

INTERNATIONAL BANCSHARES CORPORATION

| | CPP Disbursement Date 12/23/2008 | RSSD (Holding Company) 1104231 | Number of Insured Depository Institutions 1 | |
|---|-------------------------------------|-----------------------------------|---|-------------|
| Selected balance and off-balance sheet items | 2011 \$ millions | 2012 \$ millions | %chg from prev | |
| Assets | \$9,622 | \$9,836 | 2.2% | |
| Loans | \$4,339 | \$4,104 | -5.4% | |
| Construction & development | \$1,200 | \$1,086 | -9.5% | |
| Closed-end 1-4 family residential | \$772 | \$721 | -6.6% | |
| Home equity | \$16 | \$14 | -16.5% | |
| Credit card | \$5 | \$5 | -13.1% | |
| Other consumer | \$75 | \$63 | -16.0% | |
| Commercial & Industrial | \$718 | \$707 | -1.4% | |
| Commercial real estate | \$1,276 | \$1,274 | -0.1% | |
| Unused commitments | \$1,002 | \$1,420 | 41.7% | |
| Securitization outstanding principal | \$0 | \$0 | | |
| Mortgage-backed securities (GSE and private issue) | \$3,848 | \$4,186 | 8.8% | |
| Asset-backed securities | \$0 | \$0 | | |
| Other securities | \$238 | \$251 | 5.9% | |
| Cash & balances due | \$237 | \$253 | 6.6% | |
| Residential mortgage originations | | | | |
| Closed-end mortgage originated for sale (quarter) | \$17 | \$10 | -41.7% | |
| Open-end HELOC originated for sale (quarter) | \$0 | \$0 | | |
| Closed-end mortgage originations sold (quarter) | \$17 | \$9 | -48.2% | |
| Open-end HELOC originations sold (quarter) | \$0 | \$0 | | |
| Liabilities | \$8,312 | \$8,620 | 3.7% | |
| Deposits | \$6,549 | \$6,807 | 3.9% | |
| Total other borrowings | \$1,692 | \$1,745 | 3.1% | |
| FHLB advances | \$350 | \$675 | 92.9% | |
| Equity | | | | |
| Equity capital at quarter end | \$1,310 | \$1,217 | -7.1% | |
| Stock sales and transactions with parent holding company (cumulative through calendar year) | \$0 | \$0 | NA | |
| Performance Ratios | | | | |
| Tier 1 leverage ratio | 10.6% | 9.3% | -- | |
| Tier 1 risk based capital ratio | 18.5% | 16.2% | -- | |
| Total risk based capital ratio | 19.6% | 17.2% | -- | |
| Return on equity ¹ | 8.8% | 7.3% | -- | |
| Return on assets ¹ | 1.2% | 0.9% | -- | |
| Net interest margin ¹ | 3.2% | 3.0% | -- | |
| Coverage ratio ((ALLL+Alloc transfer risk)/Noncurrent loans) | 64.0% | 67.6% | -- | |
| Loss provision to net charge-offs (qtr) | 142.8% | 63.4% | -- | |
| Net charge-offs to average loans and leases ¹ | 0.3% | 0.4% | -- | |
| ¹ Quarterly, annualized. | | | | |
| | Noncurrent Loans | | Gross Charge-Offs | |
| Asset Quality (% of Total Loan Type) | 2011 | 2012 | 2011 | 2012 |
| Construction & development | 3.9% | 1.6% | 0.0% | 0.0% |
| Closed-end 1-4 family residential | 1.5% | 1.5% | 0.0% | 0.0% |
| Home equity | 0.0% | 0.0% | 0.0% | 0.2% |
| Credit card | 2.4% | 1.7% | 1.4% | 1.1% |
| Other consumer | 1.0% | 1.2% | 0.2% | 0.1% |
| Commercial & Industrial | 0.8% | 4.5% | 0.0% | 0.0% |
| Commercial real estate | 2.2% | 0.7% | 0.0% | 0.1% |
| Total loans | 2.2% | 1.8% | 0.1% | 0.1% |