

# US Lending Crisis

## The Convergence Risk Across Consumer & Commercial Banking

*Delinquencies and losses past pre GFC levels  
Some sectors at GFC peaks*



Consumer

*35%+ of Total Loans\**



Commercial & Industrial

*\*Consumer + C&I as % of total loans for Banks & Credit Unions*



**TREMOR**

Early Warning Macro Signals

[tremor.tigzig.com](http://tremor.tigzig.com)

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29<sup>th</sup> April 2026

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# BANKS

## 4400+ FDIC Insured Banks

*Consumer and commercial net charge-offs on rising trend and breached 2007 pre-crisis level (Q3-2007)*

### Commercial & Industrial - Net Charge-Off Rate (Annualized) | Segment vs Overall

Quarterly net charge-offs (pre-computed) x 4 / Balance. Annualized. Net CO = gross charge-offs minus recoveries.



Source: FDIC SDI via [tremor.tigzig.com](https://tremor.tigzig.com)

### Consumer - Net Charge-Off Rate (Annualized) | Segment vs Overall

Quarterly net charge-offs (pre-computed) x 4 / Balance. Annualized. Net CO = gross charge-offs minus recoveries.



Source: FDIC SDI via [tremor.tigzig.com](https://tremor.tigzig.com)

# CREDIT UNIONS

4200+ Federally Insured CUs

*Net charge-offs across all loans touching 2X of pre-crisis levels (Q3-2007). Consumer the worst*

## Total Loans & Leases - Net Charge-Off Rate (Annualized) | Segment vs Overall

Quarterly NCO x 4 / Avg Balance. NCO = Gross charge-offs minus recoveries. Computed from YTD diff.



## Consumer Loans - Net Charge-Off Rate (Annualized) | Segment vs Overall

Quarterly NCO x 4 / Avg Balance. NCO = Gross charge-offs minus recoveries. Computed from YTD diff.



Source: NCUA Quarterly Aggregate FPR via [tremor.tigzig.com](https://tremor.tigzig.com)

# NY FED CONSUMER

*Consumer 90+ DPD including charge-offs breached 2007 pre crisis. Auto loans at GFC peak.*

## All Consumer Debt - 90+ DPD Rate (Stock)

= (90-day late + 120+ day late + Severely Derogatory) / Balance. Severely Derogatory includes accumulated charge-offs, repossessions, and foreclosures remaining on the credit file (up to 7 years; 10 for bankruptcy). See Methodology tab for details.



## Auto Loans - 90+ DPD Rate (Stock)

= (90-day late + 120+ day late + Severely Derogatory) / Balance. Severely Derogatory includes accumulated charge-offs, repossessions, and foreclosures remaining on the credit file (up to 7 years; 10 for bankruptcy). See Methodology tab for details.



Source: NY Fed Consumer Credit Panel / Equifax via [Tigzig Tremor platform](https://www.tigzig.com)

# Convergence risk - multiple shocks at same time

**AI LABOR SHOCK**

**9X**

Duke CFO Survey projects AI-attributed layoffs 9x 2025 baseline

**LABOR MARKET**

**1.8%**

U-1 long-term unemployed already above 2007

**GDP**

**0.5%**

US Q4'25 GDP growth rate down to 0.5%

**ENERGY**

**\$100+**

Geopolitical supply risk elevated. Brent \$100+. Normalization takes months.

**PRIVATE CREDIT**

**\$2.5T+**

Private credit under stress. Bank lending to non bank lenders more than \$1.5T

# Warnings

## **Jamie Dimon, CEO JPMorgan Chase**

*"We haven't had a credit recession in so long, so when we have one, it would be worse than people think. It might be terrible."*

Jamie Dimon warns of 'bond crisis' ahead as global debt risks build, CNBC, Apr 28, 2026

## **Sarah Breeden, Deputy Governor, Bank of England (Financial Stability)**

*"There's a lot of risk out there and yet asset prices are at all-time highs. We expect there will be an adjustment at some point...The thing that really keeps me awake at night is the likelihood of a number of risks crystallising at the same time - a major macroeconomic shock, confidence in private credit goes, AI and other risky valuations readjust - what happens in that environment and are we prepared for it?"*

Global stock markets are too high and set to fall, says Bank of England deputy, BBC News, Apr 24, 2026

At this pace, the setup is worse than pre-GFC 2007. Add the aggravating factors and we could exceed GFC levels

# Data & Tools

## Primary Data Sources

- ▶ NY Fed Consumer Credit Panel / Equifax
- ▶ FDIC Statistics on Depository Institutions
- ▶ NCUA Quarterly Aggregate FPR

## TREMOR - [tremor.tigzig.com](https://tremor.tigzig.com)

- ▶ Early Warning Macro Signals
- ▶ Charts & Analytics

