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United States General Accounting Office

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GAO

Fact Sheet to the
Honorable Chalmers P. Wylie,
House of Representatives

April 1986

THRIFT ASSISTANCE

Industry Restructuring and the Net Worth Certificate Program- Update



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UNITED STATES GENERAL ACCOUNTING OFFICE
WASHINGTON, D.C. 20548

GENERAL GOVERNMENT
DIVISION

APR 11 1986

B-219962

The Honorable Chalmers P. Wylie
Ranking Minority Member
Committee on Banking, Finance
and Urban Affairs
House of Representatives

Dear Mr. Wylie:

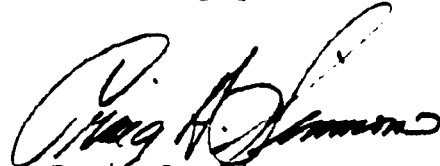
The following information updates our September 1985 report Thrift Industry Restructuring and the Net Worth Certificate Program (GAO/GGD-85-79) as you requested in your letter of March 11, 1986. We have updated, through the third quarter of 1985, those tables and figures from the original report which we determined to be the most useful to an evaluation of the Net Worth Certificate program for thrift institutions. As in our 1985 report, we compare the industry, that is, all FSLIC-insured institutions, with a set of 67 institutions that first participated in the Net Worth Certificate program prior to January 1984, and with a control group of 577 thrifts that were potentially eligible for net worth certificate assistance during the same time period, but did not participate. These groups are identified in the report as all institutions (ALL), eligible participants (EP) and eligible nonparticipants (ENP), respectively. The 1985 report includes a more extensive discussion of the data and of the sets of institutions surveyed. It also contains an extensive glossary of terms.

In order to facilitate comparison, the tables and figures that we have prepared carry the same numbers as in the 1985 report, except in three cases (Figures 7.5, 10A and 10B) where we have added new plots to provide greater detail. It should also be noted that both the tables and the figures show semiannual observations before 1984 and quarterly since. In order to present all available data, we allowed the scale along the horizontal axis

of the figures to change from semiannual to quarterly starting at the beginning of 1984. This may sometimes give a mistaken impression that the slope of the plot has changed in a manner that is not consistent with reality. In viewing the figures this should be kept in mind.

As arranged with your office, this report will be sent to the Chairmen of the House and Senate Banking Committees. It will also be distributed to other interested parties. Any questions you may have can be addressed to me at (202) 275-8678 or to Gillian G. Garcia at (202) 275-9856.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Craig A. Simmons". The signature is written in a cursive, flowing style with a large initial "C".

Craig A. Simmons
Associate Director

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Table 14

Mortgage Assets of All FSLIC-Insured
Institutions (1977-1985)

	<u>Percentages of Total Assets</u>		
	<u>Mortgage loans^a</u>	<u>Mortgage-backed securities^b</u>	<u>Net mortgage loans and contracts^c</u>
1977.2 ^d	85.38	2.91	85.63
1978.1	85.36	3.13	86.07
2	84.77	3.23	85.90
1979.1	83.99	3.39	85.36
2	83.71	3.59	85.66
1980.1	82.04	3.87	84.82
2	81.12	4.43	84.25
1981.1	80.66	4.73	84.28
2	79.06	5.13	83.01
1982.1	75.84	6.96	80.83
2	71.45	8.90	77.29
1983.1	68.00	10.65	75.14
2	67.38	11.37	74.65
1984.1 ^e	66.29	11.91	74.10
2	66.10	12.29	74.20
3	65.99	12.19	74.07
4	64.60	11.54	72.24
1985.1	64.65	11.47	72.36
2	65.00	10.53	71.78
3	64.59	11.13	72.10
4	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aMortgage loans include Federal Housing Administration, Veterans Administration, and other insured or guaranteed loans plus conventional mortgage loans.

^bIncludes insured, guaranteed, and conventional mortgage-backed securities.

^cThe sum of mortgage loans and mortgage-backed securities, less contra-assets to mortgage loans.

^dData are available semiannually through 1983.

^eData are available quarterly for 1984 and 1985.

Table 15
Mortgage Assets of Net Worth
Certificate Participants (1977-1985)^a

	<u>Percentages of Total Assets</u>		
	<u>Mortgage loans^b</u>	<u>Mortgage-backed securities^c</u>	<u>Net mortgage loans and contracts^d</u>
1977.2 ^e	81.60	5.22	84.95
1978.1	80.57	6.47	85.39
2	79.24	7.07	84.93
1979.1	78.44	7.95	85.18
2	77.84	8.45	85.40
1980.1	76.38	8.78	84.52
2	76.05	9.22	84.55
1981.1	76.18	9.31	84.93
2	75.65	9.46	84.47
1982.1	73.61	9.64	82.36
2	71.74	9.12	79.26
1983.1	68.62	10.96	78.06
2	67.70	12.16	77.95
1984.1 ^f	66.84	12.24	76.96
2	67.27	12.68	77.66
3	67.42	12.56	77.88
4 ^g	65.20	12.60	75.70
1985.1	65.07	11.78	75.70
2	64.46	10.89	73.32
3	64.51	11.32	73.79
4	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aOur set of net worth certificate participants consists of 67 institutions that received Net Worth Certificates prior to 1984. Two other institutions that received NWCs early in the program are not included in our set because the FHLBB did not inform us of their participation. We have also deleted some institutions from our list because they acquired their NWCs through merger and may not, themselves, have been eligible to participate in the program.

^bMortgage loans include FHA/VA and other insured or guaranteed loans plus conventional mortgage loans.

^cIncludes insured, guaranteed, and conventional mortgage-backed securities.

^dThe sum of mortgage loans and mortgage-backed securities, less contra-assets to mortgage loans.

^eData are available semiannually through 1983.

^fData are available quarterly for 1984 and 1985.

^gFrom December 1984 on, one institution was omitted from the Net Worth Certificate Participants subset because of heavy involvement in commercial loans following a merger.

Table 16
Mortgage Assets of Eligible
Nonparticipants (1977-1985)

	<u>Percentages of Total Assets</u>		
	<u>Mortgage</u> <u>loans^a</u>	<u>Mortgage-backed</u> <u>securities^b</u>	<u>Net mortgage</u> <u>loans and</u> <u>contracts^c</u>
1972.2 ^d	84.47	3.54	85.39
1978.1	84.72	3.74	85.89
2	84.18	3.90	85.83
1979.1	83.37	4.80	85.25
2	83.50	4.25	85.88
1980.1	81.74	4.02	85.20
2	79.99	5.75	84.35
1981.1	79.31	6.13	84.24
2	77.38	6.89	83.15
1982.1	73.36	9.13	79.76
2	68.46	11.40	76.50
1983.1	64.46	13.38	74.32
	63.83	14.54	74.09
1984.1 ^e	61.92	14.80	72.29
2	61.15	15.24	71.88
3	60.64	14.88	71.10
4	59.74	14.35	69.94
1985.1	59.90	14.40	70.46
2	60.36	13.46	70.00
3	59.52	14.13	70.01
4	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

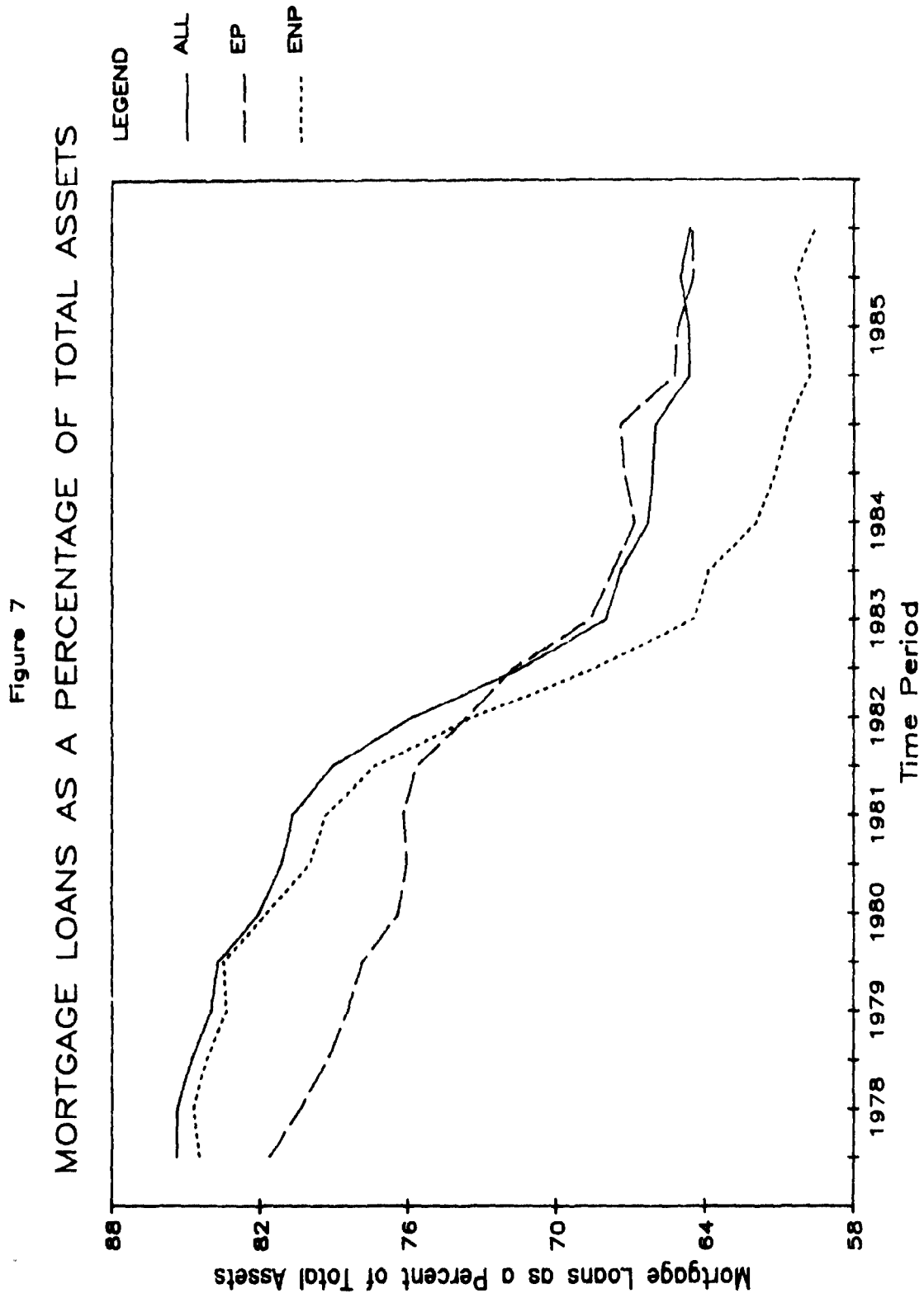
Notes: ^aMortgage loans include FHA/VA and other insured or guaranteed loans plus conventional mortgage loans.

^bIncludes insured, guaranteed, and conventional mortgaged-backed securities.

^cThe sum of mortgage loans and mortgage-backed securities, less contra-assets to mortgage loans.

^dData are available semiannually through 1983.

^eData are available quarterly for 1984 and 1985.



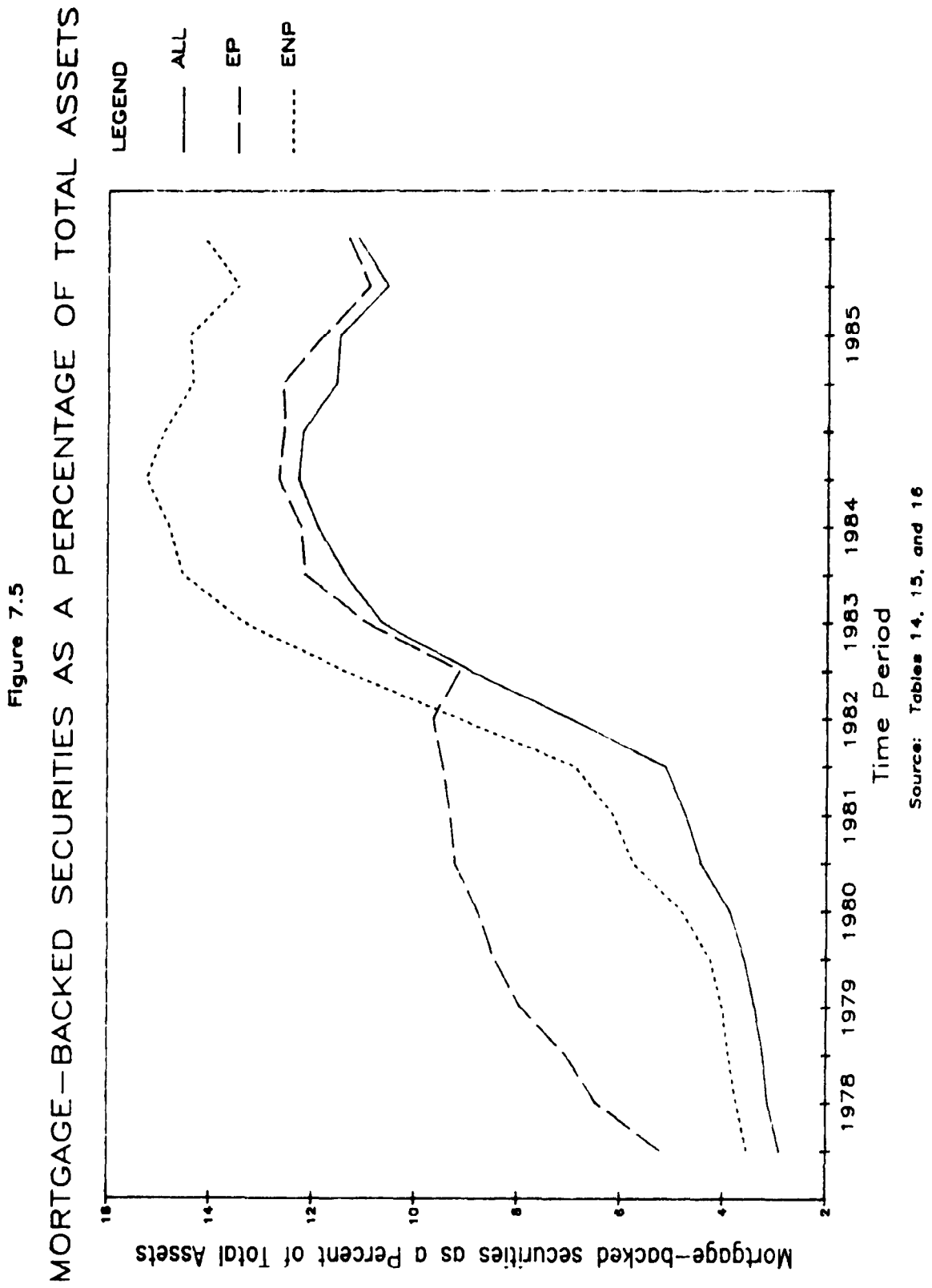
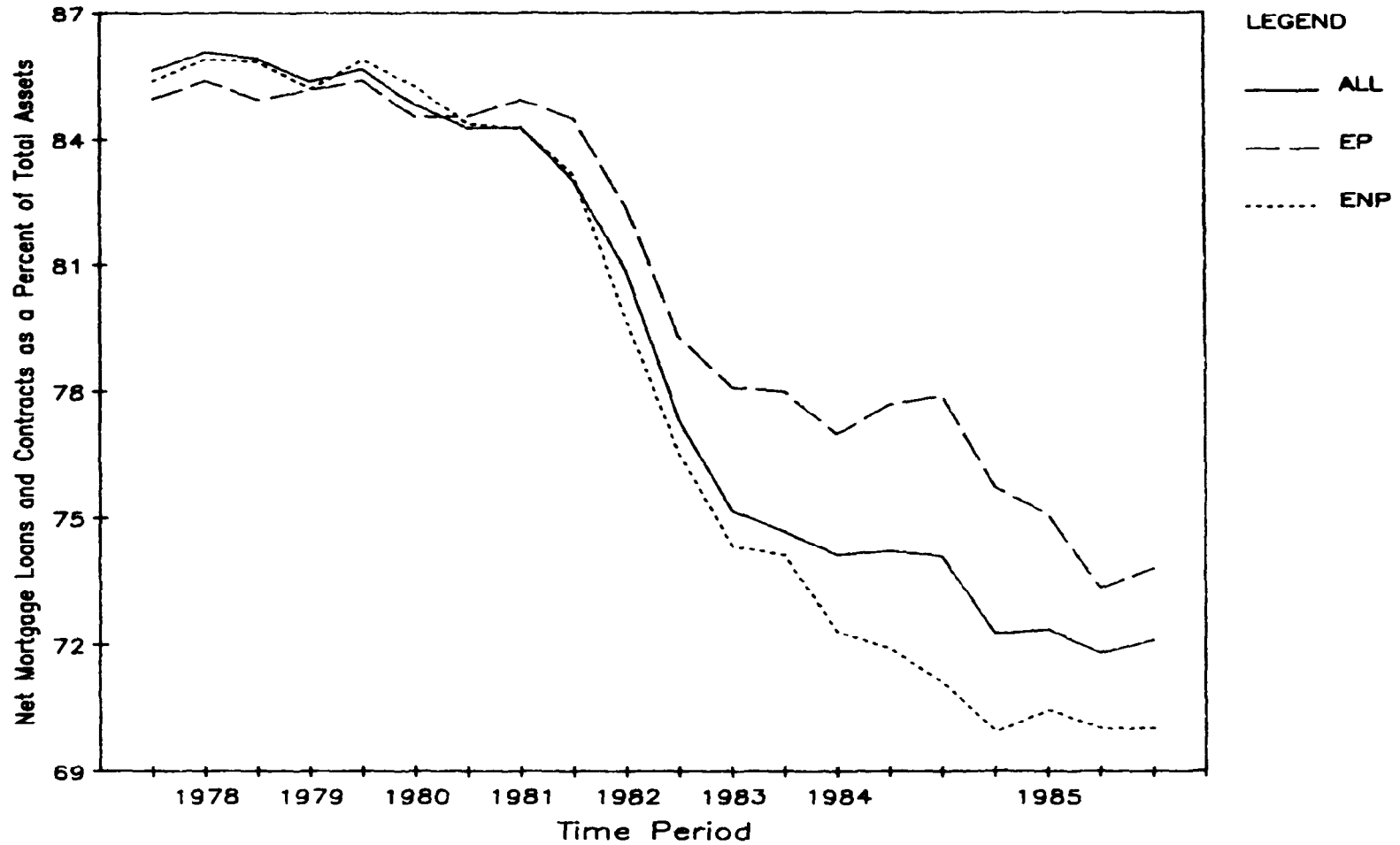


Figure 8
NET MORTGAGE LOANS AND CONTRACTS
AS A PERCENTAGE OF TOTAL ASSETS



Source: Tables 14, 15, and 16

Table 17

Non-Mortgage Assets of All FSLIC-Insured Institutions (1977-1985)

	Percentages of Total Assets					
	Total non-mortgage assets ^a	Commercial loans ^b	Consumer loans ^c	Liquid assets ^d	Fixed assets ^e	Goodwill ^f
1977.2 ^g	14.37	0.07	2.27	8.78	1.37	0.02
1978.1	13.93	0.10	2.08	8.68	1.33	0.02
2	14.10	0.11	2.18	8.73	1.31	0.02
1979.1	14.64	0.16	2.22	9.07	1.30	0.02
2	14.34	0.21	2.62	8.27	1.32	0.02
1980.1	15.18	0.24	2.70	8.93	1.36	0.03
2	15.75	0.29	2.78	9.27	1.37	0.03
1981.1	15.72	0.10	2.82	9.12	1.40	0.04
2	16.99	0.08	2.78	9.53	1.41	0.37
1982.1	19.17	0.08	2.73	10.38	1.39	1.21
2	22.71	0.11	2.88	11.75	1.47	2.41
1983.1	24.86	0.23	2.95	13.85	1.42	2.43
2	25.35	0.40	3.13	13.48	1.39	2.67
1984.1 ^h	25.90	0.52	3.11	13.79	1.36	2.59
2	25.80	0.76	3.18	13.12	1.33	2.48
3	25.93	0.87	3.37	12.86	1.31	2.47
4	27.76	1.15	3.50	13.98	1.28	2.44
1985.1	27.64	1.23	3.68	13.40	1.29	2.41
2	28.22	1.35	3.96	13.18	1.29	2.45
3	27.90	1.39	4.11	12.59	1.28	2.39
4	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aDerived as 100 less the percentage of assets held as net mortgage loans and contracts (table 11, column 3).

^bIncludes both secured and unsecured loans.

^cIncludes loans on deposits, house improvement loans, education loans, consumer auto loans, other closed-end consumer loans, credit card and other open-end consumer credit, and retail mobile home loans.

^dIncludes cash and demand deposits, U.S. Government and agency securities, other investments, accrued interest receivable, less valuation allowances.

^eIncludes office buildings and land, leasehold improvements; appraisal increment; furniture, fixtures, and equipment (net); less valuation allowances.

^fGoodwill and other intangible assets.

^gData are available semiannually through 1983.

^hData are available quarterly in 1984 and 1985.

Table 18
Non-Mortgage Assets of Net Worth
Certificate Participants (1977-1985)^a

	Percentages of Total Assets					
	Total non- mortgage assets ^b	Commercial loans ^c	Consumer loans ^d	Liquid assets ^e	Fixed assets ^f	Goodwill ^g
1977.2 ^h	15.05	0.03	2.15	9.58	1.35	0.00
1978.1	14.61	0.04	2.13	9.38	1.33	0.00
2	15.07	0.05	2.23	9.71	1.31	0.00
1979.1	14.82	0.06	2.35	9.50	1.33	0.00
2	14.60	0.06	2.76	8.87	1.33	0.00
1980.1	15.48	0.06	2.96	9.57	1.35	0.00
2	15.45	0.06	2.95	9.42	1.35	0.00
1981.1	15.07	0.03	2.83	8.90	1.38	0.02
2	15.53	0.03	2.88	8.08	1.39	0.02
1982.1	17.64	0.03	2.72	8.92	1.36	0.46
2	20.74	0.02	2.84	9.50	1.66	1.13
1983.1	21.94	0.05	3.00	10.87	1.63	1.30
2	22.05	0.18	3.39	10.17	1.69	1.42
1984.1 ⁱ	23.04	0.33	3.31	11.02	1.63	1.35
2	22.34	0.42	3.44	10.21	1.49	1.32
3	22.12	0.45	3.57	9.87	1.44	1.28
4 ^j	24.30	0.46	3.95	11.38	1.39	1.29
1985.1	24.93	0.51	4.09	11.88	1.38	1.24
2	26.68	0.57	4.17	12.90	1.33	2.05
3	26.21	0.68	4.27	12.29	1.29	2.03
4	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

- Notes: ^aSee table 15, note ^a for a description of our set of Net Worth Certificate Participants.
^bDerived as 100 less the percentage of assets held as net mortgage loans and contracts (table 12, column 3).
^cIncludes both secured and unsecured loans.
^dIncludes loans on deposits, house improvement loans, education loans, consumer auto loans, other closed-end consumer loans, credit card and other open-end consumer credit, and retail mobile home loans.
^eIncludes cash and demand deposits, U.S. government and agency securities, other investments, accrued interest receivable, less valuation allowances.
^fIncludes office buildings and land, leasehold improvements; appraisal increment; furniture, fixtures, and equipment (net); less valuation allowances.
^gGoodwill and other intangible assets.
^hData are available semiannually through 1983.
ⁱData are available quarterly in 1984 and 1985.
^jFrom December 1984 on, one institution was omitted from the Net Worth Certificate Participants subset because of heavy involvement in commercial loans following a merger.

Table 19
Non-Mortgage Assets of Eligible Nonparticipants (1977-1985)

	Percentages of Total Assets					
	Total non- mortgage assets ^a	Commercial loans ^b	Consumer loans ^c	Liquid assets ^d	Fixed assets ^e	Goodwill ^f
1977.2 ^g	14.61	0.09	2.19	9.01	1.46	0.01
1978.1	14.11	0.08	2.07	8.86	1.42	0.01
2	14.17	0.08	2.16	8.86	1.38	0.01
1979.1	14.80	0.08	2.25	9.38	1.35	0.01
2	14.12	0.11	2.63	8.23	1.36	0.01
1980.1	14.75	0.11	2.79	8.64	1.40	0.03
2	15.65	0.18	2.94	9.28	1.38	0.03
1981.1	15.76	0.20	2.93	9.07	1.42	0.04
2	16.85	0.17	3.07	9.01	1.43	0.41
1982.1	20.24	0.10	2.96	10.17	1.38	2.10
2	23.50	0.13	3.05	11.33	1.45	3.19
1983.1	25.68	0.35	3.05	13.46	1.44	3.19
2	25.91	0.53	3.40	12.91	1.42	3.40
1984.1 ^h	27.71	0.56	3.46	14.15	1.37	3.59
2	28.12	0.72	3.60	14.03	1.34	3.44
3	28.90	0.92	3.85	14.35	1.30	3.47
4	30.06	1.26	3.90	14.86	1.26	3.44
1985.1	29.54	1.35	4.05	14.02	1.27	3.34
2	30.00	1.49	4.26	13.70	1.29	3.33
3	29.99	1.42	4.46	13.30	1.26	3.25
4	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aDerived as 100 less the percentage of assets held as net mortgage loans and contracts (table 13, column 3).

^bIncludes both secured and unsecured loans.

^cIncludes loans on deposits, house improvement loans, education loans, consumer auto loans, other closed-end consumer loans, credit card and other open-end consumer credit, and retail mobile home loans.

^dIncludes cash and demand deposits, U.S. government and agency securities, other investments, accrued interest receivable, less valuation allowances.

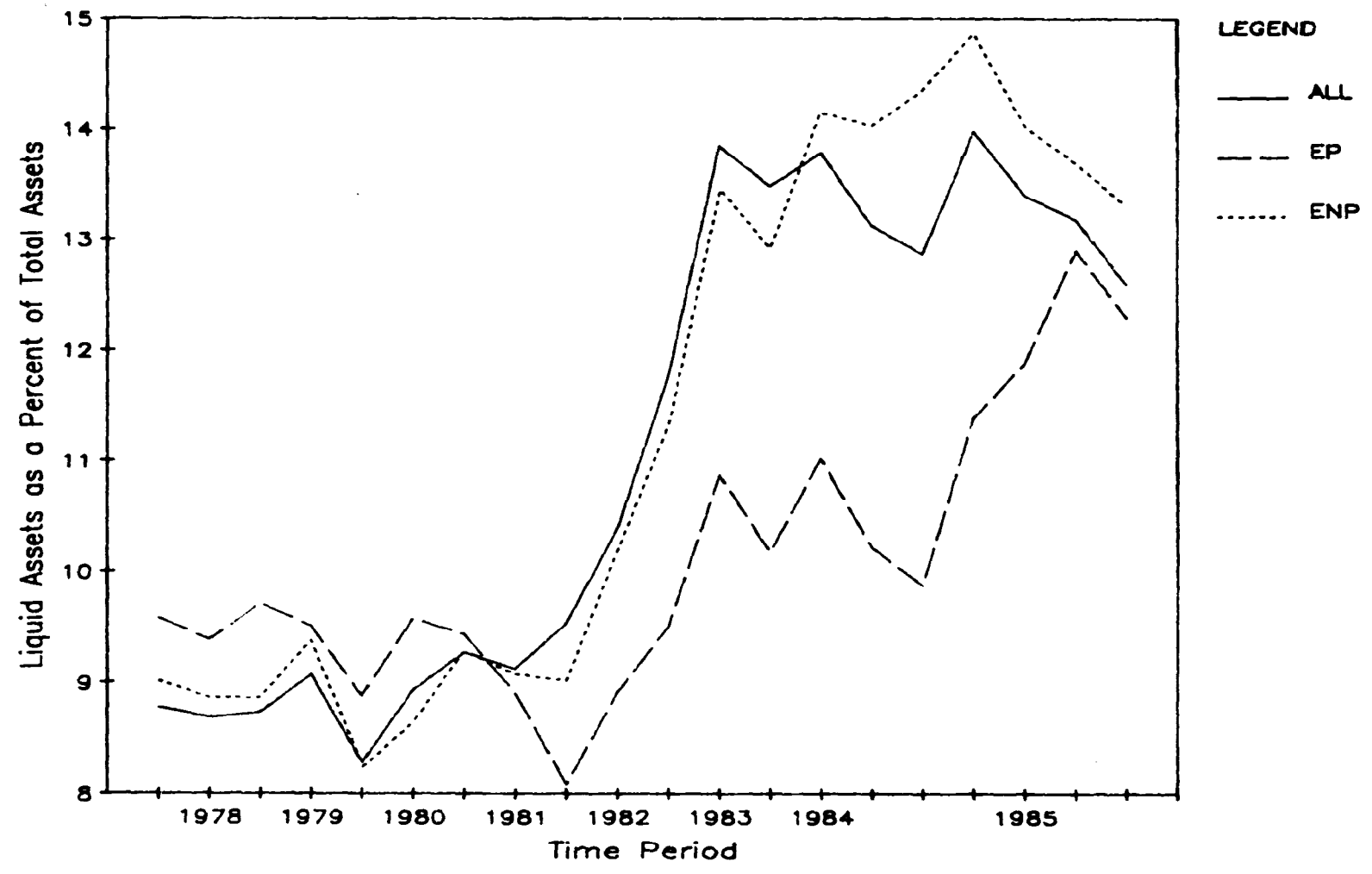
^eIncludes office buildings and land, leasehold improvements; appraisal increment; furniture, fixtures, and equipment (net); less valuation allowances.

^fGoodwill and other intangible assets.

^gData are available semiannually through 1983.

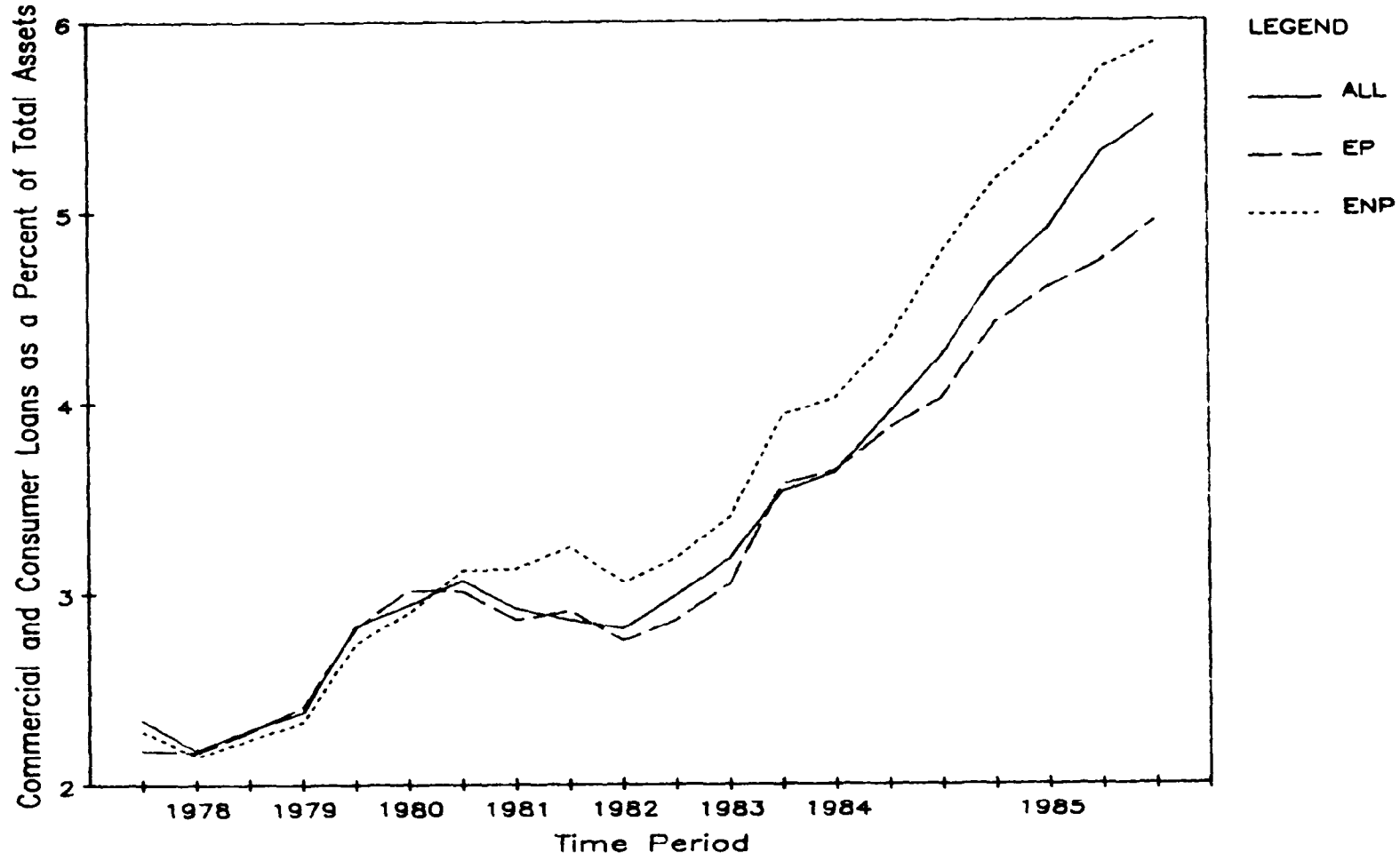
^hData are available quarterly in 1984 and 1985.

Figure 9
LIQUID ASSETS AS A PERCENTAGE OF TOTAL ASSETS



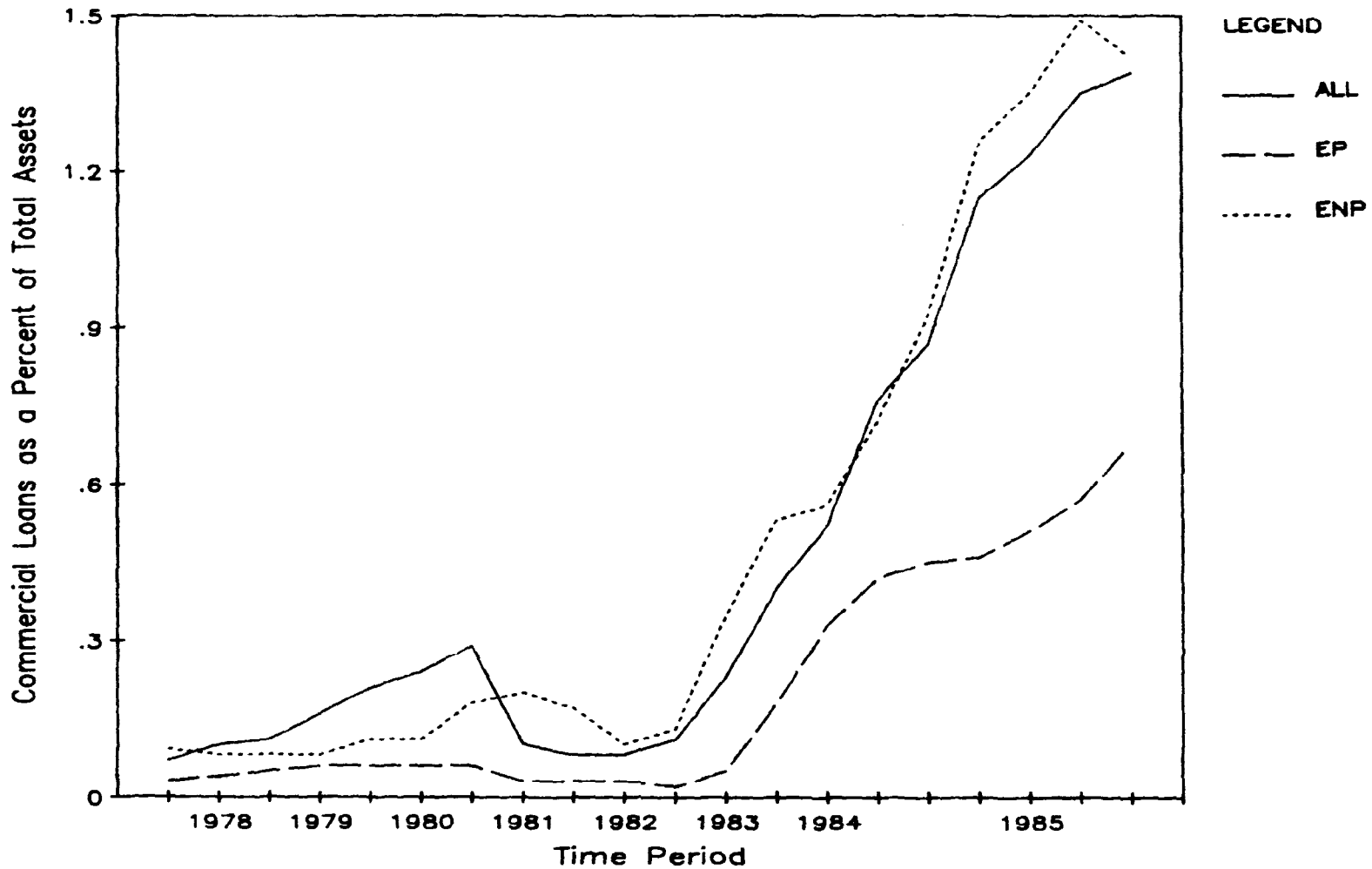
Source: Tables 17, 18, and 19

Figure 10
COMMERCIAL AND CONSUMER LOANS
AS A PERCENTAGE OF TOTAL ASSETS



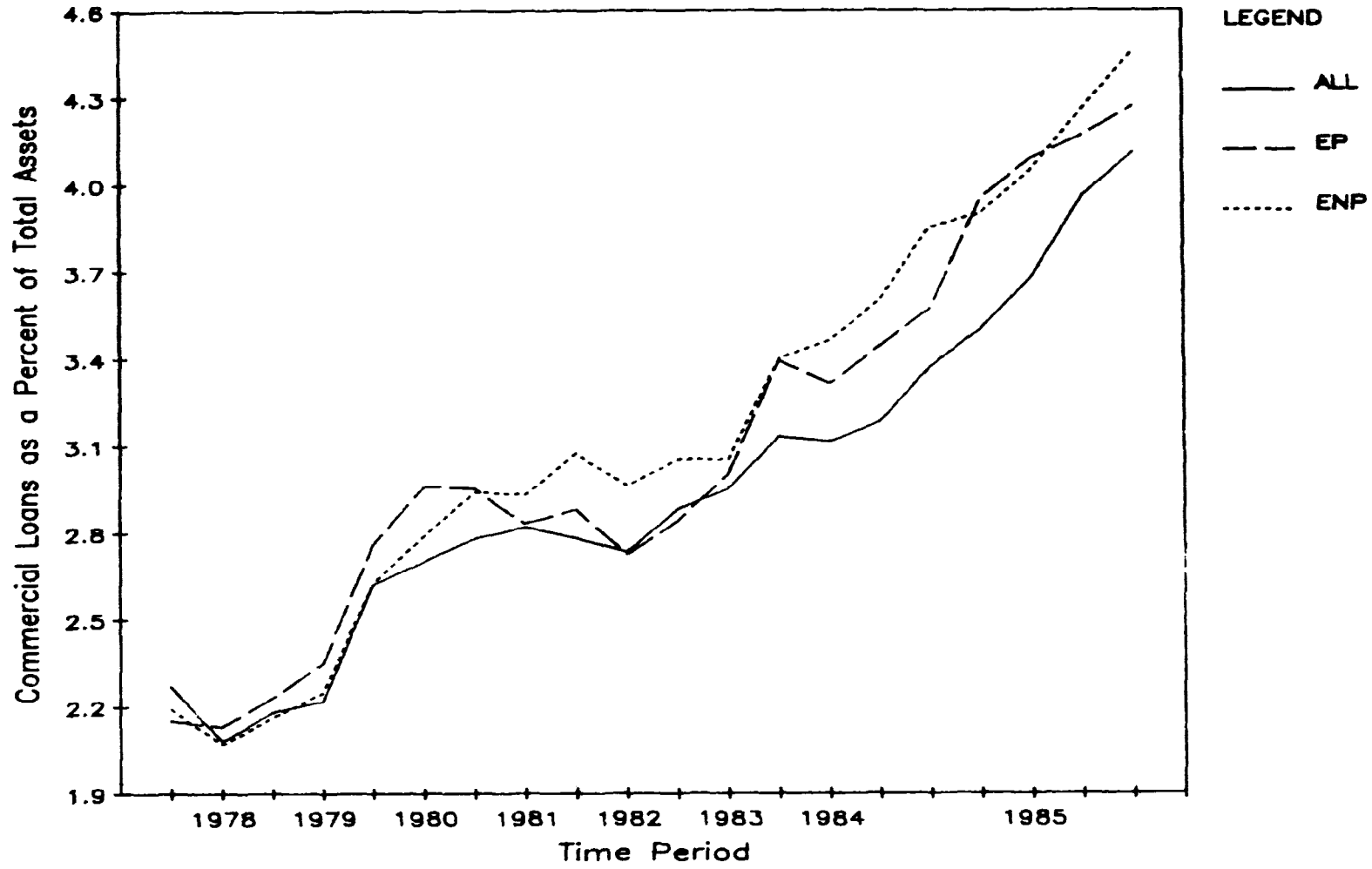
Source: Tables 17, 18, and 19

Figure 10 A
COMMERCIAL LOANS AS A PERCENTAGE OF TOTAL ASSETS



Source: Tables 17, 18, and 19

Figure 10 B
CONSUMER LOANS AS A PERCENTAGE OF TOTAL ASSETS



Source: Tables 17, 18, and 19

Table 20

Holdings of Fixed and Adjustable Rate Mortgages (1977-1985)^a

	Percentages of Total Assets					
	Adjustable Rate Mortgages			Fixed Rate Mortgages		
	<u>All^b</u>	<u>Parti- cipants</u>	<u>Nonparti- cipants</u>	<u>All^b</u>	<u>Parti- cipants</u>	<u>Nonparti- cipants</u>
1977.2 ^c				86.02	85.33	85.79
1978.1				86.04	85.48	85.90
2				85.85	84.99	85.81
1979.1				85.29	85.22	85.16
2				85.56	85.37	85.80
1980.1				81.03	84.23	82.58
2				79.97	83.46	82.02
1981.1				78.99	82.97	80.78
2				77.87	82.41	79.47
1982.1	5.72	2.56	4.30	76.02	80.03	77.31
2	6.82	3.22	5.18	72.11	77.00	73.58
1983.1	7.33	4.00	5.57	69.22	74.65	70.57
2	9.36	5.83	6.59	66.69	72.91	69.46
1984.1 ^d	16.49	12.38	12.77	58.65	65.26	61.00
2	19.51	14.66	15.71	55.83	63.68	57.99
3	21.92	17.22	18.17	53.24	61.27	54.72
4	23.75	18.97	19.82	49.49	54.11	51.76
1985.1	25.08	20.08	21.28	48.17	52.41	50.57
2	26.89	21.02	23.02	45.72	50.32	48.30
3	28.03	22.16	23.84	44.81	49.36	47.38
4	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aSee table 15, note ^a for a description of our set of Net Worth Certificate Participants.

^bAll FSLIC-Insured Institutions.

^cData are available semiannually through 1983.

^dData are available quarterly during 1984 and 1985.

Figure 11

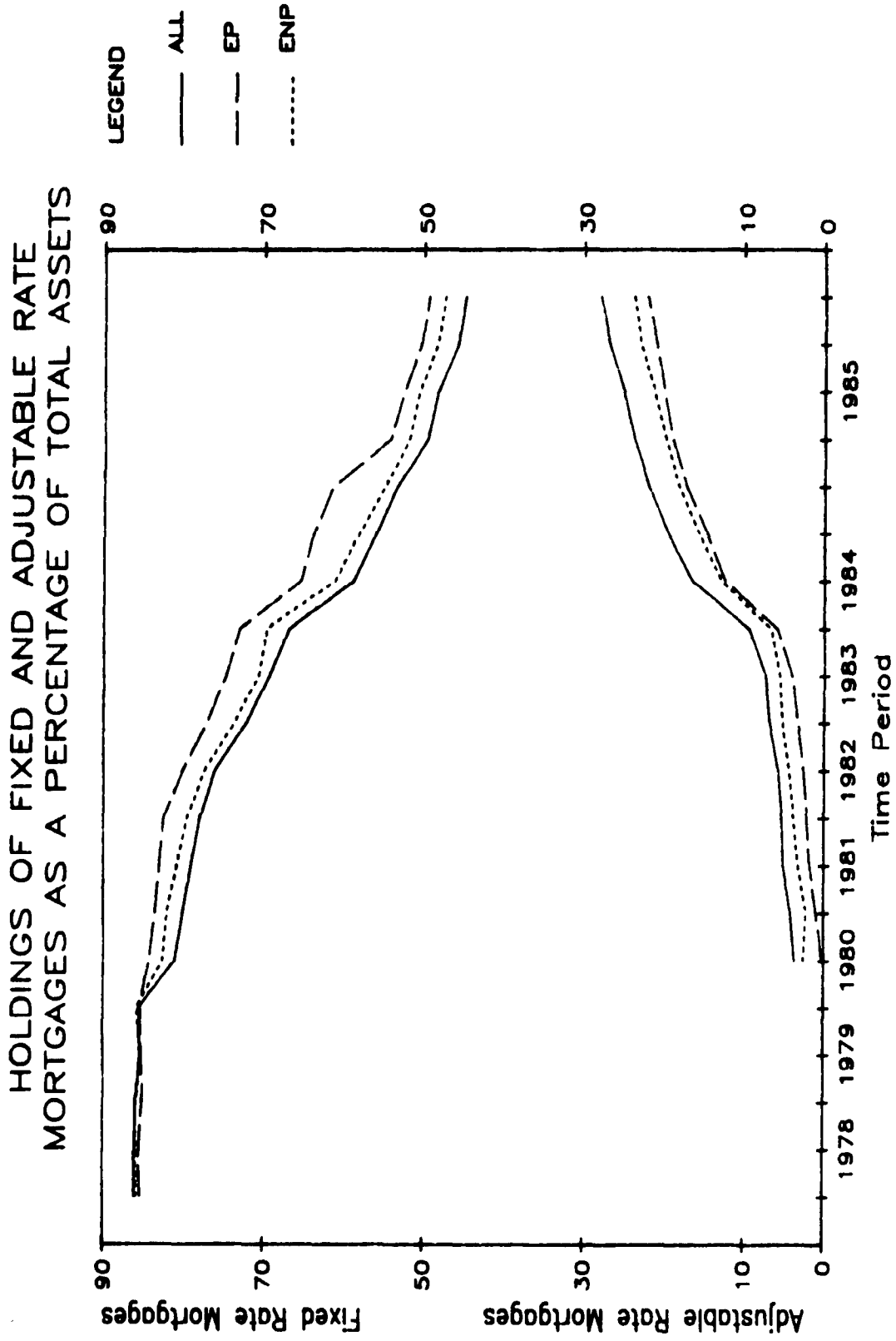


Table 21

Sources of Funding: All FSLIC-Insured Institutions (1977-1985)

Period	Percentages of Total Assets						Total ^e
	Deposits ^a	Borrowings		Other liabilities ^c	Total liabilities ^d	Regulatory net worth	
		FHLB advances	Other borrowed money ^b				
1977.2 ^f	86.88	4.49	1.72	1.29	94.38	5.62	100.00
1978.1	85.79	5.24	1.95	1.38	94.36	5.64	100.00
.2	84.54	6.36	2.08	1.37	94.34	5.66	100.00
1979.1	84.00	6.39	2.44	1.52	94.35	5.65	100.00
.2	82.89	7.23	2.64	1.53	94.30	5.70	100.00
1980.1	83.11	7.13	2.49	1.67	94.40	5.60	100.00
.2	82.60	7.71	2.79	1.54	94.64	5.36	100.00
1981.1	81.54	8.50	3.25	1.76	95.05	4.95	100.00
.2	80.11	9.76	4.06	1.72	95.65	3.35	100.00
1982.1	79.80	10.06	4.45	1.91	96.22	3.78	100.00
.2	80.15	9.30	4.95	1.91	96.31	3.69	100.00
1983.1	82.35	7.66	4.19	1.97	96.18	3.82	100.00
.2	81.93	7.03	5.05	1.97	95.98	4.02	100.00
1984.1 ^g	82.09	6.54	5.50	1.87	96.01	4.00	100.00
.2	80.86	7.00	6.20	2.00	96.06	3.94	100.00
.3	80.10	7.49	6.56	2.00	96.14	3.86	100.00
.4	80.22	7.33	6.75	1.83	96.13	3.87	100.00
1985.1	80.75	7.22	6.19	1.90	96.06	3.93	100.00
.2	80.73	7.50	5.48	2.10	95.81	4.19	100.00
.3	79.79	7.82	6.08	2.09	95.78	4.22	100.00
.4	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aDeposits include all transaction, savings, and time deposits.

^bIncludes commercial bank loans, repurchase agreements, consumer retail repurchase agreements, overdrafts in demand deposits, commercial paper issued, subordinated debentures not qualifying for net worth, mortgage-backed bond issued, and other borrowings.

^cIncludes accrued interest payable; interest accrued or declared on deposits; dividends payable on permanent, reserve, or guaranty stock; accrued taxes; accounts payable; advance payments by borrowers for taxes and insurance; financial options fees received; other liabilities; deferred net gains (losses) on futures/options hedging liabilities; deferred federal and other income taxes.

^dThe sum of deposits, FHLB advances, other borrowed money and other liabilities.

^eTotal may not sum to 100.00 because of rounding.

^fData are available semiannually through 1983.

^gData are available quarterly in 1984 and 1985.

Table 22

Sources of Funding: Net Worth Certificate Participants (1977-1985)^a

Period	Percentages of Total Assets						
	Deposits ^b	Borrowings		Other liabilities ^d	Total liabilities ^e	Regulatory net worth	Total ^f
		FHLB advances	Other borrowed money ^c				
1977.2 ^g	87.87	3.97	1.88	1.37	95.10	4.89	99.99
1978.1	87.07	4.83	2.02	1.20	95.11	4.40	100.01
2	85.77	5.46	2.57	1.30	95.10	4.91	100.01
1979.1	86.07	5.25	2.51	1.26	95.09	4.92	100.01
2	83.83	7.41	2.43	1.41	95.08	4.92	100.00
1980.1	84.57	6.61	2.76	1.37	95.31	4.69	100.00
2	84.20	7.37	2.59	1.45	95.61	4.39	100.00
1981.1	84.13	8.13	2.65	1.37	96.28	3.72	100.00
2	83.60	9.10	2.82	1.53	97.06	2.94	100.00
1982.1	84.41	9.38	2.47	1.67	97.93	2.07	100.00
2	86.15	8.72	2.10	1.39	98.37	1.63	100.00
1983.1	88.52	6.92	1.58	1.41	98.43	1.57	100.00
2	87.32	6.38	3.25	1.47	98.42	1.58	100.00
1984.1 ^h	86.79	6.40	3.89	1.49	98.50	1.50	100.00
2	85.76	7.47	3.74	1.58	98.54	1.46	100.00
3	84.75	7.95	4.29	1.64	98.63	1.37	100.00
4	84.70	6.61	4.91	1.68	97.89	2.11	100.00
1985.1	85.03	6.42	4.84	1.62	97.91	2.09	100.00
.2	84.30	6.89	3.78	1.70	96.67	3.33	100.00
.3	83.90	6.88	4.14	1.69	96.62	3.38	100.00
.4	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aSee table 15, note ^a for a description of our set of Net Worth Certificate Participants.

^bDeposits include all transaction, savings and time deposits.

^cIncludes commercial bank loans, repurchase agreements, consumer retail repurchase agreements, overdrafts in demand deposits, commercial paper issued, subordinated debentures not qualifying for net worth, mortgage-backed bond issued, and other borrowings.

^dIncludes accrued interest payable, interest accrued or declared on deposits, dividends payable on permanent, reserve or guaranty stock, accrued taxes, accounts payable, advance payments by borrowers for taxes and insurance, financial options fees received, other liabilities, deferred net gains (losses) on futures/options hedging liabilities, deferred federal and other income taxes.

^eThe sum of deposits, FHLB advances, other borrowed money and other liabilities.

^fTotal may not sum to 100.00 because of rounding.

^gData are available semiannually through 1983.

^hData are available quarterly in 1984 and 1985.

Table 23

Sources of Funding: Eligible Nonparticipants (1977-1985)

Period	Percentages of Total Assets						Total ^e
	Deposits ^a	Borrowings		Other liabilities ^c	Total liabilities ^d	Regulatory net worth	
		FHLB advances	Other borrowed money ^b				
1977.2 ^f	87.74	4.46	1.64	1.31	95.14	4.86	100.00
1978.1	86.56	5.17	2.02	1.41	95.16	4.84	100.00
2	84.92	6.74	2.17	1.34	95.17	4.83	100.00
1979.1	84.59	6.77	2.29	1.56	95.21	4.79	100.00
2	83.38	7.74	2.53	1.51	95.17	4.83	100.00
1980.1	83.72	7.56	2.37	1.71	95.35	4.65	100.00
2	82.42	8.38	3.38	1.50	95.67	4.33	100.00
1981.1	80.76	9.43	4.21	1.74	96.14	3.86	100.00
2	79.28	10.68	5.12	1.74	96.82	3.18	100.00
1982.1	78.32	11.25	6.17	1.84	97.59	2.41	100.00
2	79.40	10.80	5.87	1.74	97.81	2.19	100.00
1983.1	81.32	9.54	4.87	1.86	97.58	2.42	100.00
2	80.68	8.99	5.84	1.76	97.28	2.72	100.00
1984.1 ^g	80.33	8.48	6.66	1.80	97.26	2.74	100.00
2	78.14	8.80	8.32	2.06	97.31	2.69	100.00
3	77.80	9.27	8.26	2.00	97.32	2.68	100.00
4	77.86	9.06	8.71	1.69	97.32	2.68	100.00
1985.1	78.75	9.12	7.44	2.01	97.32	2.68	100.00
.2	78.80	9.72	6.21	2.30	97.04	2.96	100.00
.3	77.64	10.25	7.26	1.95	97.10	2.90	100.00
.4	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aDeposits include all transaction, savings and time deposits.

^bIncludes commercial bank loans, repurchase agreements, consumer retail repurchase agreements, overdrafts in demand deposits, commercial paper issued, subordinated debentures not qualifying for net worth, mortgage-backed bond issued, and other borrowings.

^cIncludes accrued interest payable, interest accrued or declared on deposits, dividends payable on permanent, reserve or guaranty stock, accrued taxes, accounts payable, advance payments by borrowers for taxes and insurance, financial options fees received, other liabilities, deferred net gains (losses) on futures/options hedging liabilities, deferred federal and other income taxes.

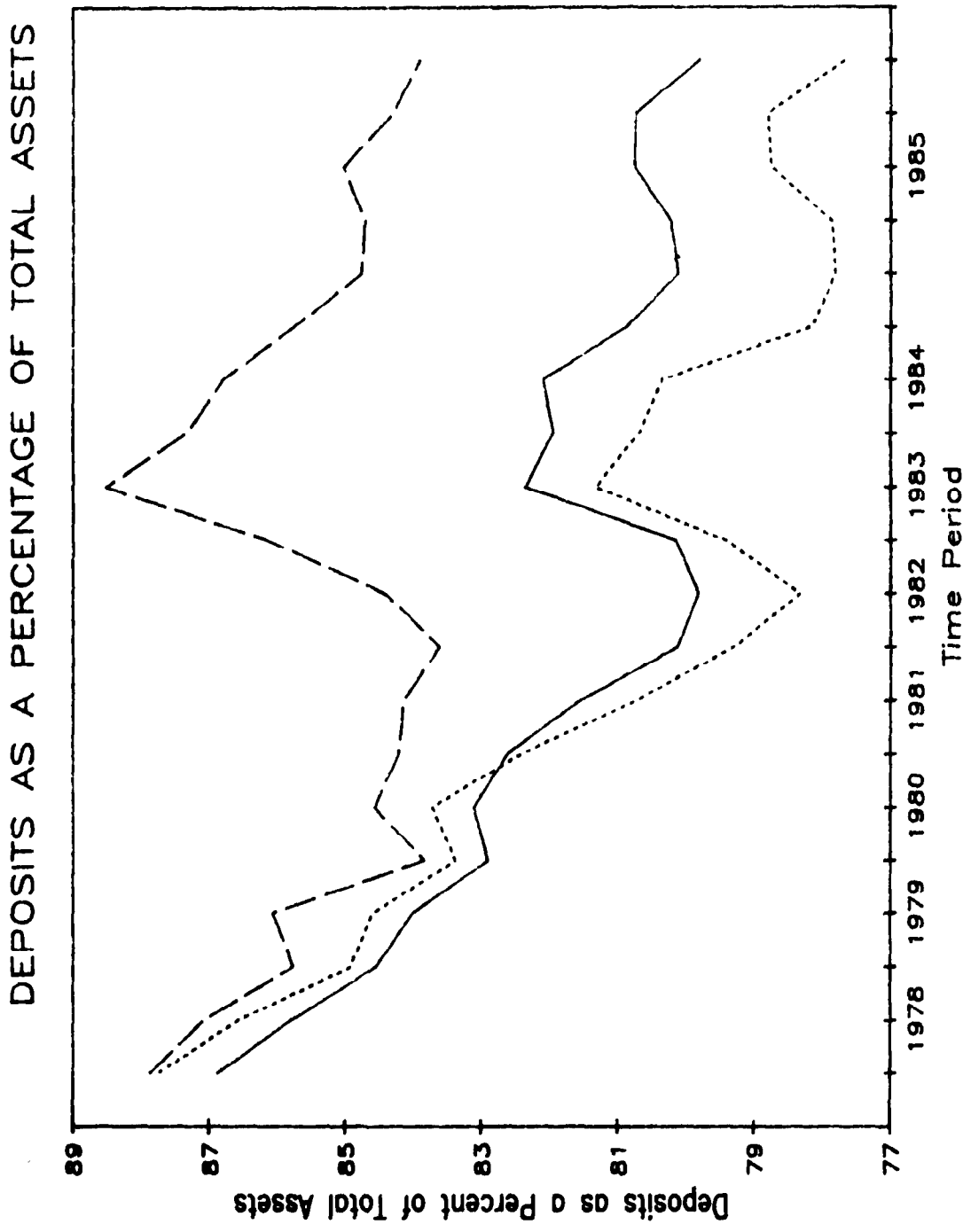
^dThe sum of deposits, FHLB advances, other borrowed money, and other liabilities.

^eTotal may not sum to 100.00 because of rounding.

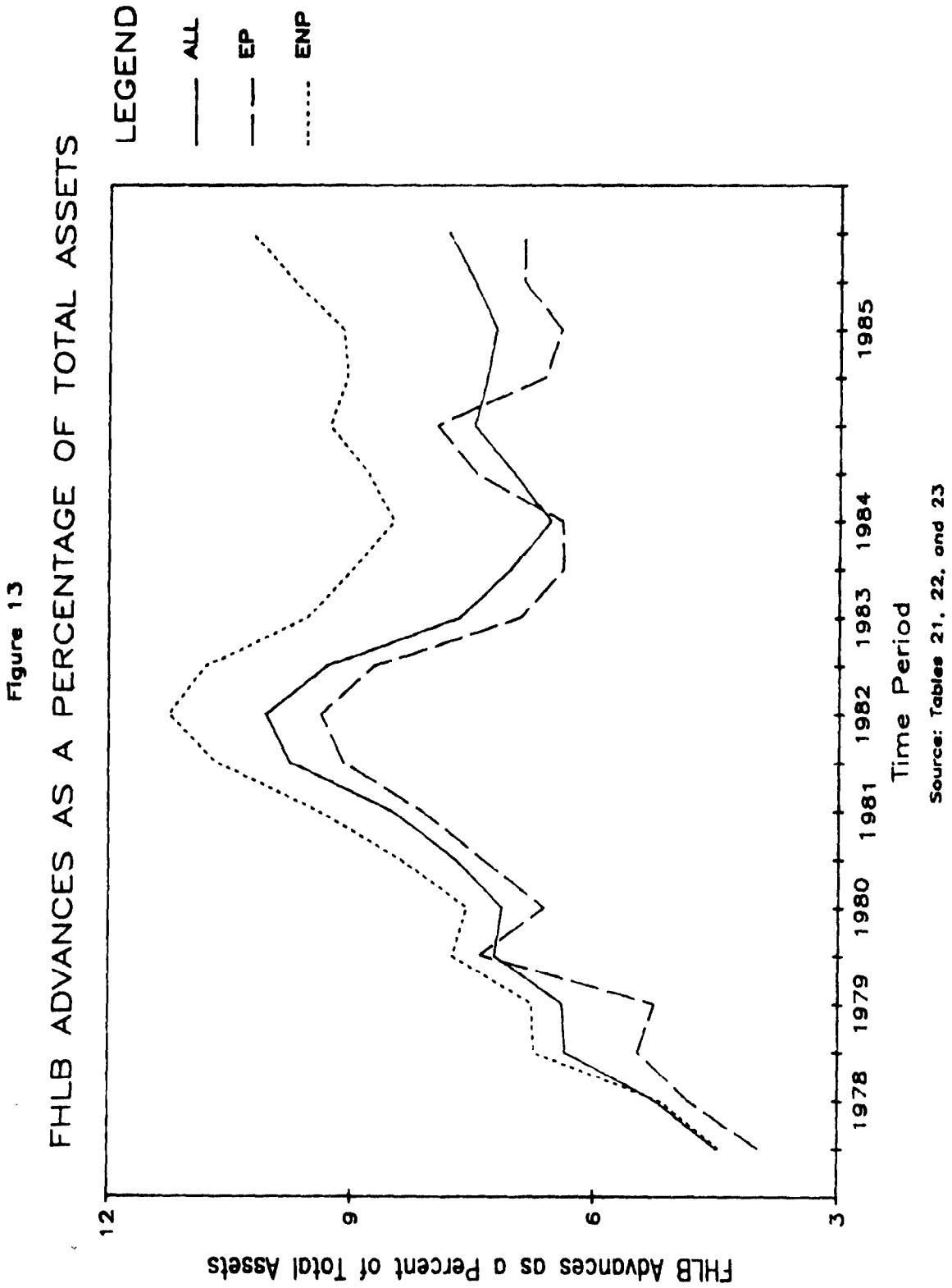
^fData are available semiannually through 1983.

^gData are available quarterly in 1984 and 1985.

Figure 12



Source: Tables 21, 22, and 23



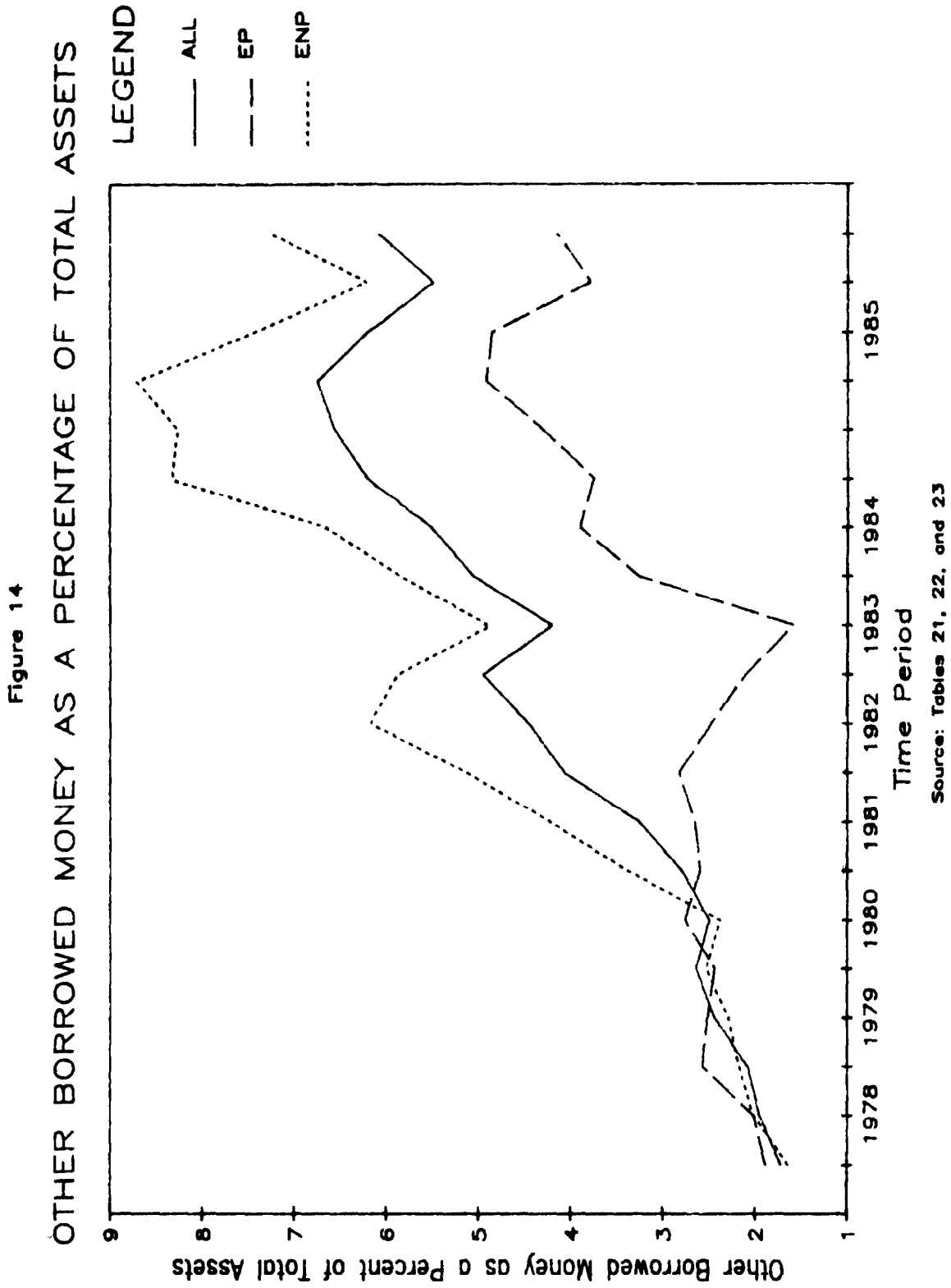


Table 24
Deposit Composition for All FSLIC-
Insured Institutions (1977-1985)

Period	Percentages of Total Assets						
	Small deposits ^a	Negotiable CDs ^b	Time deposits ^c	Transaction accounts ^d	MMDA's ^e	Passbook savings	Brokered deposits
1977.2 ^f	78.70	8.18	53.86	0.05	0	33.00	0.10
1978.1	N/A	N/A	54.63	0.06	0	31.11	0.11
2	75.84	8.69	57.23	0.06	0	27.24	0.12
1979.1	N/A	N/A	59.41	0.07	0	24.53	0.23
2	72.57	10.32	61.64	0.08	0	21.17	0.31
1980.1	N/A	N/A	64.05	0.11	0	18.95	0.38
2	75.89	6.71	64.90	0.20	0	17.50	0.64
1981.1	N/A	N/A	64.88	0.96	0	15.70	0.49
2	80.11	7.54	64.56	1.26	0	14.29	0.51
1982.1	N/A	N/A	64.78	1.47	0	13.56	0.70
2	71.63	8.52	62.08	2.15	0	15.97 ^g	1.19
1983.1	N/A	N/A	54.70	2.65	12.52	12.49	2.10
2	71.09	10.85	57.01	2.80	12.76	9.29	3.53
1984.1 ^h	71.00	11.10	57.60	2.95	13.36	8.16	4.08
2	69.21	11.65	58.18	2.98	12.21	7.48	4.46
3	68.42	11.68	59.42	2.88	10.95	6.85	4.60
4	68.56	11.66	59.79	2.95	11.08	6.40	4.39
1985.1	69.40	11.35	59.33	3.10	12.04	6.30	4.01
2	70.08	10.65	59.16	3.24	12.03	6.30	3.86
3	69.48	N/A	57.96	3.35	12.28	6.19	3.74
4	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aSmall deposits are deposits with balances less than \$100,000.

^bNegotiable CDs are large negotiable deposits with balances over \$100,000.

^cTime deposits are deposits having a fixed maturity.

^dIncludes negotiable order of withdrawal (NOW) accounts, Super NOW accounts, and demand deposits.

^eMoney Market Deposit Accounts (MMDAs) were authorized under the Garn-St Germain Act.

^fData are available semiannually through 1983.

^gThe downward trend of passbook savings is reversed here and in the subsequent two tables because MMDAs were first issued in December 14, 1982 and are included, for this period only, as part of Passbook Savings. The Federal Reserve Statistical Release, H.6, shows that MMDAs totaled \$16.8 billion or 2.45 percent of assets on December 31, 1982, only 2 weeks later.

^hData are available quarterly during 1984 and 1985.

Table 25

Deposit Composition for Net Worth Certificate Participants (1977-1985)^a

Period	Percentages of Total Assets ^b						
	Small deposits ^c	Negotiable CDs ^d	Time deposits ^e	Transaction accounts ^f	MMDAs ^g	Passbook savings	Brokered deposits
1977.2 ^h	81.80	6.08	49.34	0.19	0.0	38.35	0.03
1978.1	N/A	N/A	50.76	0.20	0.0	36.17	0.02
2	78.91	6.86	54.14	0.23	0.0	31.41	0.02
1979.1	N/A	N/A	57.21	0.33	0.0	28.53	0.02
2	76.63	7.20	58.88	0.43	0.0	24.52	0.04
1980.1	N/A	N/A	61.95	0.52	0.0	22.10	0.04
2	79.52	4.69	63.28	0.62	0.0	20.30	2.85
1981.1	N/A	N/A	64.32	1.13	0.0	18.68	0.41
2	83.60	4.15	64.84	1.43	0.0	17.33	0.26
1982.1	N/A	N/A	65.79	1.60	0.0	17.02	0.31
2	82.34	3.81	64.17	2.27	0.0	19.71	0.39
1983.1	N/A	N/A	56.33	2.72	14.04	15.44	0.62
2	83.11	4.21	57.79	2.58	14.00	12.86	0.98
1984.1 ⁱ	81.79	5.00	57.84	2.76	14.07	12.10	1.27
2	81.46	4.30	57.76	2.95	13.32	11.74	0.86
3	80.18	4.57	58.89	2.86	12.10	10.89	0.90
4	78.71	5.99	58.30	3.74	12.61	10.04	0.77
1985.1	79.03	6.00	57.82	3.73	13.59	9.90	0.61
2	78.34	5.97	56.65	3.94	13.89	9.82	0.37
3	77.64	N/A	55.98	4.07	14.16	9.68	0.52
4	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aSee table 15, note ^a for a description of our set of Net Worth Certificate Participants.

^bThe data on the components of liabilities sometimes vary widely from quarter to quarter, especially for groups smaller than all institutions. Thus, attention should be focused on the general trend of the liability categories rather than on the values in particular time periods.

^cSmall deposits are deposits with balances less than \$100,000.

^dNegotiable CDs are large negotiable deposits with balances over \$100,000.

^eTime deposits are deposits having a fixed maturity.

^fIncludes negotiable order of withdrawal (NOW) accounts, Super NOW accounts, and demand deposits.

^gMoney Market Deposit Accounts (MMDAs) were authorized under the Garn-St Germain Act.

^hData are available semiannually through 1983.

ⁱData are available quarterly during 1984 and 1985.

Table 26
Deposit Composition for Eligible Nonparticipants (1977-1985)^a

Period	Percentages of Total Assets						
	Small deposits ^b	Negotiable CDs ^c	Time deposits ^d	Transaction accounts ^e	MMDAs ^f	Passbook savings	Brokered deposits
1977.2 ^g	79.35	8.36	54.12	0.04	0.0	33.58	0.06
1978.1	N/A	N/A	54.75	0.05	0.0	31.76	0.06
2	76.14	8.78	57.38	0.05	0.0	27.49	0.06
1979.1	N/A	N/A	59.79	0.06	0.0	24.74	0.31
2	73.46	9.92	62.05	0.07	0.0	21.25	0.37
1980.1	N/A	N/A	64.66	0.09	0.0	18.96	0.24
2	75.31	7.10	64.77	0.19	0.0	17.45	0.09
1981.1	N/A	N/A	64.20	1.01	0.0	15.55	0.10
2	79.28	6.90	63.91	1.29	0.0	14.08	0.19
1982.1	N/A	N/A	63.36	1.50	0.0	13.47	0.31
2	72.29	7.11	61.57	2.01	0.0	15.83	0.91
1983.1	N/A	N/A	53.86	2.70	12.88	11.88	1.27
2	72.28	8.41	56.00	2.89	12.37	9.42	2.27
1984.1 ^h	70.78	9.55	56.12	2.99	13.11	8.12	2.87
2	68.77	9.36	55.68	3.06	11.86	7.50	3.01
3	67.91	9.88	57.38	2.78	10.80	6.85	3.14
4	67.99	9.87	57.72	2.93	10.80	6.40	3.13
1985.1	69.30	9.45	57.47	3.17	11.77	6.34	3.04
2	70.08	8.72	57.51	3.31	11.64	6.34	2.90
3	69.63	N/A	56.16	3.41	11.92	6.16	2.92
4	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aThe data on the components of liabilities sometimes vary widely from quarter to quarter, especially for groups smaller than all institutions. Thus, attention should be focused on the general trend of the liability categories rather than on the values in particular time periods.

^bSmall deposits are deposits with balances less than \$100,000.

^cNegotiable CDs are large negotiable deposits with balances over \$100,000.

^dTime deposits are deposits having a fixed maturity.

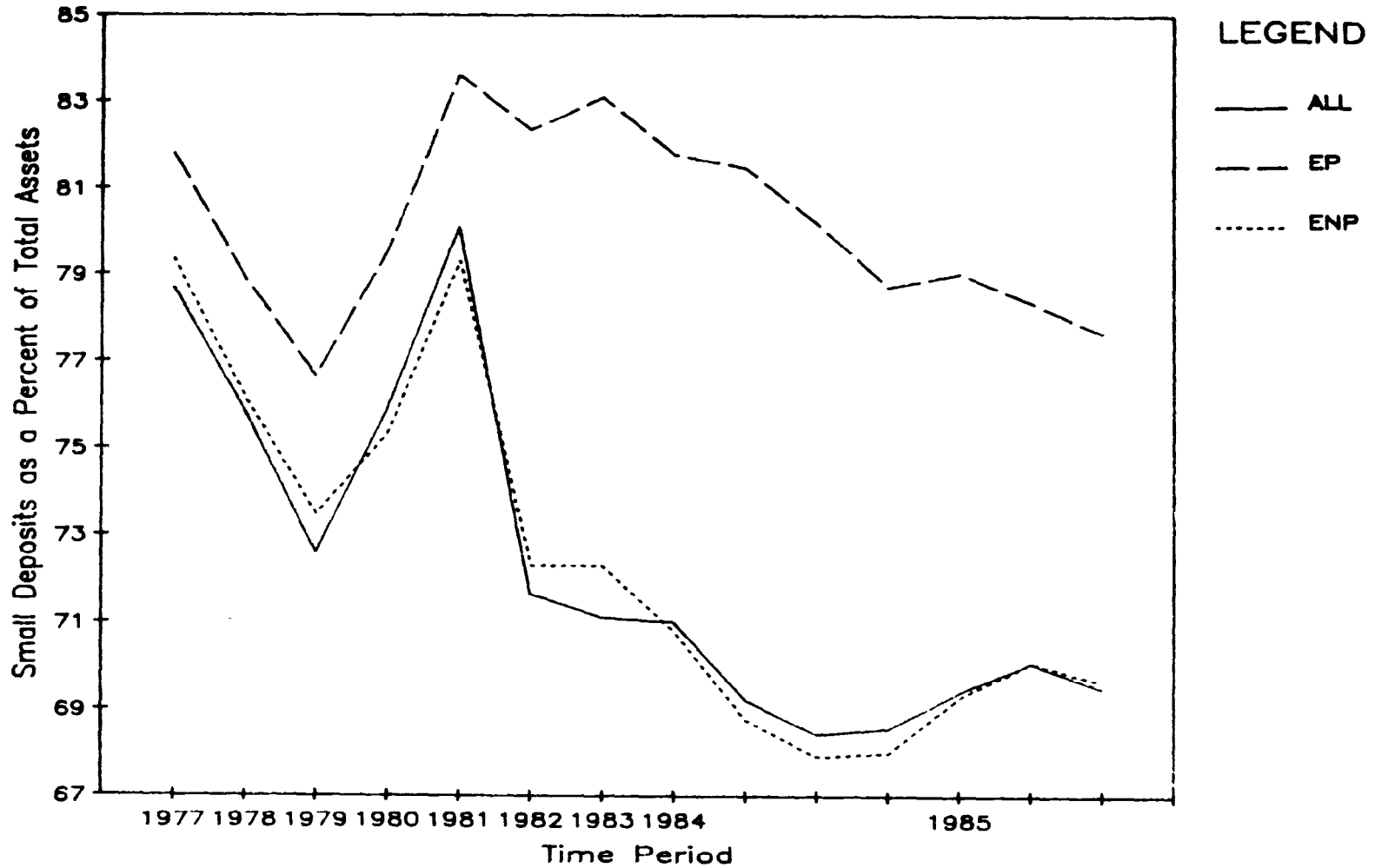
^eIncludes negotiable order of withdrawal (NOW) accounts, Super NOW accounts, and demand deposits.

^fMoney Market Deposit Accounts (MMDAs) were authorized under the Garn-St Germain Act.

^gData are available semiannually through 1983.

^hData are available quarterly during 1984 and 1985.

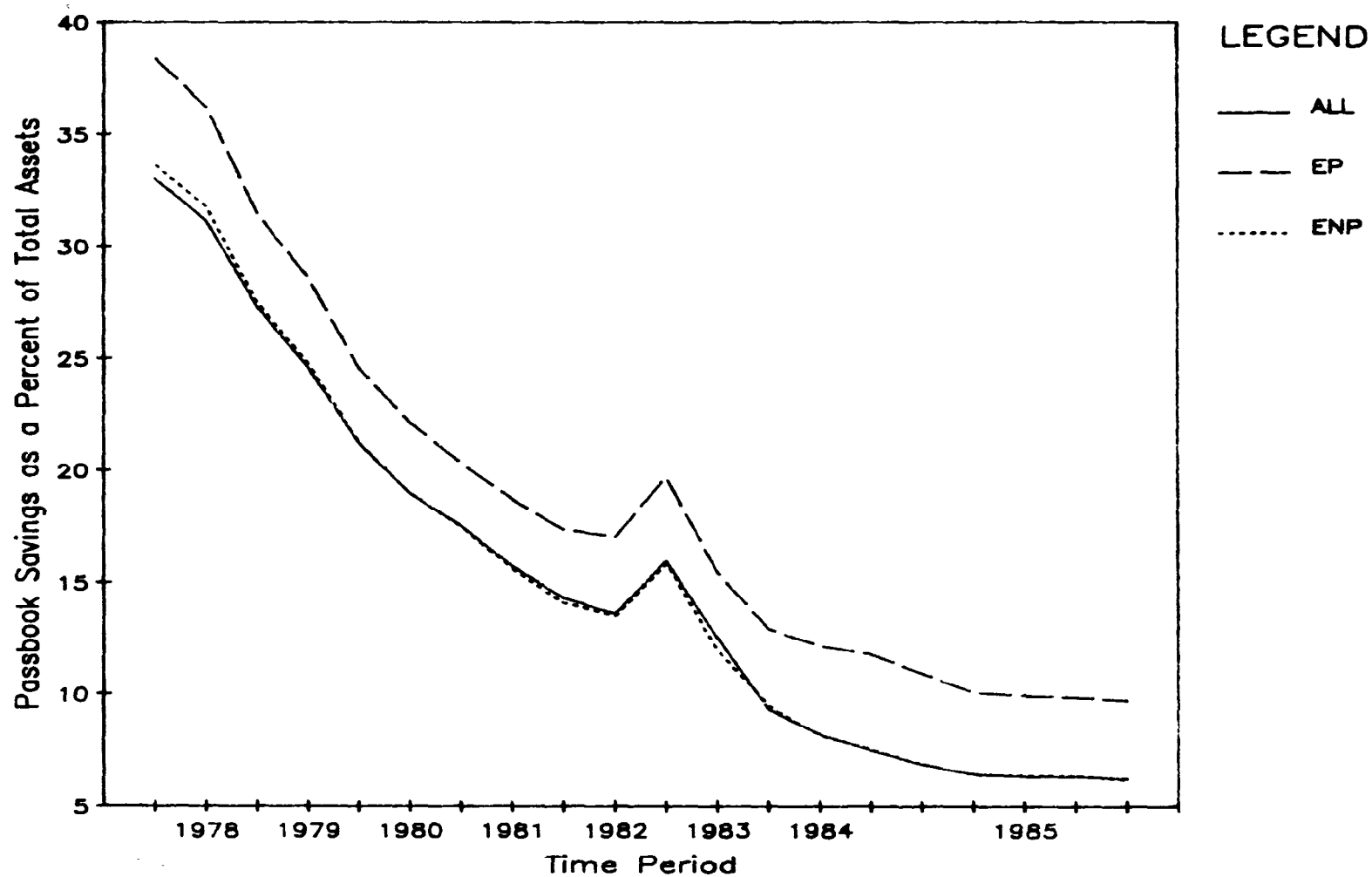
Figure 15
 SMALL DEPOSITS AS A PERCENTAGE OF TOTAL ASSETS



Source: Tables 24, 25, and 26

Figure 16

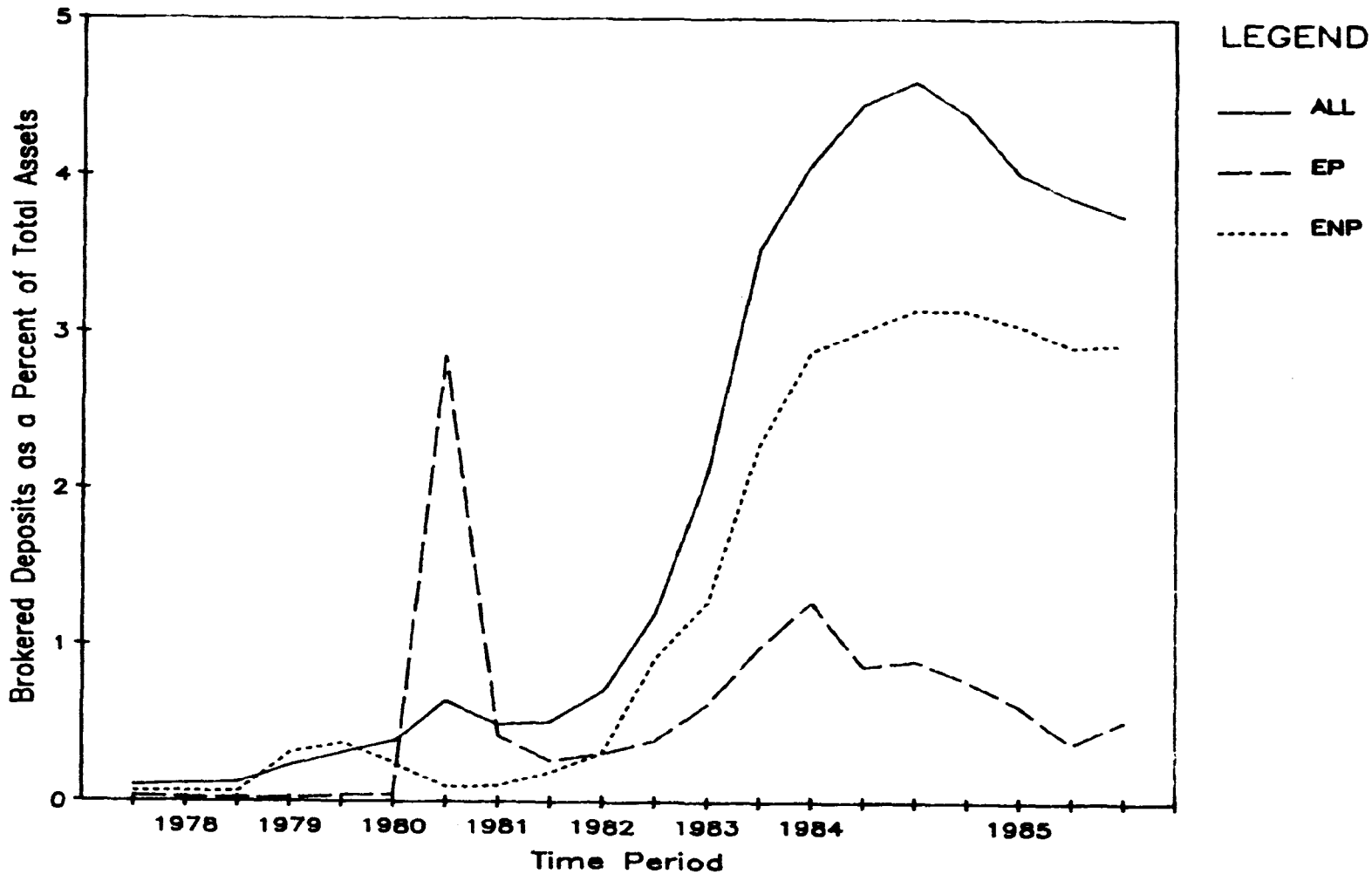
PASSBOOK SAVINGS AS A PERCENTAGE OF TOTAL ASSETS



Source: Tables 24, 25, and 26

Figure 17

BROKERED DEPOSITS AS A PERCENTAGE OF TOTAL ASSETS



Source: Tables 24, 25, and 26

Table 27

Net Worth: All FSLIC-Insured Institutions (1977-1985)

	<u>Percentages of Total Assets</u>		
	<u>RAP^a</u>	<u>GAAP^b</u>	<u>TAP^c</u>
1977.2 ^d	5.62	5.70	5.68
1978.1	5.64	5.73	5.71
2	5.66	5.77	5.74
1979.1	5.65	5.75	5.72
2	5.70	5.80	5.78
1980.1	5.60	5.70	5.68
2	5.36	5.47	5.43
1981.1	4.95	5.06	5.02
2	4.35	4.34	3.97
1982.1	3.78	3.59	2.38
2	3.69	3.18	0.77
1983.1	3.82	3.18	0.74
2	4.02	3.33	0.66
1984.1 ^e	4.00	3.20	0.61
2	3.94	3.07	0.59
3	3.86	2.94	0.47
4	3.87	2.93	0.49
1985.1	3.93	2.96	0.55
2	4.19	3.18	0.73
3	4.22	3.23	0.85
4	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aRAP is regulatory net worth, which is the sum of preferred stock; permanent, reserve, or guaranty stock paid-in surplus; qualifying mutual capital certificates; qualifying subordinated debentures; * appraised equity capital; * net worth certificates; * accrued net worth certificates; * income capital certificates; reserves; undivided profits (retained earnings); and net undistributed income.

^bGAAP is net worth as defined under GAAP. It excludes the starred components of regulatory net worth. Deferred net losses (gains) on loans and other assets sold are also excluded from assets.

^cTAP is tangible net worth which is GAAP net worth less goodwill and other intangible assets.

^dData are available semiannually through 1983.

^eData are available quarterly during 1984 and 1985

Table 28

Net Worth: Participants in the Net
Worth Certificate Program (1977-1985)^a

	Percentages of Total Assets		
	RAP ^b	GAAP ^c	TAP ^d
1977.2 ^e	4.90	4.91	4.91
1978.1	4.89	4.90	4.90
2	4.90	4.91	4.91
1979.1	4.91	4.92	4.92
2	4.92	4.94	4.94
1980.1	4.69	4.70	4.70
2	4.39	4.41	4.41
1981.1	3.72	3.75	3.73
2	2.94	2.08	2.06
1982.1	2.07	0.43	-0.03
2	1.63	-1.25	-2.39
1983.1	1.57	-1.73	-3.03
2	1.58	-2.21	-3.63
1984.1 ^f	1.50	-2.45	-3.81
2	1.46	-2.67	-4.00
3	1.37	-2.80	-4.08
4	2.11	-1.70	-2.91
1985.1	2.09	-1.71	-2.88
2	3.33	-0.36	-2.23
3	3.38	-0.21	-2.06
4	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aSee table 15, note ^a for a description of our set of Net Worth Certificate Participants.

^bRAP is regulatory net worth, which is the sum of preferred stock; permanent, reserve, or guaranty stock paid-in surplus; qualifying mutual capital certificates; * qualifying subordinated debentures; * appraised equity capital; * net worth certificates; * accrued net worth certificates; * income capital certificates; reserves; undivided profits (retained earnings); and net undistributed income.

^cGAAP is net worth as defined under GAAP. It excludes the starred components of regulatory net worth. Deferred net losses (gains) on loans and other assets sold are also excluded from assets.

^dTAP is tangible net worth which is GAAP net worth less goodwill and other intangible assets.

^eData are available semiannually through 1983.

^fData are available quarterly during 1984 and 1985.

Table 29

Net Worth: Eligible Nonparticipants (1977-1985)

	Percentages of Total Assets		
	RAP ^a	GAAP ^b	TAP ^c
1977.2 ^d	4.86	4.91	4.90
1978.1	4.84	4.93	4.92
2	4.83	4.93	4.92
1979.1	4.79	4.87	4.86
2	4.83	4.91	4.90
1980.1	4.65	4.73	4.69
2	4.33	4.40	4.37
1981.1	3.86	3.94	3.89
2	3.18	3.08	2.67
1982.1	2.41	1.94	-0.16
2	2.19	1.41	-1.78
1983.1	2.42	1.41	-1.78
2	2.72	1.68	-1.72
1984.1 ^e	2.74	1.54	-2.04
2	2.69	1.43	-2.01
3	2.68	1.40	-2.06
4	2.68	1.33	-2.10
1985.1	2.68	1.27	-2.07
2	2.96	1.50	-1.83
3	2.90	1.50	-1.75
4	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aRAP is regulatory net worth, which is the sum of preferred stock; permanent, reserve, or guaranty stock paid-in surplus; qualifying mutual capital certificates*; qualifying subordinated debentures;* appraised equity capital;* net worth certificates;* accrued net worth certificates;* income capital certificates; reserves; undivided profits (retained earnings); and net undistributed income.

^bGAAP is net worth as defined under GAAP. It excludes the starred components of regulatory net worth. Deferred net losses (gains) on loans and other assets sold are also excluded from assets.

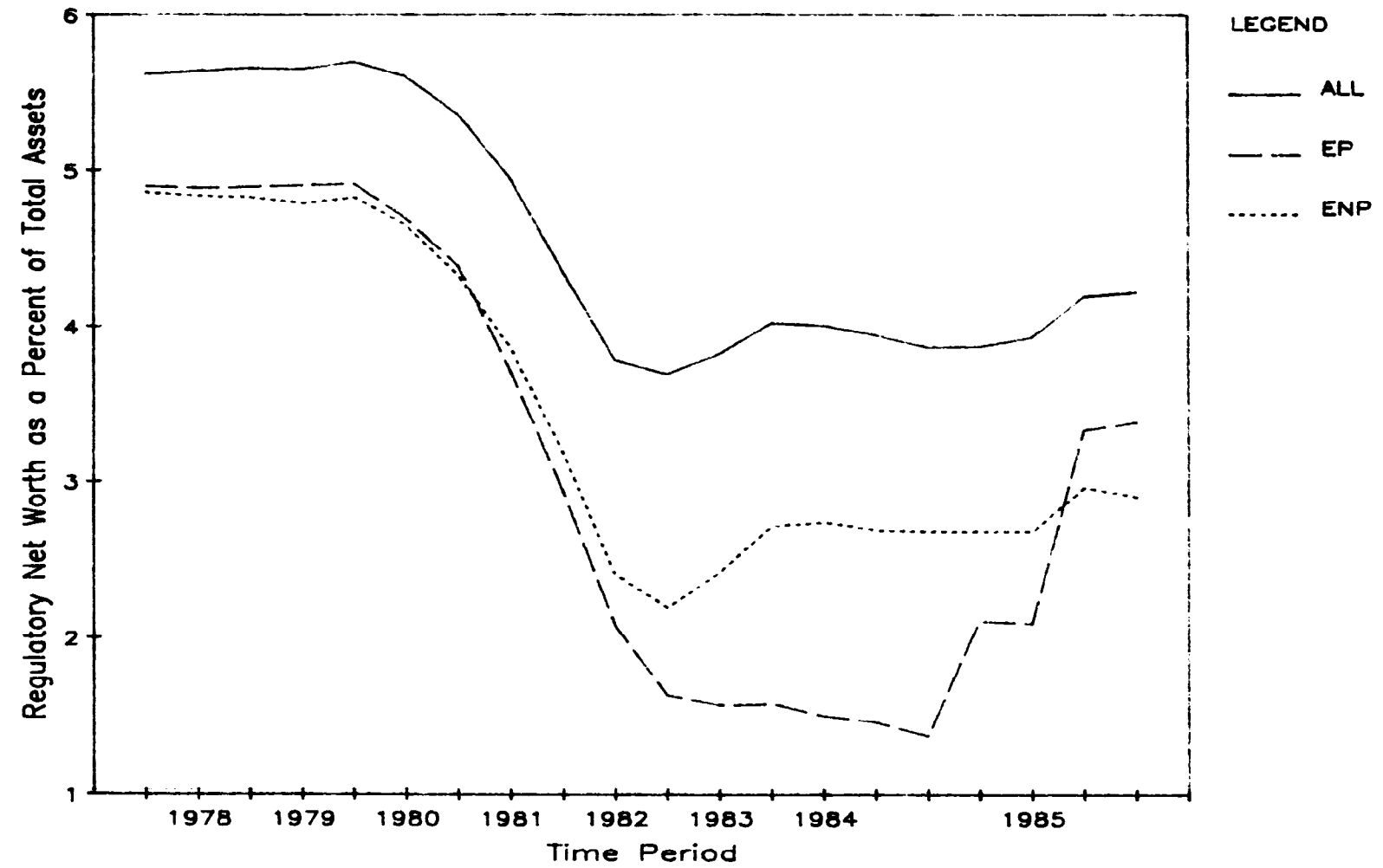
^cTAP is tangible net worth which is GAAP net worth less goodwill and other intangible assets.

^dData are available semiannually through 1983.

^eData are available quarterly during 1984 and 1985.

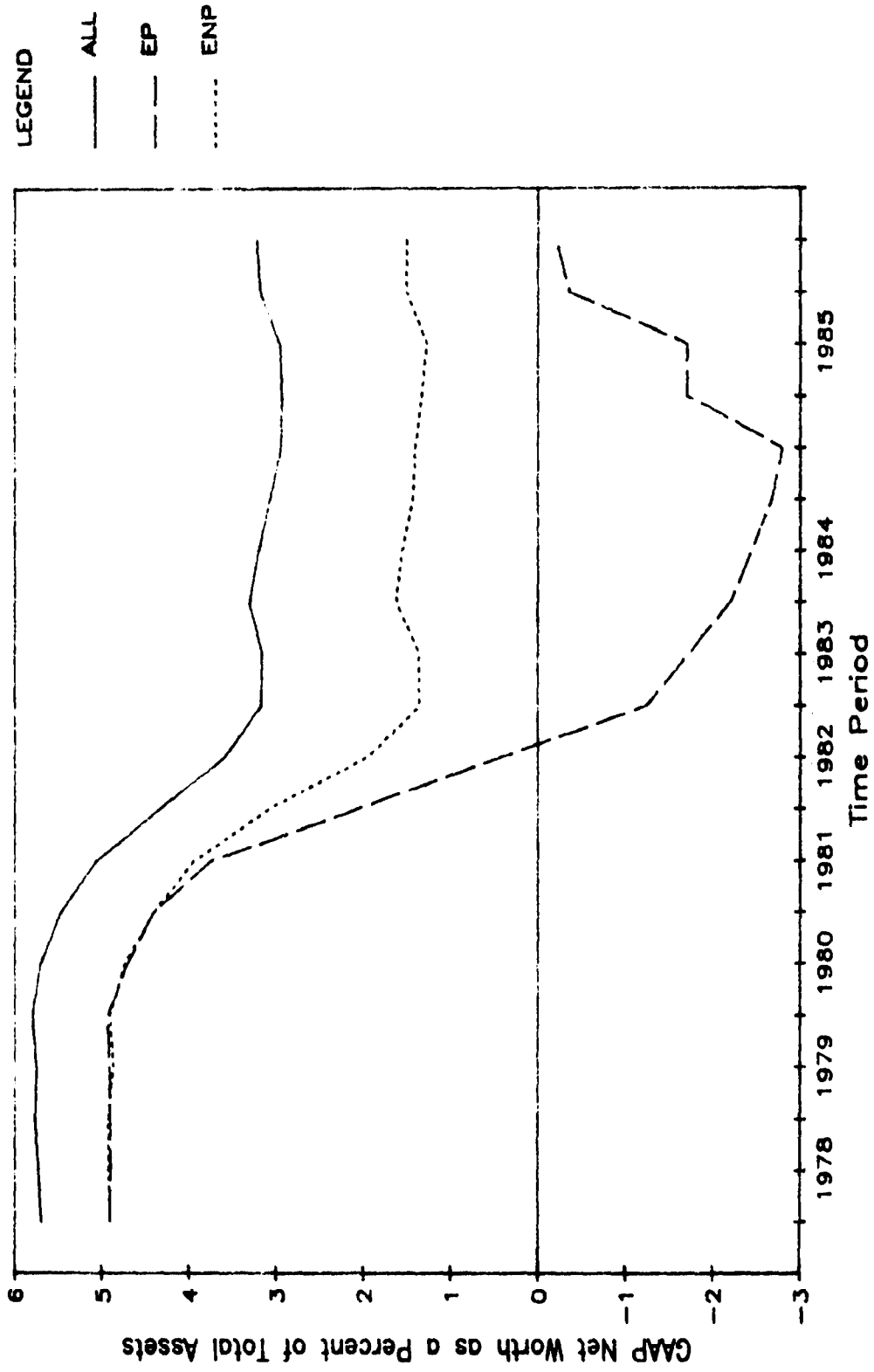
Figure 18

REGULATORY NET WORTH AS A PERCENTAGE OF TOTAL ASSETS

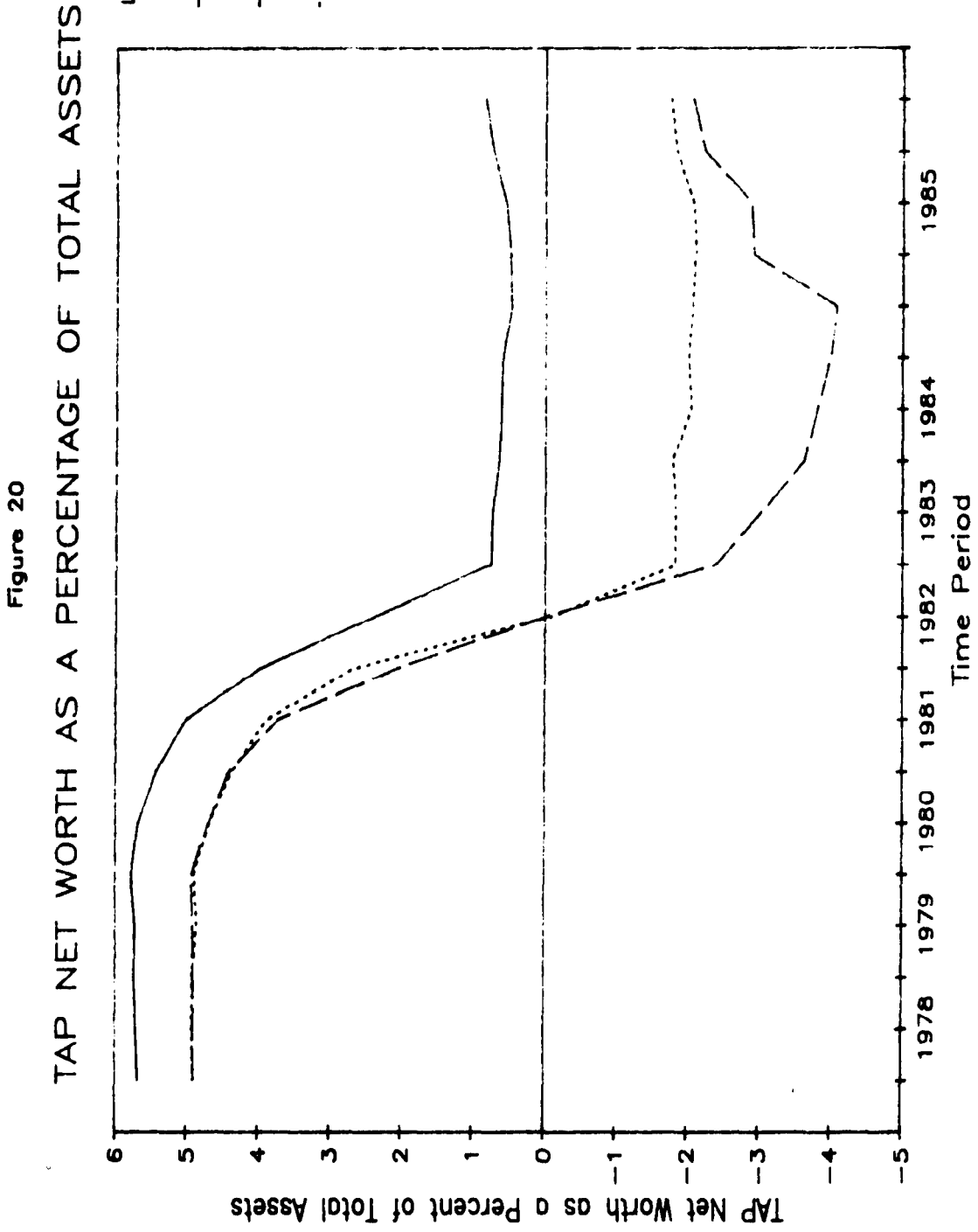


Source: Tables 27, 28, and 29

Figure 19
GAAP NET WORTH AS A PERCENTAGE OF TOTAL ASSETS



Source: Tables 27, 28, and 29



Source: Tables 27, 28, and 29

Table 31
Net Worth Assistance Components of Regulatory
Net Worth for All FSLIC-Insured Institutions (1977-1985)

	Percentages of RAP							
	<u>Mutual capital certificates</u>	<u>Qualifying subordinated debentures</u>	<u>Appraised equity capital</u>	<u>Net worth certificates</u>	<u>Accrued net worth certificates</u>	<u>Income capital certificates</u>	<u>Deferred losses^a</u>	<u>Goodwill^b</u>
1977.2 ^c	0.00	0.00	0.00	0.00	0.00	0.00	-1.34	0.40
1978.1	0.00	0.00	0.00	0.00	0.00	0.00	-1.65	0.37
2	0.00	0.00	0.00	0.00	0.00	0.00	-1.93	0.43
1979.1	0.00	0.00	0.00	0.00	0.00	0.00	-1.75	0.41
2	0.00	0.00	0.00	0.00	0.00	0.00	-1.64	0.40
1980.1	0.00	0.00	0.00	0.00	0.00	0.00	-1.76	0.49
2	0.00	0.00	0.00	0.00	0.00	0.00	-1.95	0.60
1981.1	0.00	0.00	0.00	0.00	0.00	0.00	-2.18	0.91
2	0.14	0.00	0.00	0.00	0.00	0.00	0.03	8.51
1982.1	1.11	0.00	0.00	0.00	0.00	0.00	3.91	31.91
2	0.24	0.89	2.66	0.20	0.00	1.60	9.92	65.39
1983.1	0.04	0.95	3.25	0.42	0.00	1.54	12.30	63.62
2	0.06	1.02	3.78	0.70	0.00	2.24	11.65	66.48
1984.1 ^d	0.04	1.42	3.62	0.37	0.09	1.91	14.41	64.82
2	0.22	1.81	3.79	0.40	0.08	1.85	15.69	63.02
3	0.19	2.49	3.74	0.43	0.07	1.99	16.75	64.11
4	0.29	2.76	3.89	0.44	0.12	2.32	16.86	63.10
1985.1	0.35	3.24	3.78	0.48	0.13	2.25	16.84	61.25
2	0.10	3.96	3.59	0.68	0.13	3.30	15.54	58.50
3	0.01	3.99	3.64	0.78	0.09	3.52	14.83	56.59
4	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aDeferred net losses (gains) on loans and other assets sold.

^bGoodwill and other intangible assets.

^cData are available semiannually through 1983.

^dData are available quarterly during 1984 and 1985.

Table 32

Net Worth Assistance Components of Regulatory
Net Worth for Net Worth Certificate Participants (1977-1985)^a

	Percentages of RAP							
	Mutual capital certificates	Qualifying subordinated debentures	Appraised equity capital	Net worth certificates	Accrued net worth certificates	Income capital certificates	Deferred losses ^b	Goodwill ^c
1977.2 ^d	0.00	0.00	0.00	0.00	0.00	0.00	-0.13	0.03
1978.1	0.00	0.00	0.00	0.00	0.00	0.00	-0.23	0.03
2	0.00	0.00	0.00	0.00	0.00	0.00	-0.29	0.02
1979.1	0.00	0.00	0.00	0.00	0.00	0.00	-0.31	0.02
2	0.00	0.00	0.00	0.00	0.00	0.00	-0.41	0.02
1980.1	0.00	0.00	0.00	0.00	0.00	0.00	-0.40	0.02
2	0.00	0.00	0.00	0.00	0.00	0.00	-0.57	0.10
1981.1	0.00	0.00	0.00	0.00	0.00	0.00	-0.66	0.44
2	0.00	0.00	0.00	0.00	0.00	0.00	29.40	0.55
1982.1	0.00	0.00	0.00	0.00	0.00	0.00	79.07	22.29
2	0.00	2.10	20.41	1.23	0.00	0.00	153.06	69.30
1983.1	0.00	0.47	24.51	16.91	0.00	0.00	168.44	82.80
2	0.00	1.33	29.83	33.63	0.00	0.00	175.60	90.00
1984.1 ^e	0.00	1.34	29.95	32.93	12.64	0.00	126.62	90.19
2	0.00	1.35	29.78	38.71	10.37	0.00	203.24	90.55
3	0.00	1.40	30.74	47.25	9.87	0.00	214.32	93.32
4	0.00	3.44	16.41	26.99	7.45	0.00	126.30	57.64
1985.1	0.00	3.96	16.30	29.81	6.21	0.00	125.80	55.74
2	0.00	8.06	9.56	17.46	3.73	19.98	71.86	56.22
3	0.00	7.84	9.06	17.56	2.75	19.61	68.90	54.79
4	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aSee table 15, note ^a for a description of our set of Net Worth Certificate Participants.
^bDeferred net losses (gains) on loans and other assets sold.
^cGoodwill and other intangible assets.
^dData are available semiannually through 1983.
^eData are available quarterly during 1984 and 1985.

Table 33
 Net Worth Assistance Components of Regulatory
 Net Worth for Eligible Nonparticipants (1977-1985)

	Percentages of RAP							
	Mutual capital certificates	Qualifying subordinated debentures	Appraised equity capital	Net worth certificates ^a	Accrued net worth certificates	Income capital certificates	Deferred losses ^b	Goodwill ^c
1977.2 ^d	0.00	0.00	0.00	0.00	0.00	0.00	-1.12	0.26
1978.1	0.00	0.00	0.00	0.00	0.00	0.00	-1.75	0.23
2	0.00	0.00	0.00	0.00	0.00	0.00	-2.05	0.19
1979.1	0.00	0.00	0.00	0.00	0.00	0.00	-1.71	0.17
2	0.00	0.00	0.00	0.00	0.00	0.00	-1.50	0.15
1980.1	0.00	0.00	0.00	0.00	0.00	0.00	-1.56	0.73
2	0.00	0.00	0.00	0.00	0.00	0.00	-1.76	0.76
1981.1	0.00	0.00	0.00	0.00	0.00	0.00	-1.87	1.01
2	0.80	0.00	0.00	0.00	0.00	0.00	2.37	13.02
1982.1	5.14	0.00	0.00	0.00	0.00	0.00	14.43	87.04
2	0.00	0.89	5.25	1.02	0.00	6.48	25.80	145.19
1983.1	0.00	0.88	7.32	0.93	0.00	5.45	32.46	132.05
2	0.00	1.72	7.73	0.84	0.00	4.95	28.07	124.86
1984.1 ^e	0.04	2.26	7.15	0.81	0.06	4.73	33.19	130.83
2	0.00	2.34	7.46	0.81	0.06	4.72	36.09	128.18
3	0.00	3.33	6.92	0.80	0.06	5.22	36.43	129.54
4	0.00	4.92	6.73	0.84	0.29	6.69	37.47	128.00
1985.1	0.44	6.21	6.75	1.02	0.41	6.67	38.05	124.40
2	0.40	7.27	6.24	1.24	0.43	7.90	33.77	112.60
3	0.00	6.87	6.29	1.50	0.28	8.37	33.46	112.00
4	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aSome institutions in our set of eligible nonparticipants have net worth certificates. The Bank Board provided us with a list of participants from which some participating institutions were excluded. They have since attempted to improve their list of participants. However, the most recent list provided to us by the Bank Board, as of 12/31/84, did not show at least two institutions that had a total of \$37.5 million in net worth certificates. Moreover, some institutions have received NNCs, since December 1983.

^bDeferred net losses gains on loans and other assets sold.

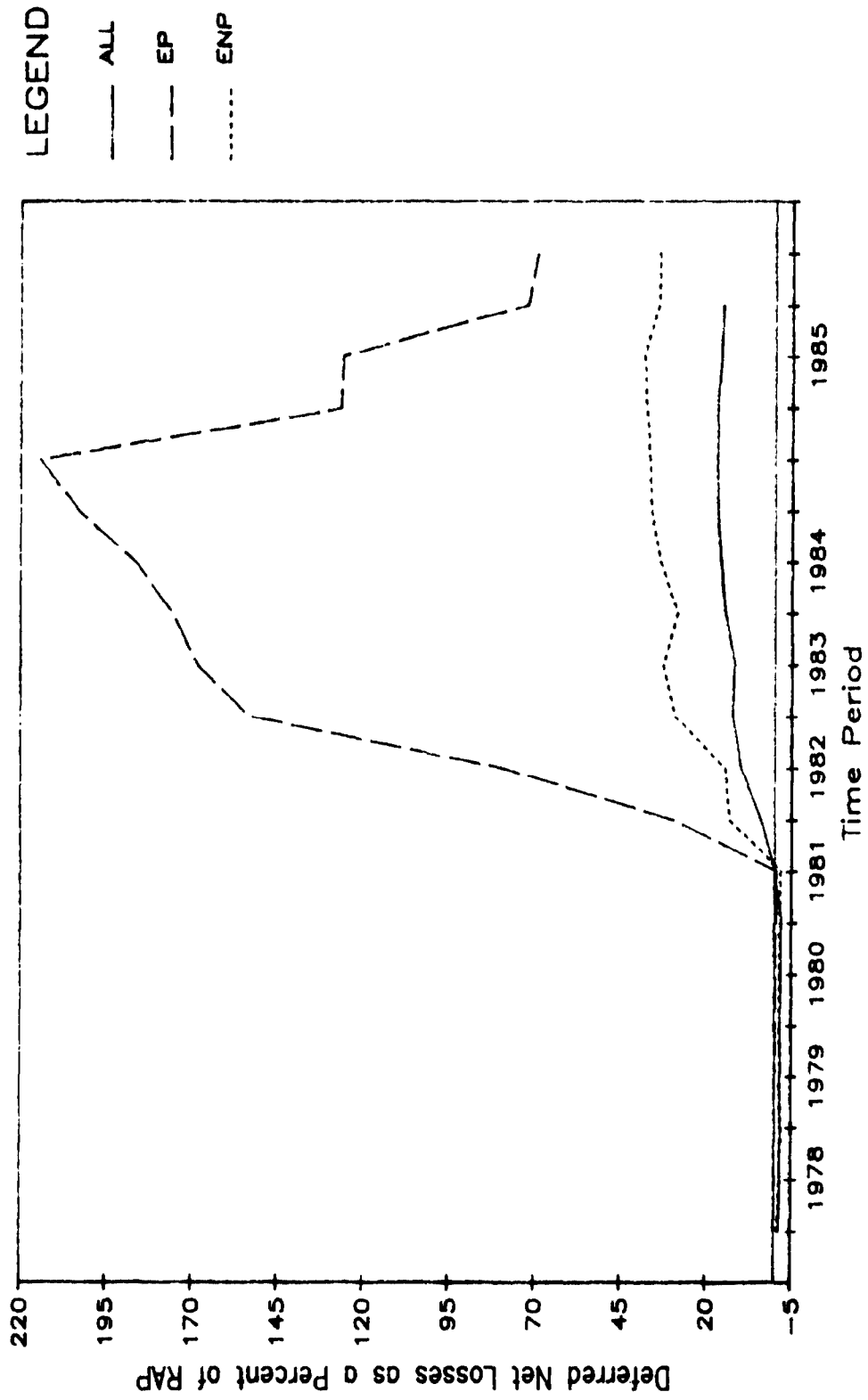
^cGoodwill and other intangible assets.

^dData are available semiannually through 1983.

^eData are available quarterly during 1984 and 1985.

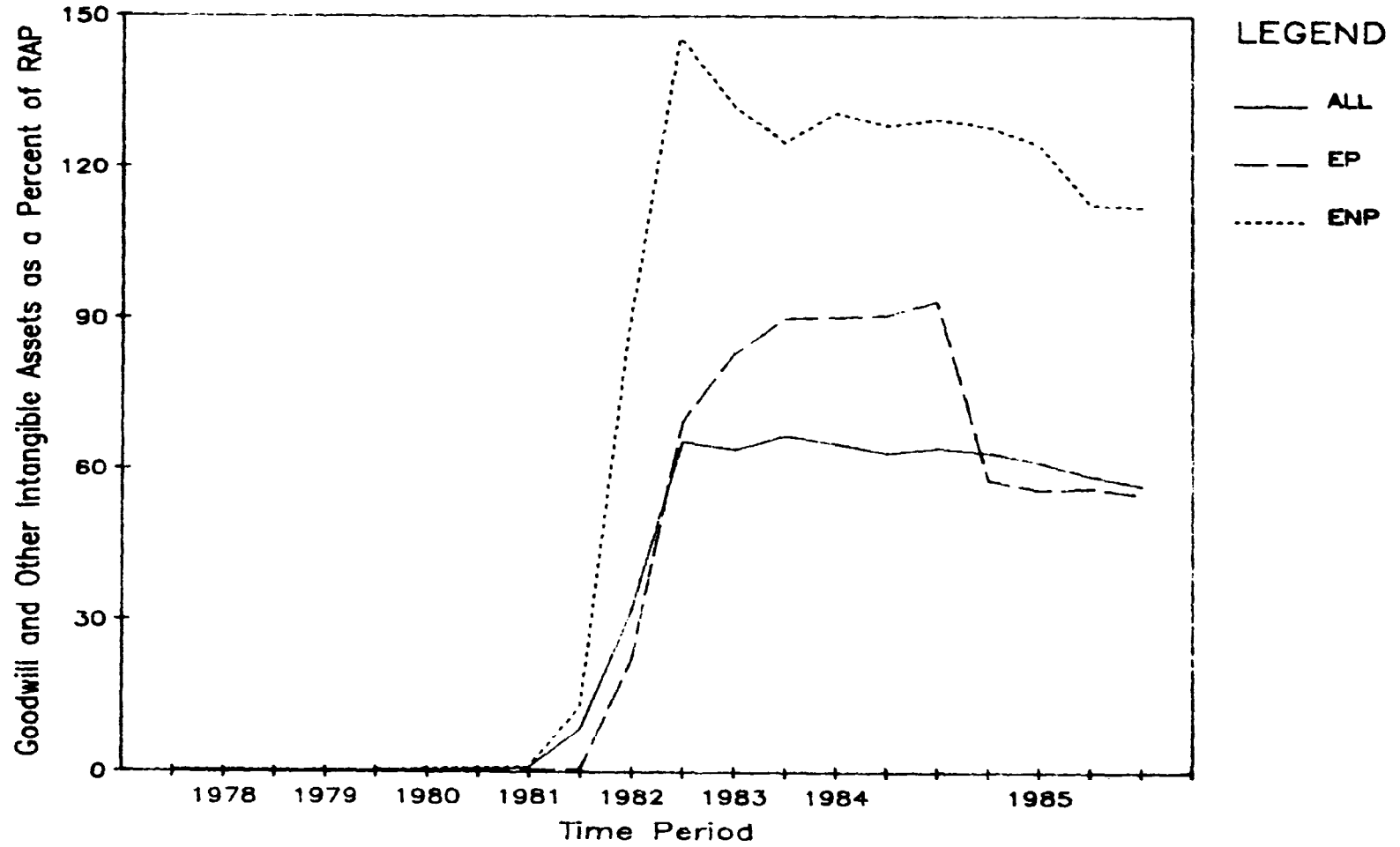
Figure 21

DEFERRED NET LOSSES AS A PERCENTAGE OF REGULATORY NET WORTH



Source: Tables 31, 32, and 33

Figure 22
GOODWILL AND OTHER INTANGIBLE ASSETS
AS A PERCENTAGE OF REGULATORY NET WORTH



Source: Tables 31, 32, and 33

Table 41

Income of FSLIC-Insured Institutions (1977-1985)^a

	Percentages of Total Assets at Annual Rates								
	All institutions			Net worth certificate participants			Eligible nonparticipants		
	Total income ^b	Operating income	Nonoperating income	Total income ^b	Operating income	Nonoperating income	Total income ^b	Operating income	Nonoperating income
1977.2 ^c	8.28	8.20	0.09	7.93	7.85	0.08	8.15	8.08	0.07
1978.1	8.34	8.28	0.06	7.98	7.95	0.03	8.23	8.19	0.04
2	8.63	8.56	0.07	8.22	8.16	0.06	8.50	8.45	0.06
1979.1	8.81	8.73	0.08	8.46	8.41	0.05	9.72	8.65	0.06
2	9.29	9.19	0.10	8.78	8.72	0.06	9.20	9.11	0.08
1980.1	9.61	9.47	0.14	9.12	8.99	0.13	9.55	9.40	0.15
2	9.73	9.60	0.13	9.17	9.05	0.13	9.64	9.48	0.16
1981.1	10.27	10.12	0.16	9.61	9.47	0.14	10.23	10.05	0.18
2	10.72	10.44	0.27	10.07	9.84	0.23	10.72	10.50	0.22
1982.1	10.85	10.53	0.32	10.28	9.94	0.33	10.64	10.38	0.26
2	11.53	10.61	0.92	10.40	9.81	0.58	11.45	10.49	0.96
1983.1	10.95	10.29	0.66	10.28	9.67	0.60	11.12	10.20	0.92
2	11.00	10.57	0.43	10.35	9.96	0.40	10.98	10.52	0.46
1984.1 ^d	11.04	10.68	0.37	10.32	10.10	0.22	11.07	10.58	0.48
2	11.34	11.02	0.32	10.66	10.46	0.20	11.20	10.81	0.40
3	11.47	11.15	0.32	10.68	10.54	0.13	11.43	10.98	0.45
4	11.96	11.27	0.69	11.20	10.86	0.34	11.90	11.06	0.84
1985.1	11.32	10.86	0.46	10.60	10.39	0.21	11.30	10.73	0.56
2	11.70	10.93	0.77	11.08	10.28	0.81	11.82	10.88	0.94
3	11.30	10.71	0.59	10.74	10.37	0.36	11.26	10.63	0.63
4	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

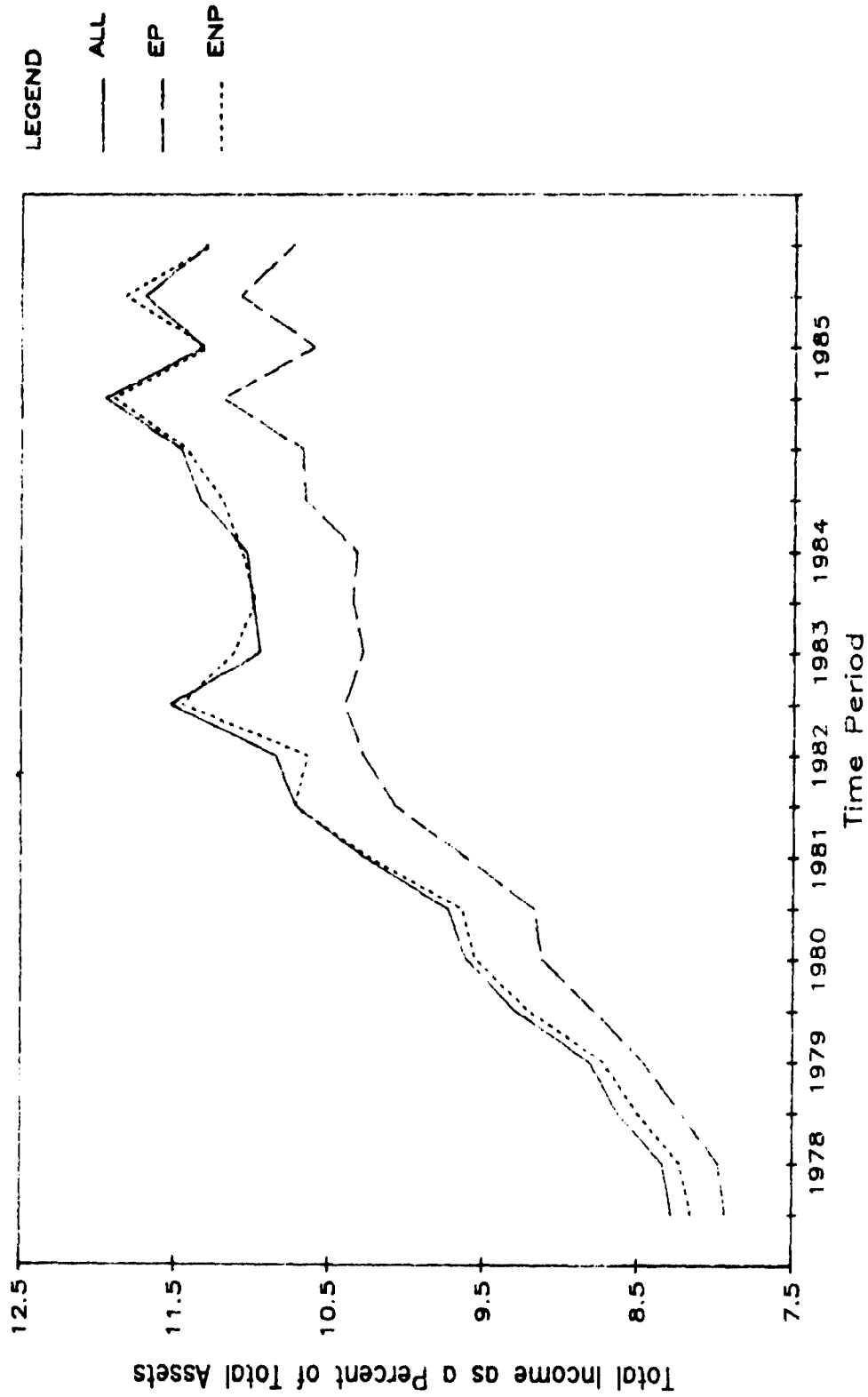
Notes: ^aSee table 15, note ^a for a description of our set of Net Worth Certificate Participants.

^bTotal income is the sum, allowing for errors of rounding, of operating and nonoperating income.

^cData are available semiannually through 1973.

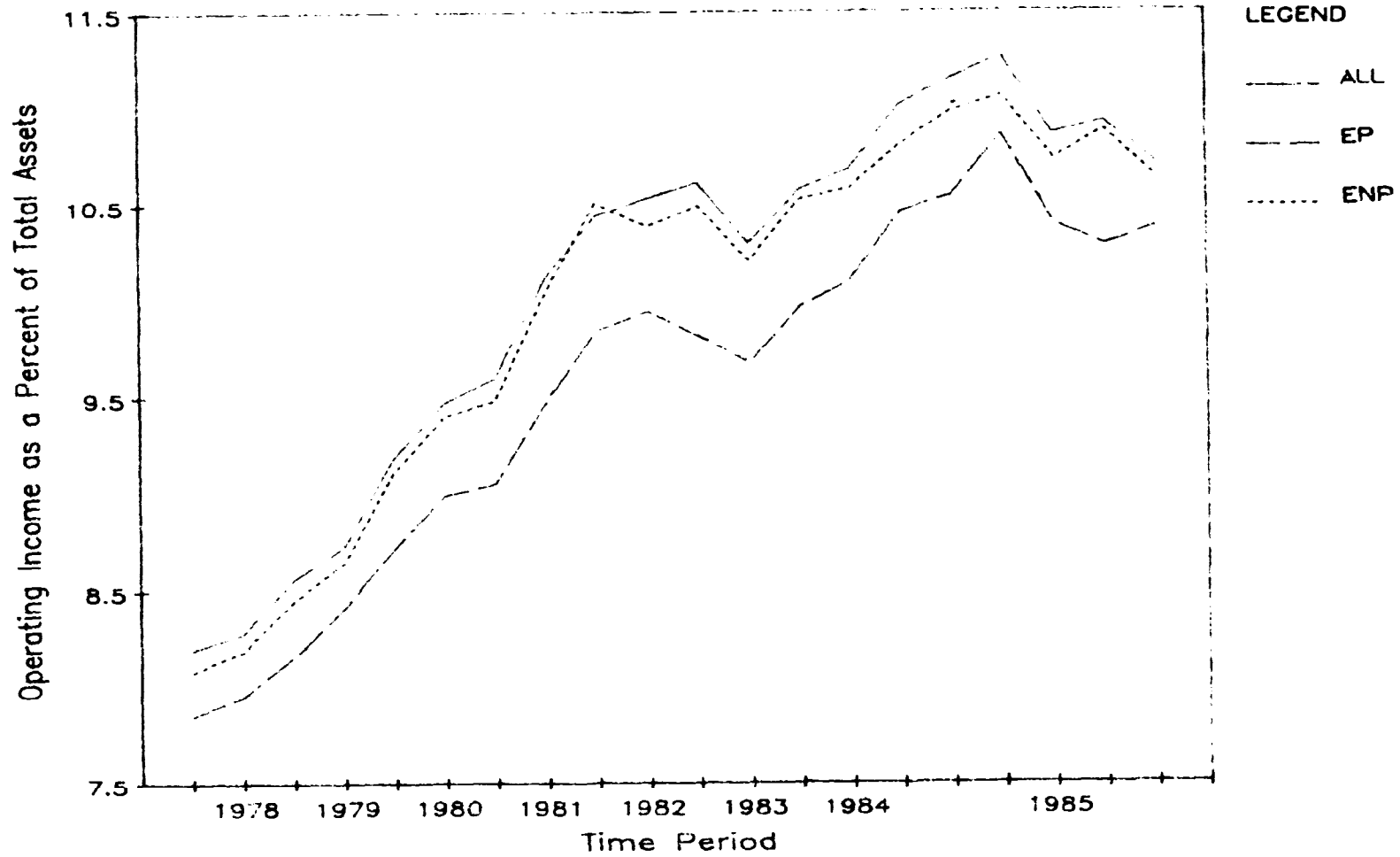
^dData are available quarterly in 1984 and 1985.

Figure 31
TOTAL INCOME AS A PERCENTAGE OF TOTAL ASSETS
(Total Income Figures at Annual Rates)



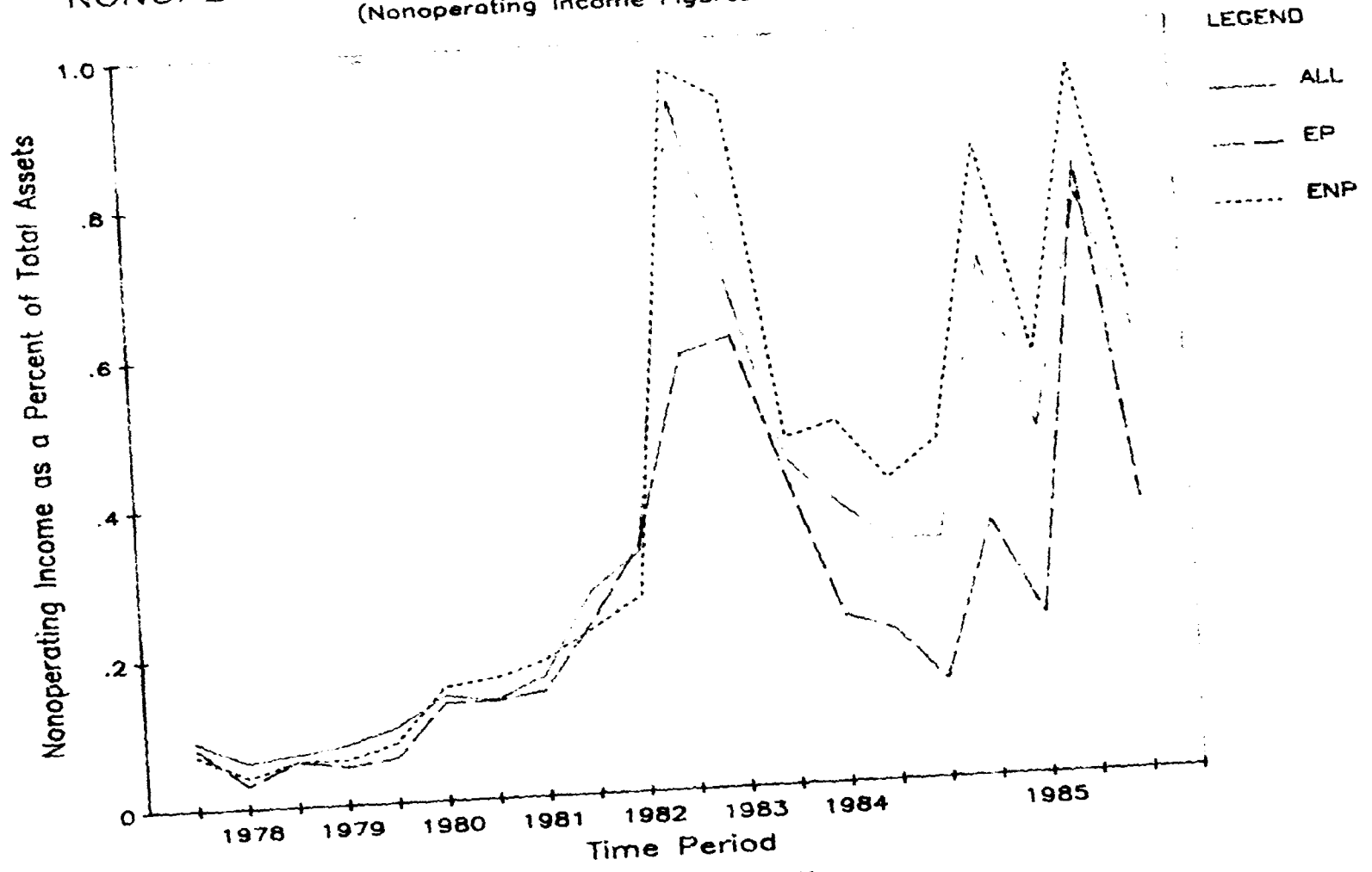
Source: Table 41

Figure 32
OPERATING INCOME AS A PERCENTAGE OF TOTAL ASSETS
(Operating Income Figures at Annual Rates)



Source: Table 41

Figure 33
NONOPERATING INCOME AS A PERCENTAGE OF TOTAL ASSETS
(Nonoperating Income Figures at Annual Rates)



Source: Table 41

Table 48

Average Interest Rates Paid by
All FSLIC-Insured Institutions (1977-1985)^{a, b}

<u>Period</u>	<u>Deposits</u>	<u>FHLB advances</u>	<u>Subordinated debentures</u>	<u>Mortgage- backed bonds</u>
1977.2 ^c	6.26	6.61	6.82	5.04
1978.1	6.29	6.76	8.02	6.67
2	6.49	7.28	8.54	7.87
1979.1	6.93	8.12	8.60	7.07
2	7.50	8.62	8.75	7.45
1980.1	8.42	10.26	8.90	8.19
2	8.85	9.30	8.59	9.73
1981.1	10.24	10.24	8.81	10.79
2	11.38	12.30	9.27	10.95
1982.1	11.18	12.31	6.86	11.98
2	10.65	13.17	7.37	8.72
1983.1	9.22	12.04	7.84	11.86
2	9.37	11.45	9.69	12.95
1984.1 ^d	9.51	11.22	8.67	12.77
2	9.51	10.56	8.88	12.87
3	9.99	11.20	8.87	12.47
4	10.04	11.51	10.25	10.21
1985.1	9.42	11.12	11.42	11.84
2	9.10	10.79	9.26	10.88
3	8.80	10.51	9.83	11.38
4	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aThe average interest rates paid on liabilities shown above are calculated by dividing each expense type by the corresponding liabilities type. These numbers can be affected by the timing of changes in the stocks and flows involved, as well as by the small numbers found in some categories. This is particularly true when looking at subsets of the industry.

^bData represent average annual interest rates paid.

^cData are available semiannually through 1983.

^dData are available quarterly during 1984 and 1985.

Table 49

Average Interest Rates Paid by
Net Worth Certificate Participants (1977-1985)^{a, b}

<u>Period</u>	<u>Deposits</u>	<u>FHLB advances</u>	<u>Subordinated debentures</u>	<u>Mortgage-backed securities</u>
1977.2 ^c	6.23	6.25	N/A	N/A
1978.1	6.18	6.89	N/A	N/A
2	6.43	7.51	N/A	N/A
1979.1	6.86	8.07	N/A	9.35
2	7.41	7.80	N/A	9.33
1980.1	8.61	10.88	N/A	9.33
2	8.57	9.06	N/A	8.74
1981.1	9.89	10.15	N/A	9.17
2	11.07	12.59	N/A	11.23
1982.1	10.89	12.92	N/A	9.41
2	10.42	13.53	N/A	14.25
1983.1	9.18	12.73	N/A	9.24
2	9.42	11.82	N/A	N/A
1984.1 ^d	9.40	11.01	N/A	N/A
2	9.34	9.89	N/A	N/A
3	9.61	11.42	N/A	N/A
4	9.56	11.86	N/A	N/A
1985.1	9.01	10.82	N/A	N/A
2	8.55	10.36	N/A	N/A
3	8.43	10.78	N/A	N/A
4	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Reports, 1977-1985.

Notes: ^aThe average interest rates paid on liabilities shown above are calculated by dividing each expense type by the corresponding liability type. These numbers can be affected by the timing of changes in the stocks and flows involved, as well as by the small numbers found in some categories. This is particularly true when looking at subsets of the industry. We are reporting only those numbers that appear somewhat reliable. Caution should be exercised in using these numbers, especially for liability categories other than deposits.

^bSee table 15, note ^a for a description of our set of Net Worth Certificate Participants.

^cData are available semiannually through 1983.

^dData are available quarterly during 1984 and 1985.

Table 50
Average Interest Rates Paid by
Eligible Nonparticipants (1977-1985)^a

<u>Period</u>	<u>Deposits</u>	<u>FHLB advances</u>	<u>Subordinated debentures</u>	<u>Mortgage-backed securities</u>
1977.2 ^b	6.24	6.44	8.61	N/A
1978.1	6.26	6.71	7.52	6.38
2	6.46	7.16	8.75	8.74
1979.1	6.89	8.17	8.60	8.51
2	7.47	8.50	8.76	7.16
1980.1	8.73	10.53	8.78	8.74
2	8.83	9.16	8.78	9.24
1981.1	10.22	10.31	8.75	10.74
2	11.41	12.85	10.37	10.45
1982.1	11.11	12.30	9.12	N/A
2	10.57	13.06	9.05	N/A
1983.1	9.35	11.79	8.12	11.35
2	9.43	11.23	N/A	10.56
1984.1 ^c	9.54	11.29	10.92	13.72
2	9.50	10.91	N/A	13.31
3	9.86	11.39	N/A	10.15
4	9.97	11.75	7.99	12.74
1985.1	9.44	11.07	12.82	12.12
2	9.12	10.72	8.47	8.80
3	8.84	10.55	11.55	14.03
4	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aThe average interest rates paid on liabilities shown above are calculated by dividing each expenses type by the corresponding liability type. These numbers can be affected by the timing of changes in the stocks and flows involved, as well as by the small numbers found in some categories. This is particularly true when looking at subsets of the industry. We are reporting only those numbers that appear somewhat reliable. Caution should be exercised in using these numbers, especially for liability categories other than deposits.

^bData are available semiannually through 1983.

^cData are available quarterly during 1984 and 1985.

Table 52

Profitability of All FSLIC-Insured Institutions (1977-1985)

	Income at Annual Rates as Percentages of Total Assets				
	Net income ^a	Net operating income ^b	Net nonoperating income ^c	Operating income ratio ^d	Nonoperating income ratio ^e
1977.2 ^f	0.79	1.14	0.003	1.16	1.04
1978.1	0.80	1.17	0.001	1.16	1.02
2	0.82	1.21	-0.003	1.16	0.96
1979.1	0.69	0.98	0.024	1.13	1.47
2	0.65	0.90	0.021	1.11	1.26
1980.1	0.17	0.18	0.084	1.02	2.39
2	0.10	0.09	0.053	1.01	1.65
1981.1	-0.48	-0.70	0.097	0.94	2.68
2	-0.95	-1.51	0.206	0.87	3.97
1982.1	-0.97	-1.47	0.210	0.88	2.92
2	-0.27	-1.15	0.684	0.90	3.91
1983.1	0.30	-0.11	0.480	0.99	3.65
2	0.23	0.10	0.204	1.01	1.91
1984.1 ^g	0.16	0.04	0.202	1.00	2.24
2	0.30	0.37	0.055	1.03	1.21
3	0.05	0.04	0.056	1.00	1.21
4	0.25	0.06	0.279	1.01	1.68
1985.1	0.21	0.12	0.213	1.01	1.87
2	0.48	0.39	0.314	1.04	1.68
3	0.40	0.48	0.134	1.05	1.29
4	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Reports 1977-1985.

Notes: ^aNet income is total income less total expense.

^bNet operating income is operating income less operating expense and interest charges.

^cNet nonoperating income is nonoperating income less nonoperating expense.

^dThe operating income ratio is the ratio of operating income to operating expense and interest charges.

^eThe nonoperating income ratio is the ratio of nonoperating income to nonoperating expense.

^fData are available semiannually through 1983.

^gData are available quarterly during 1984 and 1985.

Table 53

Profitability of Net Worth Certificate
Eligible Participants (1977-1985)^a

	Income at Annual Rates as Percentages of Total Assets				
	<u>Net</u> <u>income^b</u>	<u>Net</u> <u>operating</u> <u>income^c</u>	<u>Net</u> <u>nonoperating</u> <u>income^d</u>	<u>Operating</u> <u>income</u> <u>ratio^e</u>	<u>Nonoperating</u> <u>income</u> <u>ratio^f</u>
1977.2 ^g	0.58	0.77	-0.005	1.11	0.94
1978.1	0.58	0.82	-0.012	1.12	0.71
2	0.57	0.80	-0.048	1.11	0.55
1979.1	0.44	0.56	0.023	1.07	1.85
2	0.36	0.44	0.017	1.05	1.40
1980.1	-0.22	-0.35	0.102	0.96	4.80
2	-0.21	-0.45	0.085	0.95	3.00
1981.1	-1.12	-1.39	0.098	0.87	3.29
2	-1.62	-2.25	0.192	0.81	6.40
1982.1	-1.74	-2.25	0.210	0.82	2.68
2	-1.56	-2.11	0.429	0.82	3.76
1983.1	-0.55	-0.96	0.412	0.91	3.14
2	-0.56	-0.69	0.119	0.93	1.43
1984.1 ^h	-0.56	-0.63	0.076	0.94	1.52
2	-0.18	-0.19	0.010	0.98	1.06
3	-0.52	-0.44	-0.071	0.96	0.65
4	-0.06	-0.14	0.114	0.99	1.49
1985.1	-0.08	-0.07	0.026	0.99	1.14
2	0.44	0.23	0.258	1.02	1.47
3	0.40	0.49	-0.037	1.05	0.91
4	N/A	N/A	N/A	N/A	N/A

Source: FHLBB Semiannual and Quarterly Financial Statements, 1977-1985.

- Notes: ^aSee table 15, note ^a for a description of our set of Net Worth Certificate Participants.
^bNet income is total income less total expense.
^cNet operating income is operating income less operating expense and interest charges.
^dNet nonoperating income is nonoperating income less nonoperating expense.
^eThe operating income ratio is the ratio of operating income to operating expense and interest charges.
^fThe nonoperating income ratio is the ratio of nonoperating income to nonoperating expense.
^gData are available semiannually through 1983.
^hData are available quarterly during 1984 and 1985.

Table 54

Profitability of Eligible Nonparticipants (1977-1985)

	Income at Annual Rates as Percentages of Total Assets				
	<u>Net income^a</u>	<u>Net operating income^b</u>	<u>Net nonoperating income^c</u>	<u>Operating income ratio^d</u>	<u>Nonoperating income ratio^e</u>
1977.2 ^f	0.67	0.98	-0.011	1.14	0.86
1978.1	0.68	1.04	-0.040	1.14	0.52
2	0.73	1.06	-0.016	1.14	0.78
1979.1	0.60	0.84	0.018	1.11	1.42
2	0.55	0.75	0.015	1.10	1.22
1980.1	0.08	0.07	0.067	1.01	1.82
2	0.00	-0.08	0.080	0.99	2.00
1981.1	-0.59	-0.88	0.112	0.92	2.67
2	-1.18	-1.75	0.130	0.86	2.47
1982.1	-1.28	-1.77	0.164	0.85	2.73
2	-0.51	-1.48	0.785	9.88	5.54
1983.1	0.23	-0.48	0.736	0.96	4.95
2	0.04	-0.16	0.213	0.99	1.86
1984.1 ^g	0.02	-0.23	0.294	0.98	2.56
2	0.12	0.06	0.118	1.01	1.42
3	-0.06	-0.21	0.191	0.98	1.74
4	0.18	-0.23	0.402	0.98	1.92
1985.1	-0.01	-0.16	0.206	0.99	1.58
2	0.51	0.16	0.492	1.01	2.10
3	0.28	0.27	0.165	1.03	1.36
4	N/A	N/A	N/A	N/A	N/A

Source: FHLEB Semiannual and Quarterly Financial Statements, 1977-1985.

Notes: ^aNet income is total income less total expense.

^bNet operating income is operating income less operating expense and interest charges.

^cNet nonoperating income is nonoperating income less nonoperating expense.

^dThe operating income ratio is the ratio of operating income to operating expense and interest charges.

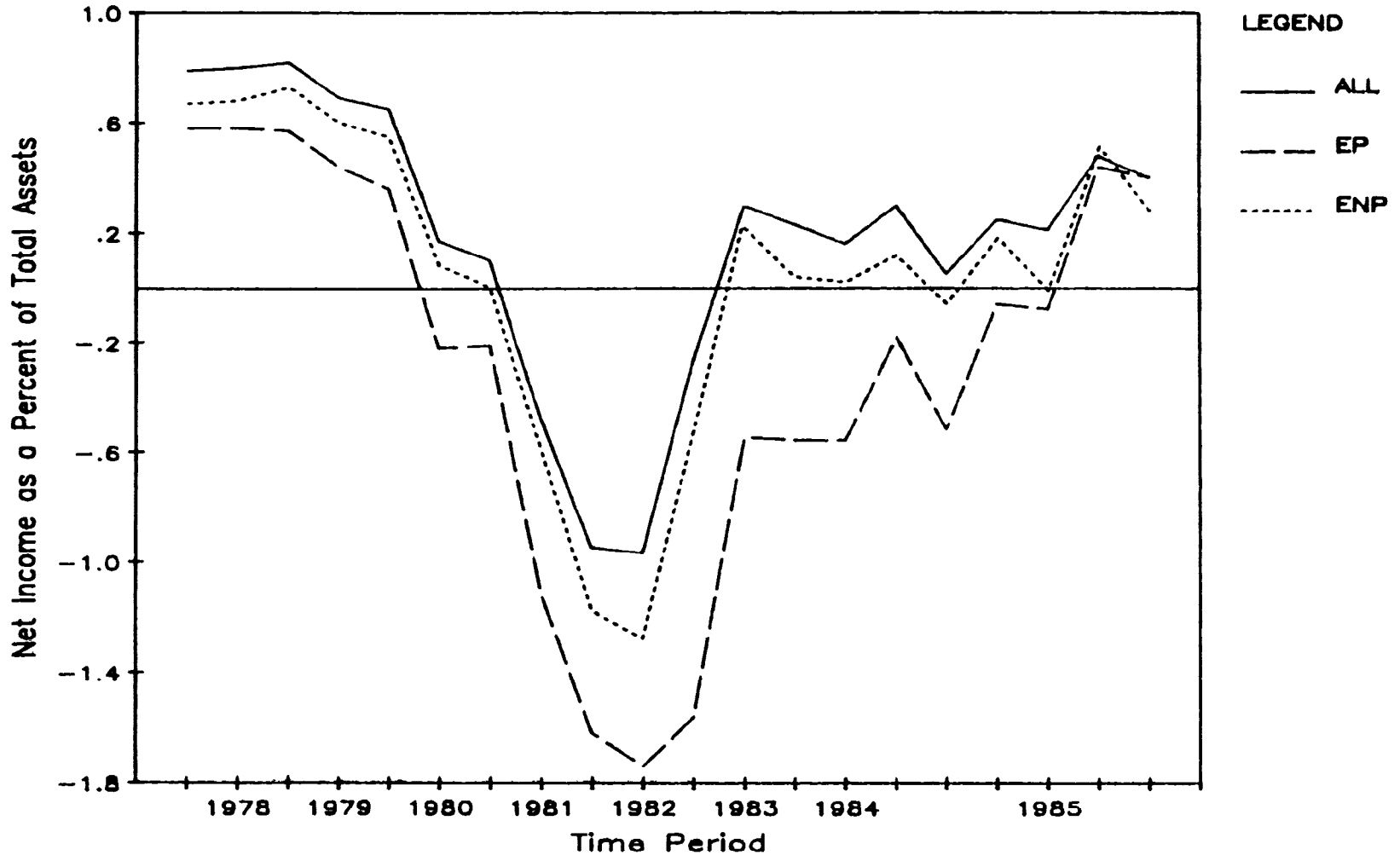
^eThe nonoperating income ratio is the ratio of nonoperating income to nonoperating expense.

^fData are available semiannually through 1983.

^gData are available quarterly during 1984 and 1985.

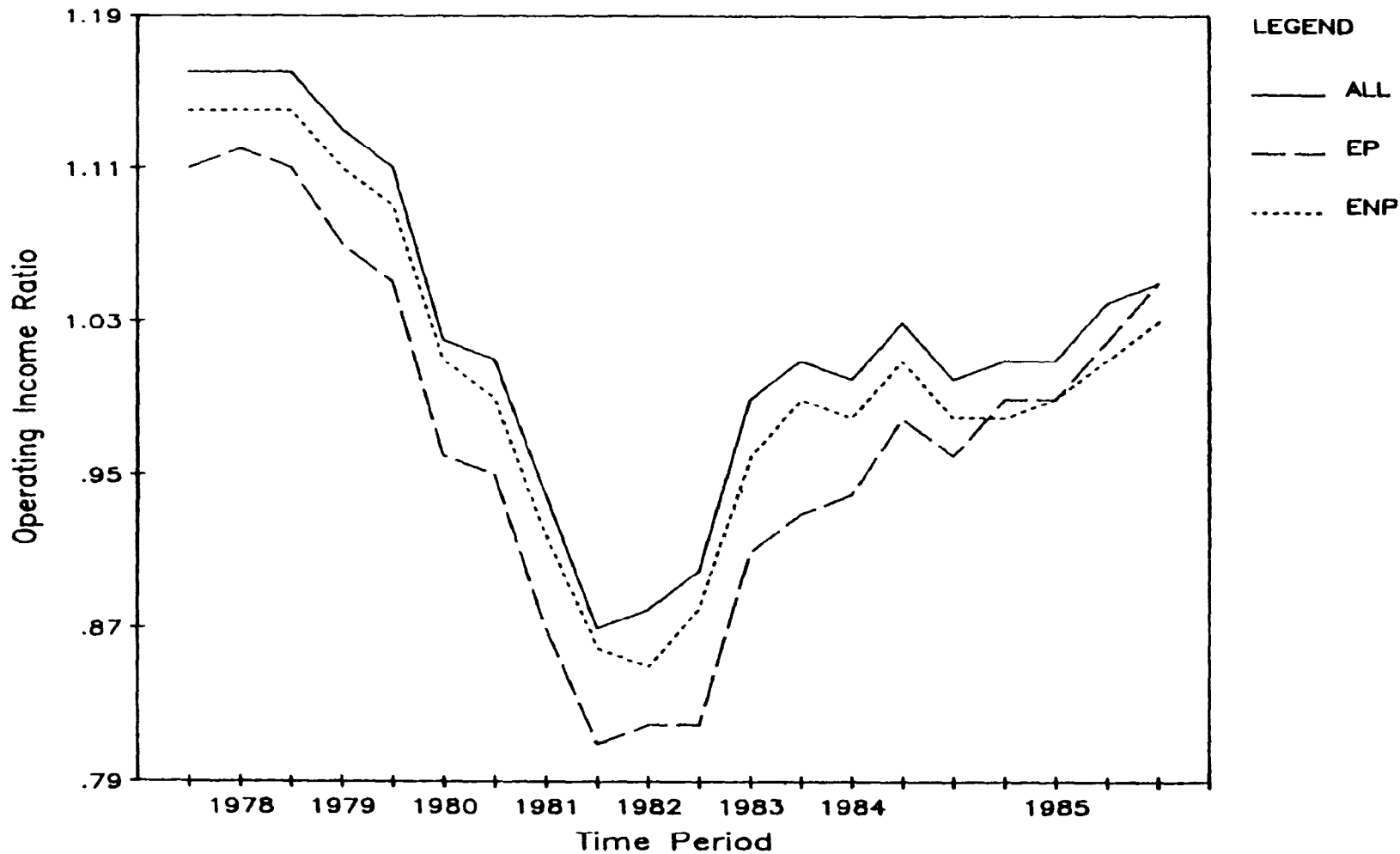
Figure 35

NET INCOME AS A PERCENTAGE OF TOTAL ASSETS (Net Income Figures at Annual Rates)



Source: Tables 52, 53, and 54

Figure 36
RATIO OF OPERATING INCOME TO
OPERATING EXPENSES AND INTEREST CHARGES



Source: Tables 52, 53, and 54

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