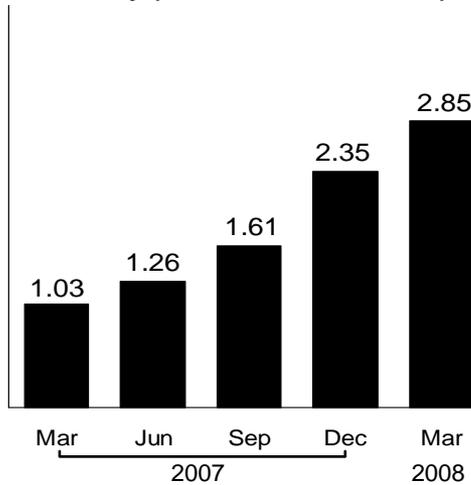
Multifamily (4.2% of Thrift Assets)

Mar	Jun	Sep	Dec	Mar
0.25	0.29	0.37	0.43	0.50
2007				2008
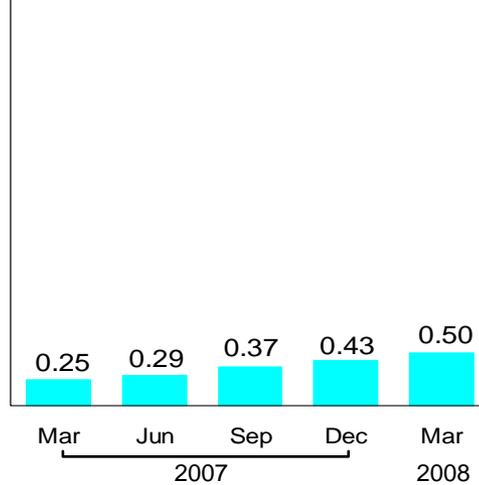
Consumer (5.6% of Thrift Assets)

Mar	Jun	Sep	Dec	Mar
0.82	0.83	0.94	1.01	1.11
2007				2008
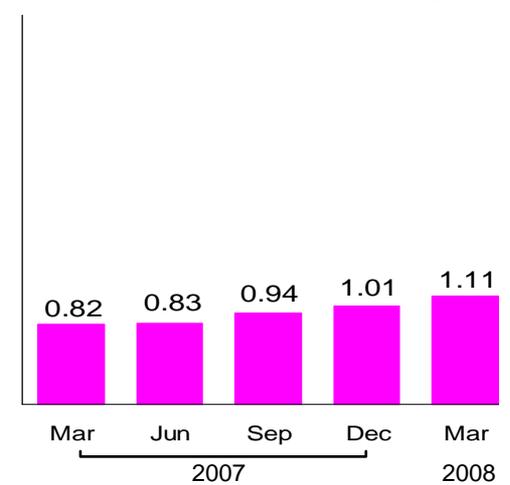
Nonresidential (5.0% of Thrift Assets)

Mar	Jun	Sep	Dec	Mar
0.65	0.68	0.68	0.70	0.81
2007				2008
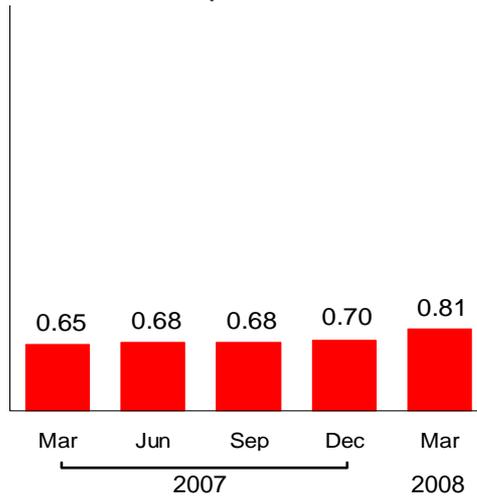
Construction & Land (3.5% of Thrift Assets)

Mar	Jun	Sep	Dec	Mar
1.23	1.77	2.72	4.62	6.00
2007				2008
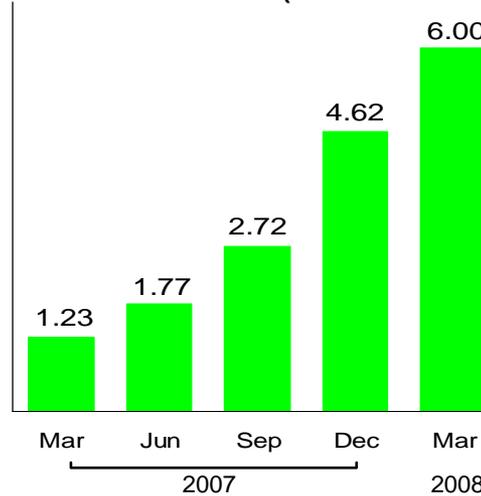
Commercial (4.0% of Thrift Assets)

| Mar	Jun	Sep	Dec	Mar
0.97	0.86	0.86	0.95	1.14
2007				2008
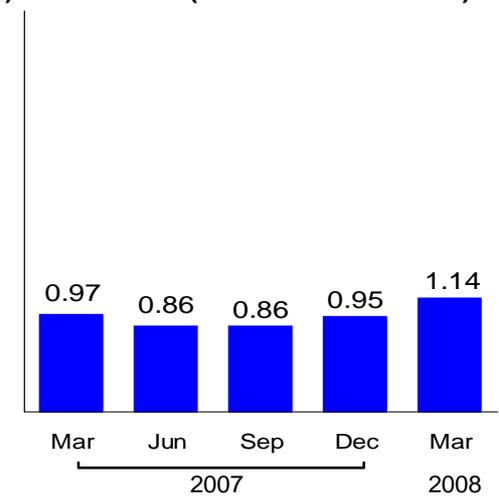
NUMBER OF PROBLEM THRIFTS
(Thrifts with CAMELS Ratings of 4 or 5)