

IDC's Track Record as a Financial Institution Rating Agency

IDC's rating methodology and track record are the reasons IDC is considered the nation's prime source of financial institutions quality rankings. Users of IDC's ratings have witnessed a superior degree of success in predicting bank failure.

Non-recurring or unusual circumstances can affect an institutions rating. Financial institutions or other clients with knowledge of such circumstances are encouraged to contact IDC. Institutions are constantly monitored and adjustments to ratings can be made where appropriate. IDC's goal is to provide the best measure of safety and soundness of an institution to our clients.

From January 1, 1990 through November 16, 2018 Federal Regulators closed 1,479 banks and savings banks that failed.

Total Failed or Assisted Banks

Rank	Year 2017		Year 2016		Year 2015		Year 2014		Year 2013		Year 2012		Year 2011		Year 2010	
	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%	Total	%
One (1)	7	88%	5	100%	8	100%	16	88%	24	100%	51	100%	90	98%	152	97%
2-74	0	0%	0	0%	0	0%	1	6%	0	0%	0	0%	0	0%	2	1%
75+	1	12%	0	0%	0	0%	1	6%	0	0%	2	2%	2	2%	3	2%
Total	8	100%	5	100%	8	100%	18	100%	24	100%	51	100%	92	100%	157	100%

*Institutions ranked by IDC prior to failure.
A complete listing of bank failures and IDC rank prior to failure is available upon request.*

Ranks range from 1-300 and fall into the following groups: 200-300 "Superior", 165-199 "Excellent", 125-164 "Average", 75-124 "Below Average", 2-74 "Lowest Ratios", 1 "Rank of One".

2014-2017 Bank Failures

Name	City, St	Failed Date	Rank	Name	City, St	Failed Date	Rank
Washington Fed Bk For Svg	Chicago, IL	12/15/17	300	First NB of Crestview	Crestview, FL	1/16/15	1
Farmers & Mrch St Bk of Argonia	Argonia, KS	10/13/17	1	Northern Star Bk	Mankato, MN	12/19/14	1
Fayette Cnty Bk	Saint Elmo, IL	5/26/17	1	Frontier Bk FSB DBA El Paseo Bk	Palm Desert, CA	11/7/14	1
Guaranty Bk	Glendale, WI	5/5/17	1	National Republic Bk of Chicago	Chicago, IL	10/24/14	1
First NBC Bk	New Orleans, LA	4/28/17	1	Nbrs Fncl Bk	Rising Sun, MD	10/17/14	1
Proficio Bk	Cottonwood Heights, UT	3/3/17	1	Greenchoice Bk FSB	Chicago, IL	7/25/14	1
Seaway B&TC	Chicago, IL	1/27/17	1	Eastside Cmrl Bk	Conyers, GA	7/18/14	1
Harvest Cmnty Bk	Pennsville, NJ	1/13/17	1	Freedom St Bk	Freedom, OK	6/27/14	115
Allied Bk	Mulberry, AR	9/23/16	1	Valley Bk	Fort Lauderdale, FL	6/20/14	1
Woodbury Bkg CO	Woodbury, GA	8/19/16	1	Valley Bk	Moline, IL	6/20/14	1
First Cornerstone Bk	King Of Prussia, PA	5/6/16	1	Slavie FSB	Bel Air, MD	5/30/14	1
Trust CO Bk	Memphis, TN	4/29/16	1	Columbia Svg Bk	Cincinnati, OH	5/23/14	1
North Milwaukee St Bk	Milwaukee, WI	3/11/16	1	Aztecamerica Bk	Berwyn, IL	5/16/14	1
Bank of Georgia	Peachtree City, GA	10/2/15	1	Allendale Cnty Bk	Fairfax, SC	4/25/14	48
Hometown NB	Longview, WA	10/2/15	1	Millennium Bk NA	Sterling, VA	2/28/14	1
Premier Bk	Denver, CO	7/10/15	1	Vantage Point Bk	Horsham, PA	2/28/14	1
Edgebrook Bk	Chicago, IL	5/8/15	1	Syringa Bk	Boise, ID	1/31/14	1
Doral Bk	San Juan, PR	2/27/15	1	Bank of Union	El Reno, OK	1/24/14	1
Capitol City Bk&Tr	Atlanta, GA	2/13/15	1	Dupage NB	West Chicago, IL	1/17/14	1
Highland Cmnty Bk	Chicago, IL	1/23/15	1				

- Since 1989, bank and savings bank failures, excluding failed banks due to fraud, small failed banks under \$5 million in assets, and bank holding company failures, totaled 1,419 banks. Of this total, 99% were ranked less than 75 (Lowest Ratios) immediately prior to failure. Of the 1,419 banks, 90% were ranked less than 125 (Below Average) one year prior to failure and 72% were ranked less than 125 two years prior to failure. As of November 16, 2018, bank failures in 2015 through 2018 totaled twenty-one; twenty of which had a rank of 1 prior to failure.

- Fraud was indicated in 16 failed banks.

- Nine small banks, that failed, had less than \$5 million in assets.

- In 1990 through 1992, holding companies were absorbing losses of subsidiaries, resulting in failure. Holding Company failures, National Bancshares Corporation in San Antonio, Texas (rank of 1 for 29 months), First City Bancorporation in Beaumont, Texas (rank of 1 for 17 months) and Bank of New England Corp. in Massachusetts (rank of 1 for 12 months) accounted for 34 subsidiary bank failures. These 3 holding companies were ranked 1 (lowest rank) in IDC's Bank Financial Quarterly many months prior to failure.

In 2008, holding companies were again absorbing losses of subsidiaries, resulting in failure. First National Bank Holding Company of Scottsdale, Arizona with a rank of 1 as of March 31, 2008 and its subsidiaries, First Heritage Bank of Newport Beach, California (rank of 179), and First National Bank of Nevada (rank of 124) failed on July 25, 2008 with Mutual of Omaha Bank of Omaha, Nebraska acquiring all deposits. A second holding company, Columbian Financial Corporation of Overland Park, Kansas (ranked 2) and its subsidiary bank Columbian B&TC of, Topeka, Kansas (rank of 60) failed on August 25, 2008 with Citizens bank and Trust of Chillicothe, Missouri acquiring the insured deposits.