

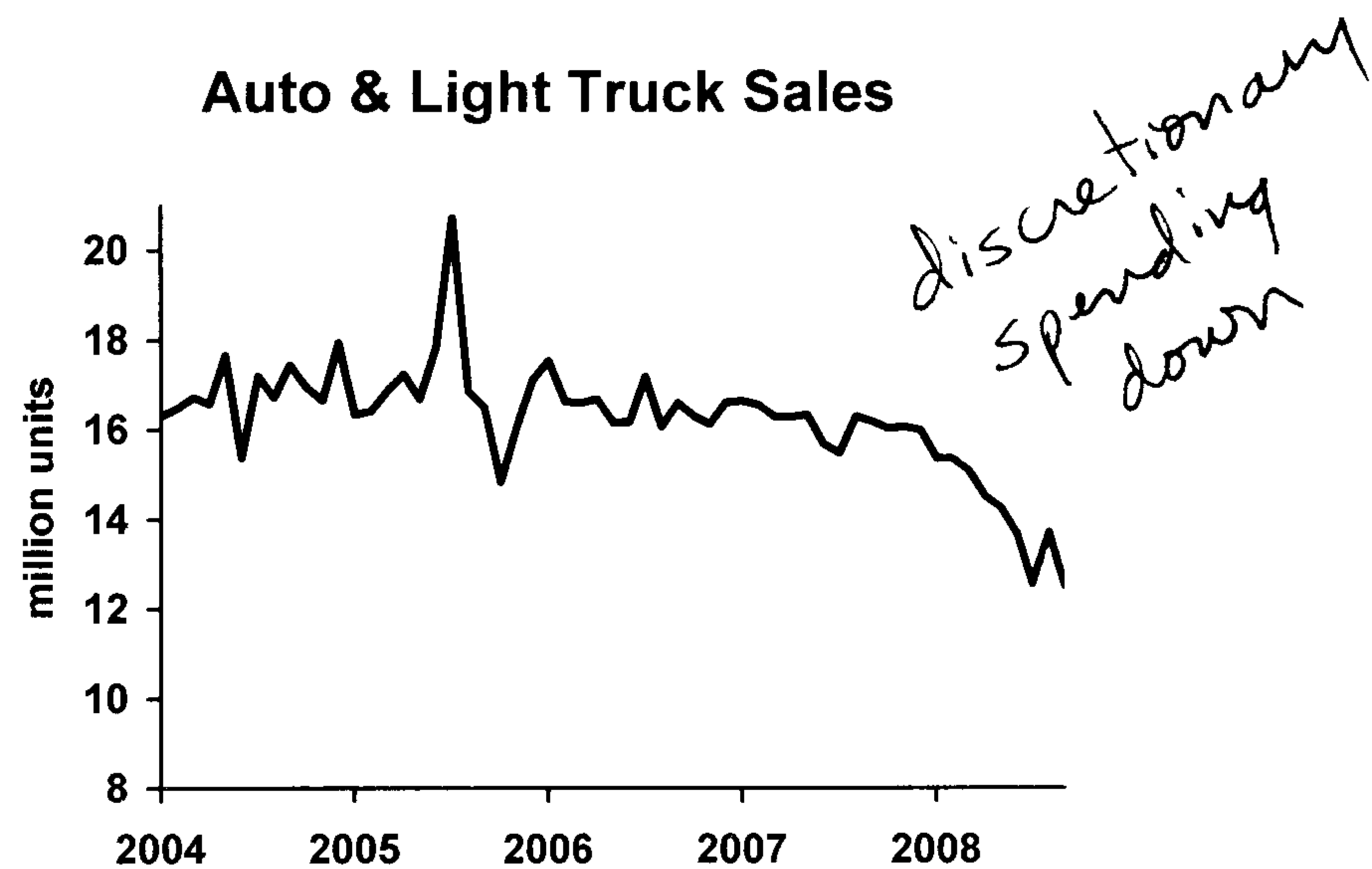
Strengths

- Exports, esp to Asia
- Non-res construction takes a while to slow down
- Fed aggressively stimulative
- Regulators will cut banks slack on capital requirements

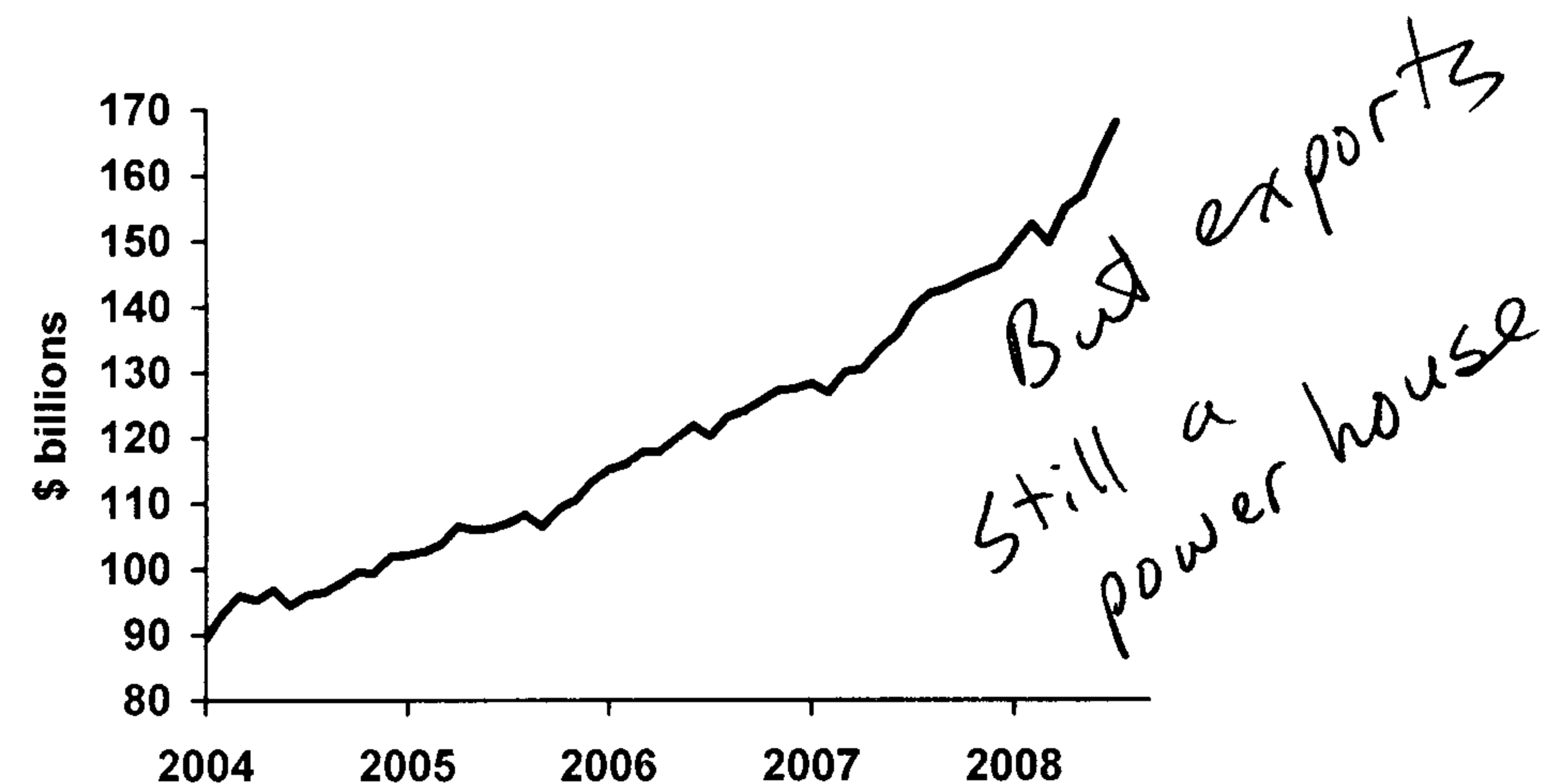
Weaknesses

- Attitudes **very** grim
- Credit crunch hitting Main Street
- Too many houses through 2009
- Lost home equity hurts spending
- Europe weakening

don't ignore our strengths

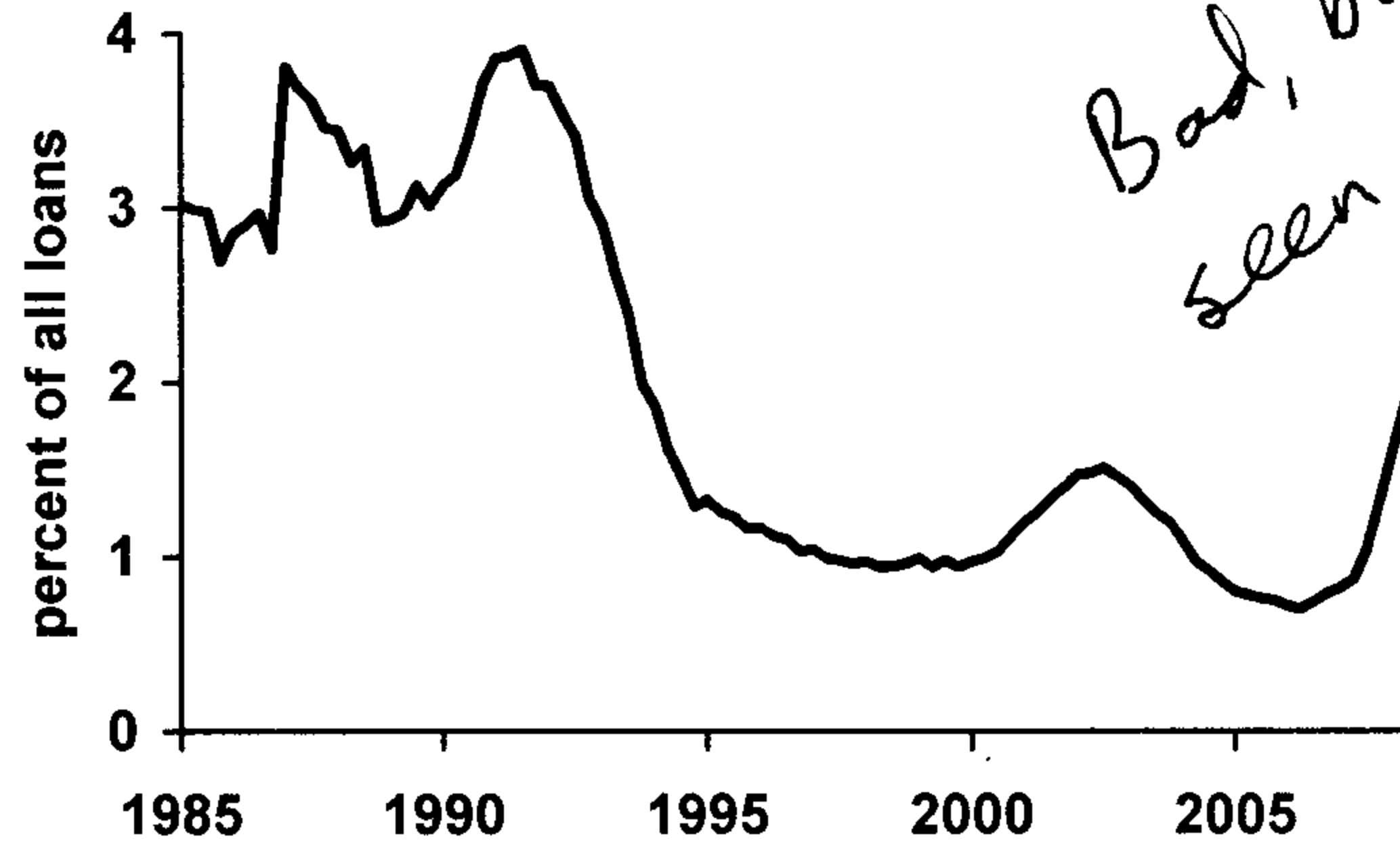


Exports



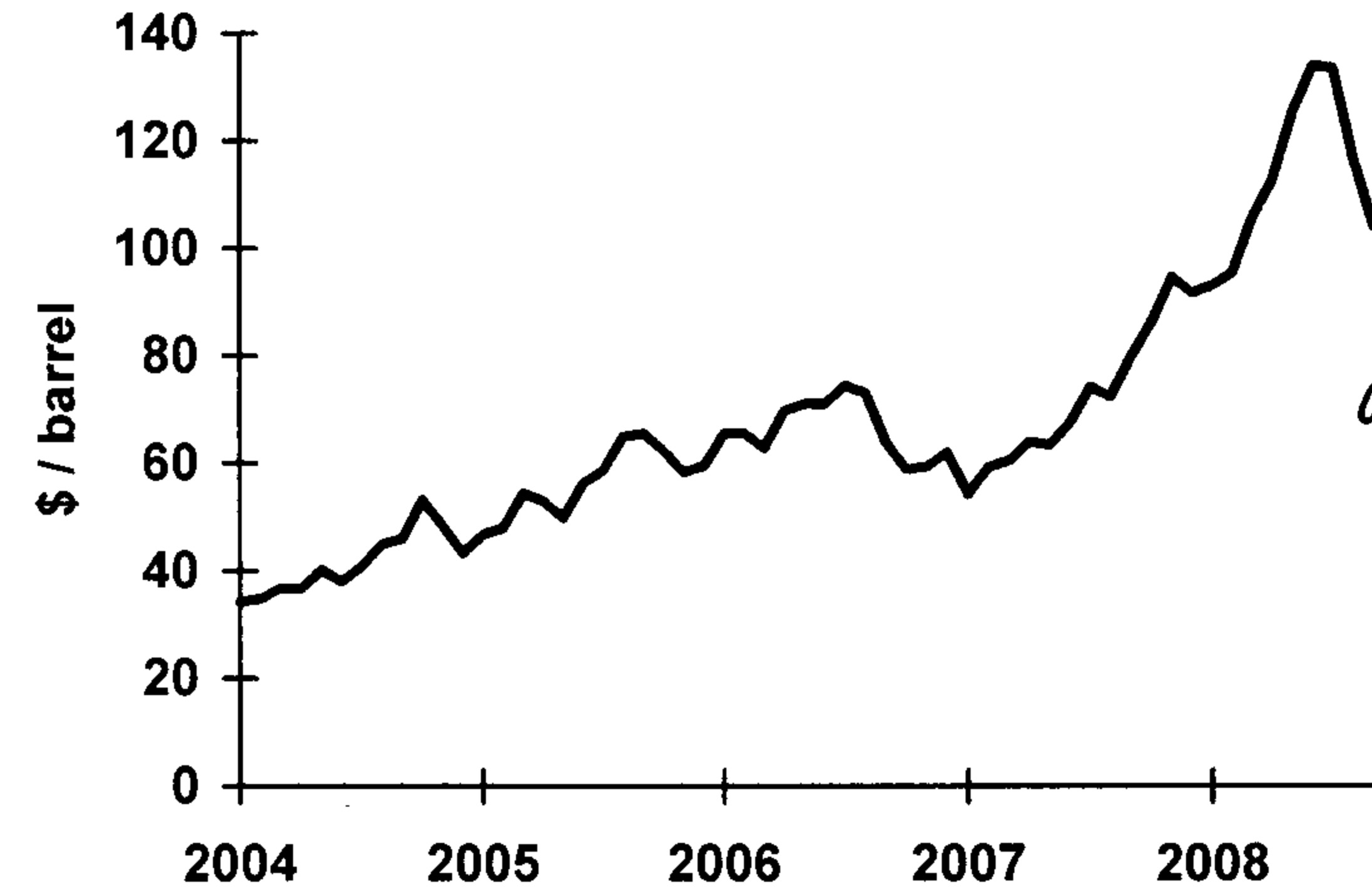
Nonperforming Loan Ratio

based on \$ volume, all banks



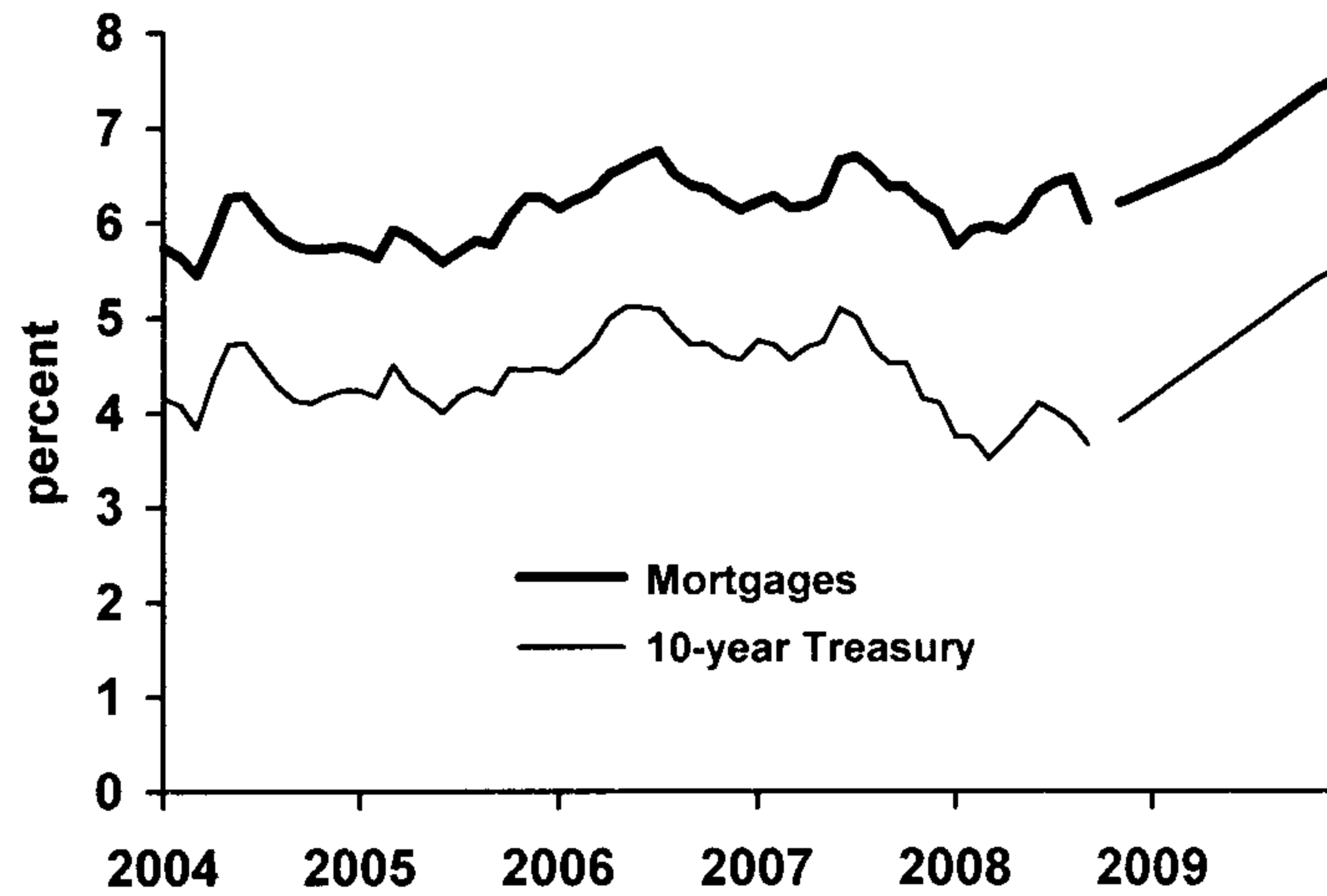
Bad, but we've seen it worse.

Oil Price



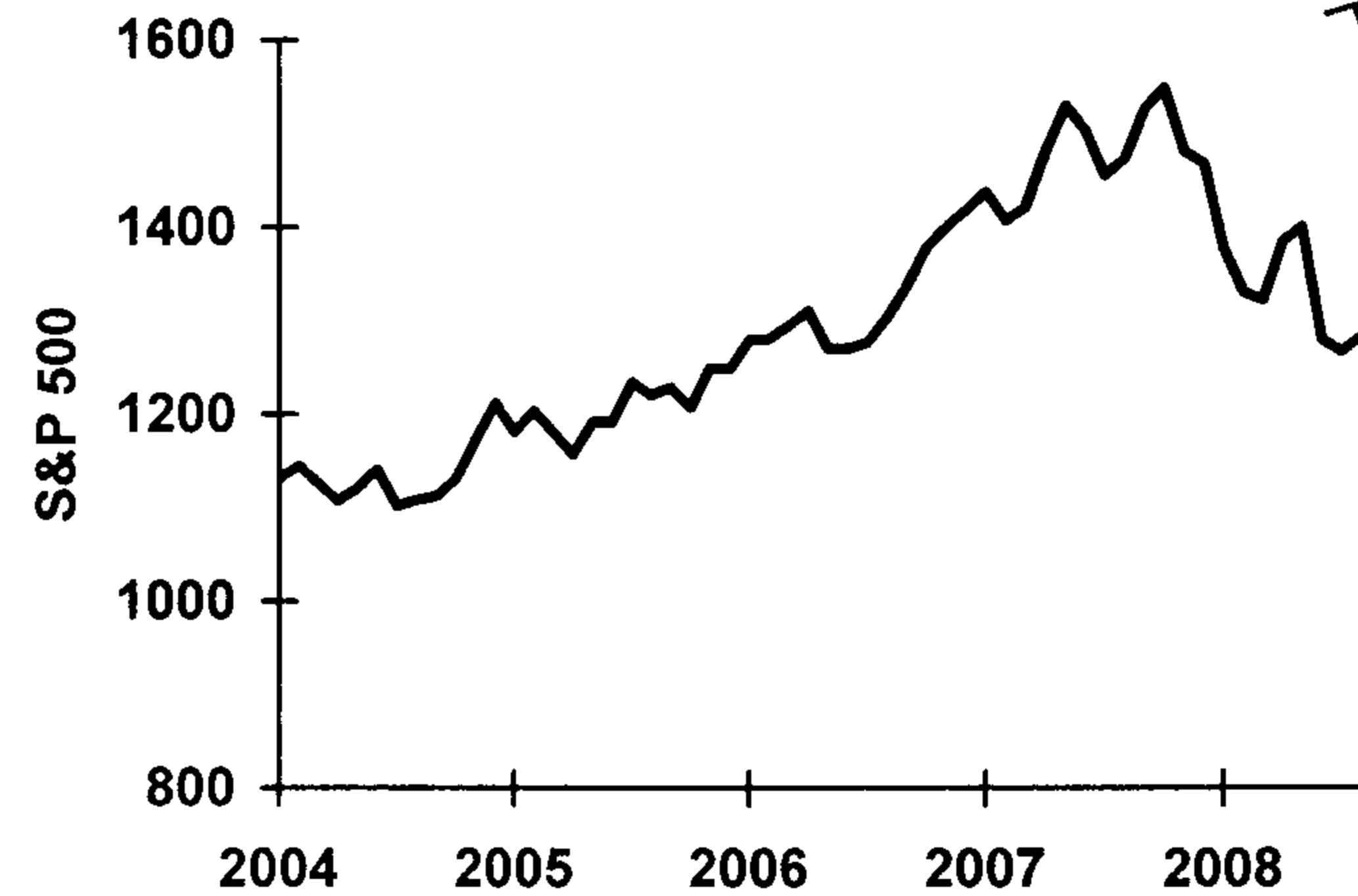
Here's some good news

Interest Rates



in a year's time, the risk spread will narrow.

Stock Market



Don't panic.