
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington, D. C. 20549

FORM 8-K

**CURRENT REPORT PURSUANT
TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934**

Date of Report
(Date of earliest event reported) **July 27, 2009**

BANK OF HAWAII CORPORATION

(Exact name of registrant as specified in its charter)

Delaware
(State of Incorporation)

1-6887
(Commission
File Number)

99-0148992
(IRS Employer
Identification No.)

130 Merchant Street, Honolulu, Hawaii
(Address of principal executive offices)

96813
(Zip Code)

(Registrant's telephone number, including area code) **(808) 694-8822**

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4 (c))
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Item 2.02. Results of Operations and Financial Conditions.
On July 27, 2009, Bank of Hawaii Corporation announced its results of operations for the quarter ending June 30, 2009. The public announcement was made by means of a press release, the text of which is furnished as Exhibit 99.1 hereto and is incorporated herein by reference.

Item 9.01. Financial Statements and Exhibits

(d) *Exhibits*

Exhibit No.

99.1 July 27, 2009 Press Release

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Date: July 27, 2009

BANK OF HAWAII CORPORATION

By: /s/ Mark A. Rossi
Mark A. Rossi
Vice Chairman and Corporate Secretary

News Release

NYSE: BOH



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Bank of Hawaii Corporation Second Quarter 2009 Financial Results

- **Diluted Earnings Per Share \$0.65**
- **Net Income for the Quarter \$31.0 Million**
- **Board of Directors Declares Dividend of \$0.45 Per Share**

FOR IMMEDIATE RELEASE

HONOLULU, HI (July 27, 2009) – Bank of Hawaii Corporation (NYSE: BOH) today reported diluted earnings per share of \$0.65 for the second quarter of 2009, down from diluted earnings per share of \$1.00 in the same quarter last year. Net income for the second quarter of 2009 was \$31.0 million compared to net income of \$48.3 million in the second quarter of 2008. Results for the second quarter of 2009 included FDIC insurance expense of \$9.0 million compared with \$0.2 million in the second quarter of 2008. Second quarter 2009 results also included a provision for credit losses of \$28.7 million compared to a provision for credit losses of \$7.2 million in the same quarter last year. The return on average assets for the second quarter of 2009 was 1.06 percent, compared to 1.85 percent during the same quarter last year. The return on average equity for the second quarter of 2009 was 14.49 percent compared to 24.82 percent for the second quarter of 2008.

During the quarter, the Company sold a loan made to a major mall owner, restructured a leveraged lease that involved a bankrupt automobile manufacturer, and wrote down the carrying value of a non-relationship syndicated credit that was subsequently sold. The result of these three transactions was an increase in net charge-offs of \$13.6 million.

Average deposits increased \$471 million during the second quarter of 2009. Shareholders' equity increased \$12 million to \$846 million at June 30, 2009. The allowance for loan and lease losses increased \$3 million during the second quarter of 2009 and currently represents 2.23 percent of outstanding loans and leases.

“We continued to pursue our near-term strategies of maintaining strong liquidity, reserves, and capital during the second quarter of 2009,” said Allan R. Landon, Chairman, and CEO. “Our profitability during the quarter was helped by increased net interest income. The Company’s results included an industry-wide FDIC assessment and losses from the resolution of three significant credits. Bank of Hawaii has a strong balance sheet and is well prepared.”

- more -

For the six months ended June 30, 2009, net income was \$67.0 million, down \$38.5 million compared to net income of \$105.5 million for the same period last year. Diluted earnings per share were \$1.40 for the first half of 2009, down from \$2.18 for the first half of 2008. The year-to-date return on average assets was 1.18 percent, down from 2.01 percent for the same period in 2008. The year-to-date return on average equity was 16.13 percent, down from 27.33 percent for the six months ended June 30, 2008.

Results for the first six months of 2009 included gains of \$13.7 million from the disposition of leased equipment and the sale of the Company's retail insurance brokerage business. These gains were offset by increases in the allowance for loan and lease losses and expenses for legal contingencies, an industry-wide FDIC assessment, and early debt retirement. Results for the first half of 2008 included \$25.3 million from the redemption of Visa shares and a lessee's early buy-out of an aircraft lease. Partially offsetting these prior year gains were expenses for employee incentives, legal contingencies, a call premium on Capital Securities, an increase in the allowance for loan and lease losses, and contributions to the Bank of Hawaii Charitable Foundation. Details of these items are included in Table 2.

Financial Highlights

Net interest income, on a taxable equivalent basis, for the second quarter of 2009 was \$103.2 million, down \$4.2 million from net interest income of \$107.4 million in the second quarter of 2008, and up \$5.9 million from net interest income of \$97.3 million in the first quarter of 2009. The decrease in net interest income compared to the second quarter of 2008 was largely due to a lower net interest margin resulting from greater liquidity being held at low yields, lower interest rates, and lower levels of loans. The increase compared to the first quarter of 2009 was mainly due to a higher level of earning assets. For the six months ended June 30, 2009, net interest income on a taxable-equivalent basis was \$200.5 million compared to \$209.8 million for the same period in 2008. Analyses of the changes in net interest income are included in Tables 7a, 7b and 7c.

The net interest margin was 3.73 percent for the second quarter of 2009, a 68 basis point decrease from 4.41 percent in the second quarter of 2008 and a decrease of 3 basis points from 3.76 percent in the first quarter of 2009. For the six months ended June 30, 2009, the net interest margin was 3.75 percent compared to 4.29 percent for the same six months in 2008. The decrease in the net interest margin was largely the result of lower interest rates and the Company's strategy to increase liquidity and reduce risk.

Results for the second quarter of 2009 included a provision for credit losses of \$28.7 million compared with \$7.2 million in the second quarter of 2008 and \$24.9 million in the first quarter of 2009. The provision for credit losses exceeded net charge-offs by \$3.0 million in the second quarter of 2009. The provision for credit losses exceeded net charge-offs by \$2.5 million in the second quarter of 2008 and exceeded net charge-offs by \$10.9 million in the first quarter of 2009.

Noninterest income was \$59.8 million for the second quarter of 2009, a decrease of \$0.7 million compared to \$60.5 million in the second quarter of 2008, and a decrease of \$10.5 million compared to \$70.4 million in the first quarter of 2009. Noninterest income in the second quarter of 2009 included a gain of \$2.8 million related to the Company's sale of its equity interest in an aircraft lease to a cargo carrier and \$0.9 million due to the previously mentioned sale of the retail insurance brokerage business. Results for the first quarter of 2009 included a gain of \$10.0 million related to the disposition of leveraged leases for two watercraft.

Noninterest expense was \$89.6 million in the second quarter of 2009, up \$5.7 million from \$83.9 million in the same quarter last year, and up \$1.7 million from \$87.9 million in the previous quarter. Noninterest expense in the second quarter of 2009 included FDIC insurance expense of \$9.0 million, including the Company's \$5.7 million share of an industry-wide assessment. FDIC insurance expense in the second quarter of 2008 was \$0.2 million and \$1.8 million in the first quarter of 2009. Salaries and benefits decreased during the second quarter of 2009 primarily due to a reduction in the reserves for medical and dental expenses, and lower payroll taxes. An analysis of salary and benefit expenses is included in Table 8.

The efficiency ratio for the second quarter of 2009 was 55.07 percent, compared with an efficiency ratio of 50.01 percent in the same quarter last year and 52.52 percent in the previous quarter. The efficiency ratio for the first half of 2009 was 53.78 percent compared with 49.80 percent for the same period last year.

The effective tax rate for the second quarter of 2009 was 30.18 percent compared to 37.03 percent during the same quarter last year and 34.00 percent in the previous quarter. The lower effective tax rate in the second quarter of 2009 was primarily due to accounting for the termination of the leveraged lease that resulted in a \$1.6 million income tax benefit.

The Company's business segments are defined as Retail Banking, Commercial Banking, Investment Services, and Treasury & Other. Results are determined based on the Company's internal financial management reporting process and organizational structure. Selected financial information for the business segments is included in Tables 12a and 12b.

Asset Quality

Credit quality continued to reflect the weak economy during the second quarter of 2009. Non-accrual loans and leases were \$38.6 million at the end of June 30, 2009, up from \$6.5 million at June 30, 2008, and down from \$40.0 million at March 31, 2009. As a percentage of total loans and leases, non-accrual loans and leases were 0.63 percent at June 30, 2009. The decrease in non-accrual loans and leases compared to the prior quarter was due to the previously mentioned sale of a commercial loan made to a mall owner, which was partially offset by an increase in consumer non-accrual loans. The increase in non-accrual consumer loans was largely due to land loans, second homes, and investor properties on neighbor islands. More information on changes in nonperforming assets is presented in Table 10.

During the quarter, the Company restructured an existing leveraged lease covering 31 locomotives, which was originally guaranteed by an automotive company that went through bankruptcy proceedings. The restructured lease is now accounted for as a direct financing lease. In terminating the existing leveraged lease transaction, the Company removed \$17.9 million from lease outstandings, recognized \$45.9 million in the new direct financing lease, and recognized \$32.4 million in non-recourse debt. As a result of the restructuring, the Company recorded a \$4.4 million charge-off and a \$1.6 million income tax benefit.

Net charge-offs during the second quarter of 2009 were \$25.7 million compared to \$4.7 million in the second quarter last year and \$14.0 million in the first quarter of 2009. Net charge-offs for the second quarter of 2009 included \$6.9 million for the previously discussed commercial loan sold during the quarter, \$4.4 million as a result of the lease restructuring, and \$2.3 million related to a syndicated credit that was sold. The remaining net charge-offs were largely in the consumer portfolio.

The allowance for loan and lease losses was \$137.4 million at June 30, 2009, up from \$102.5 million at June 30, 2008, and up from \$134.4 million at March 31, 2009. The ratio of the allowance for loan and lease losses to total loans and leases increased to 2.23 percent at June 30, 2009. The reserve for unfunded commitments at June 30, 2009 was \$5.4 million. Details of charge-offs, recoveries and the components of the total reserve for credit losses are summarized in Table 11.

Other Financial Highlights

Total assets were \$12.19 billion at June 30, 2009, up \$1.82 billion from \$10.37 billion at June 30, 2008, and up \$747 million from \$11.45 billion at March 31, 2009. Average total assets were \$11.75 billion during the second quarter of 2009, up \$1.25 billion from \$10.50 billion during the second quarter last year, and up \$657 million from \$11.10 billion during the previous quarter. The growth in assets was the result of the Company's strong deposit generation.

Total loans and leases were \$6.15 billion at June 30, 2009, down \$368 million from \$6.52 billion at June 30, 2008, and down \$189 million compared with \$6.34 billion at March 31, 2009. Average loans and leases were \$6.26 billion during the second quarter of 2009, down \$273 million from average loans and leases of \$6.53 billion during the second quarter last year, and down \$188 million from \$6.45 billion during the previous quarter. Total commercial loans were \$2.33 billion at June 30, 2009, down \$44 million from \$2.37 billion at June 30, 2008, and down slightly from March 31, 2009. Total consumer loans were \$3.82 billion at June 30, 2009, down in all loan products compared with previous quarters due to reduced consumer demand. Loan and lease portfolio balances are summarized in Tables 6a, 6b, and 9.

Total deposits were \$9.02 billion at June 30, 2009, up \$1.12 billion from \$7.90 billion at June 30, 2008, and down \$193 million from \$9.21 billion at March 31, 2009. The increase in total deposits compared with the same period last year was widespread among deposit categories. The decrease in deposits compared with the previous quarter was due to a reduction in public funds, partially offset by continued growth in consumer and commercial deposits. Average total deposits were \$9.22 billion during the second quarter of 2009, up \$1.26 billion from \$7.96 billion during the second quarter last year, and up \$471 million from \$8.75 billion during the previous quarter. Deposit balances are summarized in Table 9.

Total long-term debt was \$91.4 million at June 30, 2009, down \$113.9 million from long-term debt of \$205.4 million at June 30, 2008, and up \$32.4 million from \$59.0 million at March 31, 2009. The decrease compared to the same quarter last year was due to the repayment of \$119.0 million in subordinated notes and the early payment of \$25.0 million in privately placed notes during the first quarter of 2009. The increase in long-term debt compared to the previous quarter was due to the accounting for the previously discussed leveraged lease restructure.

Consistent with the Company's plans to build capital levels, no shares were repurchased during the second quarter of 2009. Remaining buyback authority under the share repurchase program was \$85.4 million at June 30, 2009. Total shareholders' equity was \$845.9 million at June 30, 2009, up from \$767.6 million at June 30, 2008, and up from \$833.9 million at March 31, 2009. The ratio of tangible common equity to risk weighted assets was 13.02 percent at June 30, 2009, up from 10.81 percent at June 30, 2008, and up from 12.47 percent at March 31, 2009. At June 30, 2009, the Tier 1 leverage ratio was 6.66 percent compared to 7.01 percent at June 30, 2008 and 6.94 percent at March 31, 2009. The decrease in the Tier 1 leverage ratio compared with the prior quarters was due to significant growth in marketable securities.

The Company's Board of Directors declared a quarterly cash dividend of \$0.45 per share on the Company's outstanding shares. The dividend will be payable on September 15, 2009 to shareholders of record at the close of business on August 31, 2009.

Hawaii Economy

Hawaii's economy continued to reflect weakness during the second quarter of 2009. The statewide unemployment rate increased to 7.4 percent on a seasonally adjusted basis during the quarter and total jobs contracted 3.1 percent from the beginning of the year. Residential real estate prices in Hawaii have held their value better than many U. S. mainland markets. While total 30 days-plus mortgage delinquencies in the state of Hawaii rose to 5.64 percent, they remain significantly below the national average of 8.22 percent. Bank of Hawaii's 30 days-plus mortgage delinquencies were 1.07 percent at June 30, 2009. Visitor levels, both arrivals and expenditures, remain below the comparable periods last year, although arrivals from the Pacific states, the largest regional market, rose 5.4 percent in May, the first increase since February 2008. More information on Hawaii economic trends is presented in Table 14.

Conference Call Information

The Company will review its second quarter 2009 financial results today at 8:00 a.m. Hawaii Time (2:00 p.m. Eastern Time). The conference call will be accessible via teleconference and via the Investor Relations link of Bank of Hawaii Corporation's web site, www.boh.com. The conference call number for participants in the United States is 866-383-8008. International participants should call 617-597-5341. No pass code is required. A replay of the conference call will be available for one week beginning Monday, July 27, 2009 by calling 888-286-8010 in the United States or 617-801-6888 internationally and entering the pass code number 75775269 when prompted. A replay will also be available on the Company's web site.

Forward-Looking Statements

This news release, and other statements made by the Company in connection with it may contain "forward-looking statements", such as forecasts of our financial results and condition, expectations for our operations and business prospects, and our assumptions used in those forecasts and expectations. Do not unduly rely on forward-looking statements. Actual results might differ significantly from our forecasts and expectations because of a variety of factors. More information about these factors is contained in Bank of Hawaii Corporation's Annual Report on Form 10-K for the year ended December 31, 2008, which was filed with the U.S. Securities and Exchange Commission. We have not committed to update forward-looking statements to reflect later events or circumstances.

Bank of Hawaii Corporation is a regional financial services company serving businesses, consumers, and governments in Hawaii, American Samoa, and the West Pacific. The Company's principal subsidiary, Bank of Hawaii, was founded in 1897 and is the largest independent financial institution in Hawaii. For more information about Bank of Hawaii Corporation, see the Company's web site, www.boh.com.

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Bank of Hawaii Corporation and Subsidiaries
Financial Highlights (Unaudited)

Table 1

| (dollars in thousands, except per share amounts) | Three Months Ended | | | Six Months Ended | |
|--|--------------------|-------------------|------------------|-----------------------|--------------|
| | June 30, 2009 | March 31, 2009 | June 30, 2008 | June 30, 2009 2008 | |
| For the Period: | | | | | |
| Operating Results | | | | | |
| Net Interest Income | \$ 102,851 | \$ 97,062 | \$ 107,168 | \$ 199,913 | \$ 209,348 |
| Provision for Credit Losses | 28,690 | 24,887 | 7,172 | 53,577 | 21,599 |
| Total Noninterest Income | 59,832 | 70,365 | 60,539 | 130,197 | 146,664 |
| Total Noninterest Expense | 89,584 | 87,933 | 83,862 | 177,517 | 177,294 |
| Net Income | 31,006 | 36,040 | 48,282 | 67,046 | 105,497 |
| Basic Earnings Per Share | 0.65 | 0.76 | 1.01 | 1.41 | 2.20 |
| Diluted Earnings Per Share | 0.65 | 0.75 | 1.00 | 1.40 | 2.18 |
| Dividends Declared Per Share | 0.45 | 0.45 | 0.44 | 0.90 | 0.88 |
| Performance Ratios | | | | | |
| Return on Average Assets | 1.06% | 1.32% | 1.85% | 1.18% | 2.01% |
| Return on Average Shareholders' Equity | 14.49 | 17.86 | 24.82 | 16.13 | 27.33 |
| Efficiency Ratio (1) | 55.07 | 52.52 | 50.01 | 53.78 | 49.80 |
| Operating Leverage (2) | (8.04) | 2.41 | (11.62) | (14.62) | 16.01 |
| Net Interest Margin (3) | 3.73 | 3.76 | 4.41 | 3.75 | 4.29 |
| Dividend Payout Ratio (4) | 69.23 | 59.21 | 43.56 | 63.83 | 40.00 |
| Average Shareholders' Equity to Average Assets | 7.30 | 7.37 | 7.45 | 7.34 | 7.34 |
| Average Balances | | | | | |
| Average Loans and Leases | \$ 6,258,403 | \$ 6,446,513 | \$ 6,531,587 | \$ 6,351,938 | \$ 6,559,753 |
| Average Assets | 11,753,580 | 11,096,322 | 10,504,421 | 11,426,766 | 10,574,162 |
| Average Deposits | 9,222,130 | 8,751,374 | 7,958,171 | 8,988,053 | 7,955,360 |
| Average Shareholders' Equity | 858,139 | 818,218 | 782,429 | 838,288 | 776,293 |
| Market Price Per Share of Common Stock | | | | | |
| Closing | \$ 35.83 | \$ 32.98 | \$ 47.80 | \$ 35.83 | \$ 47.80 |
| High | 41.42 | 45.24 | 57.37 | 45.24 | 57.37 |
| Low | 31.35 | 25.33 | 46.62 | 25.33 | 40.95 |
| As of Period End: | | | | | |
| Balance Sheet Totals | | | | | |
| Loans and Leases | \$ 6,149,911 | \$ 6,338,726 | \$ 6,530,233 | \$ 6,518,128 | |
| Total Assets | 12,194,695 | 11,448,128 | 10,763,475 | 10,371,149 | |
| Total Deposits | 9,019,661 | 9,212,791 | 8,292,098 | 7,903,990 | |
| Long-Term Debt | 91,432 | 59,003 | 203,285 | 205,351 | |
| Total Shareholders' Equity | 845,885 | 833,935 | 790,704 | 767,558 | |
| Asset Quality | | | | | |
| Allowance for Loan and Lease Losses | \$ 137,416 | \$ 134,416 | \$ 123,498 | \$ 102,498 | |
| Non-Performing Assets | 39,054 | 40,329 | 14,949 | 6,680 | |
| Financial Ratios | | | | | |
| Allowance to Loans and Leases Outstanding | 2.23% | 2.12% | 1.89% | 1.57% | |
| Tier 1 Capital Ratio | 12.56 | 12.02 | 11.24 | 10.86 | |
| Total Capital Ratio | 13.82 | 13.28 | 12.49 | 12.12 | |
| Leverage Ratio (5) | 6.66 | 6.94 | 7.30 | 7.01 | |
| Tangible Common Equity to Total Assets (6) | 6.65 | 6.97 | 7.01 | 7.06 | |
| Tangible Common Equity to Risk-Weighted Assets (6) | 13.02 | 12.47 | 11.28 | 10.81 | |
| Non-Financial Data | | | | | |
| Full-Time Equivalent Employees | 2,533 | 2,587 | 2,581 | 2,534 | |
| Branches and Offices | 85 | 85 | 85 | 84 | |
| ATMs | 486 | 463 | 462 | 417 | |

(1) Efficiency ratio is defined as noninterest expense divided by total revenue (net interest income and total noninterest income).

(2) Operating leverage is defined as the percentage change in income before the provision for credit losses and the provision for income taxes. Measures are presented on a linked quarter basis.

(3) Net interest margin is defined as net interest income, on a taxable equivalent basis, as a percentage of average earning assets.

(4) Dividend payout ratio is defined as dividends declared per share divided by basic earnings per share.

(5) Leverage ratio as of June 30, 2008 was revised from 7.04%.

(6) Tangible common equity, a non-GAAP financial measure, is defined by the Company as shareholders' equity minus goodwill and intangible assets. Intangible assets are included as a component of other assets in the Consolidated Statements of Condition (Unaudited).



Bank of Hawaii Corporation and Subsidiaries
Net Significant Income (Expense) Items (Unaudited)

Table 2

| (dollars in thousands) | Three Months Ended | | | Six Months Ended | |
|---|--------------------|-------------------|-------------------|-------------------|-----------------|
| | June 30, | March 31, | June 30, | June 30, | |
| | 2009 | 2009 | 2008 | 2009 | 2008 |
| Gain on Disposal of Leased Equipment | \$ 2,782 | \$ 10,036 | \$ — | \$ 12,818 | \$ 11,588 |
| Gain on Sale of BOHIS | 852 | — | — | 852 | — |
| Gain on Mandatory Redemption of Visa Shares | — | — | — | — | 13,737 |
| Increase in Allowance for Loan and Lease Losses | (3,000) | (10,918) | (2,500) | (13,918) | (11,500) |
| FDIC Special Assessment | (5,744) | — | — | (5,744) | — |
| Market Premium on Repurchased Long-Term Privately Placed Debt | — | (875) | — | (875) | — |
| Cash Grants for the Purchase of Company Stock | — | — | — | — | (4,640) |
| Employee Incentive Awards | — | — | — | — | (4,386) |
| Legal Contingencies | — | (1,500) | — | (1,500) | (3,016) |
| Bank of Hawaii Charitable Foundation and Other Contributions | — | — | — | — | (2,250) |
| Call Premium on Capital Securities | — | — | — | — | (991) |
| Separation Expense | — | — | — | — | (615) |
| Reversal of Visa Legal Costs | — | — | — | — | 5,649 |
| Significant Income (Expense) Items Before the Benefit for Income Taxes | (5,110) | (3,257) | (2,500) | (8,367) | 3,576 |
| Benefit for Income Taxes | (1,472) | (780) | (875) | (2,252) | (4,256) |
| Net Significant Income (Expense) Items | <u>\$ (3,638)</u> | <u>\$ (2,477)</u> | <u>\$ (1,625)</u> | <u>\$ (6,115)</u> | <u>\$ 7,832</u> |

Bank of Hawaii Corporation and Subsidiaries
Consolidated Statements of Income (Unaudited)

Table 3

| (dollars in thousands, except per share amounts) | Three Months Ended | | | Six Months Ended | |
|--|--------------------|------------------|------------------|------------------|-------------------|
| | June 30, | March 31, | June 30, | June 30, | |
| | 2009 | 2009 | 2008 (1) | 2009 | 2008 (1) |
| Interest Income | | | | | |
| Interest and Fees on Loans and Leases | \$ 83,342 | \$ 86,592 | \$ 97,959 | \$ 169,934 | \$ 202,372 |
| Income on Investment Securities | | | | | |
| Trading | — | 594 | 1,209 | 594 | 2,369 |
| Available-for-Sale | 38,155 | 32,301 | 35,321 | 70,456 | 69,572 |
| Held-to-Maturity | 2,369 | 2,567 | 3,033 | 4,936 | 6,272 |
| Deposits | 5 | 10 | 204 | 15 | 399 |
| Funds Sold | 526 | 577 | 420 | 1,103 | 1,412 |
| Other | 276 | 276 | 489 | 552 | 915 |
| Total Interest Income | 124,673 | 122,917 | 138,635 | 247,590 | 283,311 |
| Interest Expense | | | | | |
| Deposits | 14,481 | 17,025 | 20,238 | 31,506 | 47,703 |
| Securities Sold Under Agreements to Repurchase | 6,477 | 6,652 | 7,488 | 13,129 | 18,105 |
| Funds Purchased | 5 | 5 | 270 | 10 | 903 |
| Short-Term Borrowings | — | — | 12 | — | 46 |
| Long-Term Debt | 859 | 2,173 | 3,459 | 3,032 | 7,206 |
| Total Interest Expense | 21,822 | 25,855 | 31,467 | 47,677 | 73,963 |
| Net Interest Income | 102,851 | 97,062 | 107,168 | 199,913 | 209,348 |
| Provision for Credit Losses | 28,690 | 24,887 | 7,172 | 53,577 | 21,599 |
| Net Interest Income After Provision for Credit Losses | 74,161 | 72,175 | 99,996 | 146,336 | 187,749 |
| Noninterest Income | | | | | |
| Trust and Asset Management | 11,881 | 11,632 | 15,460 | 23,513 | 30,546 |
| Mortgage Banking | 5,443 | 8,678 | 2,738 | 14,121 | 7,035 |
| Service Charges on Deposit Accounts | 12,910 | 13,386 | 12,411 | 26,296 | 24,494 |
| Fees, Exchange, and Other Service Charges | 15,410 | 14,976 | 16,103 | 30,386 | 31,494 |
| Investment Securities Gains, Net | 12 | 56 | 157 | 68 | 287 |
| Insurance | 4,744 | 5,641 | 5,590 | 10,385 | 12,720 |
| Other | 9,432 | 15,996 | 8,080 | 25,428 | 40,088 |
| Total Noninterest Income | 59,832 | 70,365 | 60,539 | 130,197 | 146,664 |
| Noninterest Expense | | | | | |
| Salaries and Benefits | 44,180 | 47,028 | 45,984 | 91,208 | 101,457 |
| Net Occupancy | 10,008 | 10,328 | 11,343 | 20,336 | 21,786 |
| Net Equipment | 4,502 | 4,316 | 4,474 | 8,818 | 8,795 |
| Professional Fees | 4,005 | 2,549 | 2,588 | 6,554 | 5,201 |
| FDIC Insurance | 8,987 | 1,814 | 247 | 10,801 | 496 |
| Other | 17,902 | 21,898 | 19,226 | 39,800 | 39,559 |
| Total Noninterest Expense | 89,584 | 87,933 | 83,862 | 177,517 | 177,294 |
| Income Before Provision for Income Taxes | 44,409 | 54,607 | 76,673 | 99,016 | 157,119 |
| Provision for Income Taxes | 13,403 | 18,567 | 28,391 | 31,970 | 51,622 |
| Net Income | \$ 31,006 | \$ 36,040 | \$ 48,282 | \$ 67,046 | \$ 105,497 |
| Basic Earnings Per Share | \$ 0.65 | \$ 0.76 | \$ 1.01 | \$ 1.41 | \$ 2.20 |
| Diluted Earnings Per Share | \$ 0.65 | \$ 0.75 | \$ 1.00 | \$ 1.40 | \$ 2.18 |
| Dividends Declared Per Share | \$ 0.45 | \$ 0.45 | \$ 0.44 | \$ 0.90 | \$ 0.88 |
| Basic Weighted Average Shares | 47,682,604 | 47,566,005 | 47,733,278 | 47,624,521 | 47,849,945 |
| Diluted Weighted Average Shares | 47,948,531 | 47,802,249 | 48,300,049 | 47,876,509 | 48,423,619 |

(1) Certain prior period information has been reclassified to conform to current presentation.

Bank of Hawaii Corporation and Subsidiaries
Consolidated Statements of Condition (Unaudited)

Table 4

| (dollars in thousands) | June 30, 2009 | March 31, 2009 | December 31, 2008 | June 30, 2008 (1) |
|--|----------------------|----------------------|----------------------|----------------------|
| Assets | | | | |
| Interest-Bearing Deposits | \$ 4,537 | \$ 5,031 | \$ 5,094 | \$ 6,056 |
| Funds Sold | 656,000 | 895,595 | 405,789 | — |
| Investment Securities | | | | |
| Trading | — | — | 91,500 | 94,347 |
| Available-for-Sale | 4,292,911 | 3,106,608 | 2,519,239 | 2,646,506 |
| Held-to-Maturity (Fair Value of \$214,484; \$233,633; \$242,175; and \$255,905) | 209,807 | 228,177 | 239,635 | 260,592 |
| Loans Held for Sale | 40,994 | 24,121 | 21,540 | 11,183 |
| Loans and Leases | 6,149,911 | 6,338,726 | 6,530,233 | 6,518,128 |
| Allowance for Loan and Lease Losses | (137,416) | (134,416) | (123,498) | (102,498) |
| Net Loans and Leases | 6,012,495 | 6,204,310 | 6,406,735 | 6,415,630 |
| Total Earning Assets | 11,216,744 | 10,463,842 | 9,689,532 | 9,434,314 |
| Cash and Noninterest-Bearing Deposits | 294,022 | 299,393 | 385,599 | 280,635 |
| Premises and Equipment | 112,681 | 114,536 | 116,120 | 117,323 |
| Customers' Acceptances | 2,084 | 822 | 1,308 | 1,856 |
| Accrued Interest Receivable | 43,042 | 36,928 | 39,905 | 42,295 |
| Foreclosed Real Estate | 438 | 346 | 428 | 229 |
| Mortgage Servicing Rights | 24,731 | 23,528 | 21,057 | 30,272 |
| Goodwill | 34,959 | 34,959 | 34,959 | 34,959 |
| Other Assets | 465,994 | 473,774 | 474,567 | 429,266 |
| Total Assets | \$ 12,194,695 | \$ 11,448,128 | \$ 10,763,475 | \$ 10,371,149 |
| Liabilities | | | | |
| Deposits | | | | |
| Noninterest-Bearing Demand | \$ 2,109,270 | \$ 1,970,041 | \$ 1,754,724 | \$ 1,876,782 |
| Interest-Bearing Demand | 1,589,300 | 1,926,576 | 1,854,611 | 1,631,586 |
| Savings | 4,054,039 | 3,905,709 | 3,104,863 | 2,816,222 |
| Time | 1,267,052 | 1,410,465 | 1,577,900 | 1,579,400 |
| Total Deposits | 9,019,661 | 9,212,791 | 8,292,098 | 7,903,990 |
| Funds Purchased | 8,670 | 9,665 | 15,734 | 69,400 |
| Short-Term Borrowings | 10,000 | 10,000 | 4,900 | 10,180 |
| Securities Sold Under Agreements to Repurchase | 1,799,794 | 844,283 | 1,028,835 | 1,028,518 |
| Long-Term Debt (includes \$119,275 and \$121,326 carried at fair value as of December 31, 2008 and June 30, 2008, respectively) | 91,432 | 59,003 | 203,285 | 205,351 |
| Banker's Acceptances | 2,084 | 822 | 1,308 | 1,856 |
| Retirement Benefits Payable | 54,286 | 54,450 | 54,776 | 29,478 |
| Accrued Interest Payable | 7,765 | 10,010 | 13,837 | 13,588 |
| Taxes Payable and Deferred Taxes | 226,936 | 258,505 | 229,699 | 250,125 |
| Other Liabilities | 128,182 | 154,664 | 128,299 | 91,105 |
| Total Liabilities | 11,348,810 | 10,614,193 | 9,972,771 | 9,603,591 |
| Shareholders' Equity | | | | |
| Common Stock (\$.01 par value; authorized 500,000,000 shares; issued / outstanding: June 30, 2009 - 57,028,940 / 47,881,083; March 31, 2009 - 57,019,595 / 47,803,544; December 31, 2008 - 57,019,887 / 47,753,371; and June 30, 2008 - 57,016,182 / 47,941,409) | 569 | 569 | 568 | 568 |
| Capital Surplus | 491,784 | 491,352 | 492,515 | 489,335 |
| Accumulated Other Comprehensive Loss | (1,870) | (1,319) | (28,888) | (15,813) |
| Retained Earnings | 811,121 | 802,195 | 787,924 | 745,244 |
| Treasury Stock, at Cost (Shares: June 30, 2009 - 9,147,857; March 31, 2009 - 9,216,051; December 31, 2008 - 9,266,516; and June 30, 2008 - 9,074,773) | (455,719) | (458,862) | (461,415) | (451,776) |
| Total Shareholders' Equity | 845,885 | 833,935 | 790,704 | 767,558 |
| Total Liabilities and Shareholders' Equity | \$ 12,194,695 | \$ 11,448,128 | \$ 10,763,475 | \$ 10,371,149 |

(1) Certain prior period information has been reclassified to conform to current presentation.

Bank of Hawaii Corporation and Subsidiaries
Consolidated Statements of Shareholders' Equity (Unaudited)

Table 5

| (dollars in thousands) | Total | Common Stock | Capital Surplus | Accum. Other Comprehensive Loss | Retained Earnings | Treasury Stock | Comprehensive Income |
|--|-------------------|-----------------|--------------------|--|----------------------|---------------------|-------------------------|
| Balance as of December 31, 2008 | \$ 790,704 | \$ 568 | \$ 492,515 | \$ (28,888) | \$ 787,924 | \$ (461,415) | |
| Comprehensive Income: | | | | | | | |
| Net Income | 67,046 | — | — | — | 67,046 | — | \$ 67,046 |
| Other Comprehensive Income, Net of Tax: | | | | | | | |
| Change in Unrealized Gains and Losses on Investment Securities Available-for-Sale | 26,302 | — | — | 26,302 | — | — | 26,302 |
| Amortization of Net Loss Related to Pension and Postretirement Benefit Plans | 716 | — | — | 716 | — | — | 716 |
| Total Comprehensive Income | | | | | | | <u>\$ 94,064</u> |
| Share-Based Compensation | 944 | — | 944 | — | — | — | |
| Net Tax Benefits related to Share-Based Compensation | (430) | — | (430) | — | — | — | |
| Common Stock Issued under Purchase and Equity Compensation Plans (152,582 shares) | 4,517 | 1 | (1,245) | — | (791) | 6,552 | |
| Common Stock Repurchased (24,870 shares) | (856) | — | — | — | — | (856) | |
| Cash Dividends Paid | (43,058) | — | — | — | (43,058) | — | |
| Balance as of June 30, 2009 | <u>\$ 845,885</u> | <u>\$ 569</u> | <u>\$ 491,784</u> | <u>\$ (1,870)</u> | <u>\$ 811,121</u> | <u>\$ (455,719)</u> | |
| Balance as of December 31, 2007 | \$ 750,255 | \$ 567 | \$ 484,790 | \$ (5,091) | \$ 688,638 | \$ (418,649) | |
| Cumulative-Effect Adjustment of a Change in Accounting Principle, Net of Tax: | | | | | | | |
| SFAS No. 159, "The Fair Value Option for Financial Assets and Financial Liabilities, including an amendment of FASB Statement No. 115" | (2,736) | — | — | — | (2,736) | — | |
| Comprehensive Income: | | | | | | | |
| Net Income | 105,497 | — | — | — | 105,497 | — | \$ 105,497 |
| Other Comprehensive Income, Net of Tax: | | | | | | | |
| Change in Unrealized Gains and Losses on Investment Securities Available-for-Sale | (10,820) | — | — | (10,820) | — | — | (10,820) |
| Amortization of Net Loss Related to Pension and Postretirement Benefit Plans | 98 | — | — | 98 | — | — | 98 |
| Total Comprehensive Income | | | | | | | <u>\$ 94,775</u> |
| Share-Based Compensation | 3,072 | — | 3,072 | — | — | — | |
| Net Tax Benefits related to Share-Based Compensation | 1,304 | — | 1,304 | — | — | — | |
| Common Stock Issued under Purchase and Equity Compensation Plans (276,946 shares) | 8,478 | 1 | 169 | — | (3,812) | 12,120 | |
| Common Stock Repurchased (923,330 shares) | (45,247) | — | — | — | — | (45,247) | |
| Cash Dividends Paid | (42,343) | — | — | — | (42,343) | — | |
| Balance as of June 30, 2008 | <u>\$ 767,558</u> | <u>\$ 568</u> | <u>\$ 489,335</u> | <u>\$ (15,813)</u> | <u>\$ 745,244</u> | <u>\$ (451,776)</u> | |

Bank of Hawaii Corporation and Subsidiaries
Average Balances and Interest Rates - Taxable Equivalent Basis (Unaudited)

Table 6a

| (dollars in millions) | Three Months Ended June 30, 2009 | | | Three Months Ended March 31, 2009 | | | Three Months Ended June 30, 2008 (1) | | |
|---|-------------------------------------|--------------------|----------------|--------------------------------------|--------------------|----------------|---|--------------------|----------------|
| | Average Balance | Income/ Expense | Yield/ Rate | Average Balance | Income/ Expense | Yield/ Rate | Average Balance | Income/ Expense | Yield/ Rate |
| Earning Assets | | | | | | | | | |
| Interest-Bearing Deposits | \$ 5.2 | \$ — | 0.36% | \$ 4.9 | \$ — | 0.84% | \$ 33.0 | \$ 0.2 | 2.45% |
| Funds Sold | 833.2 | 0.5 | 0.25 | 912.9 | 0.6 | 0.25 | 81.9 | 0.4 | 2.03 |
| Investment Securities | | | | | | | | | |
| Trading | — | — | — | 48.8 | 0.6 | 4.87 | 97.6 | 1.2 | 4.96 |
| Available-for-Sale | 3,662.1 | 38.5 | 4.21 | 2,628.7 | 32.5 | 4.95 | 2,649.9 | 35.6 | 5.37 |
| Held-to-Maturity | 219.9 | 2.4 | 4.31 | 235.0 | 2.6 | 4.37 | 269.6 | 3.1 | 4.50 |
| Loans Held for Sale | 24.1 | 0.2 | 4.21 | 21.8 | 0.2 | 4.41 | 9.3 | 0.1 | 5.78 |
| Loans and Leases (2) | | | | | | | | | |
| Commercial and Industrial | 984.1 | 9.9 | 4.02 | 1,031.3 | 10.4 | 4.11 | 1,060.7 | 14.3 | 5.42 |
| Commercial Mortgage | 763.8 | 9.9 | 5.22 | 730.6 | 9.6 | 5.32 | 663.0 | 10.1 | 6.15 |
| Construction | 144.5 | 1.5 | 4.03 | 154.1 | 1.6 | 4.21 | 177.3 | 2.5 | 5.76 |
| Commercial Lease Financing | 450.2 | 3.5 | 3.13 | 462.9 | 3.7 | 3.16 | 470.6 | 4.1 | 3.50 |
| Residential Mortgage | 2,359.0 | 34.6 | 5.88 | 2,437.4 | 36.3 | 5.96 | 2,494.1 | 38.0 | 6.09 |
| Home Equity | 999.3 | 12.6 | 5.07 | 1,028.7 | 13.0 | 5.13 | 983.7 | 14.3 | 5.85 |
| Automobile | 325.5 | 6.5 | 7.96 | 356.3 | 7.0 | 7.94 | 423.1 | 8.6 | 8.16 |
| Other (3) | 232.0 | 4.6 | 7.89 | 245.2 | 4.8 | 7.86 | 259.1 | 5.9 | 9.11 |
| Total Loans and Leases | 6,258.4 | 83.1 | 5.32 | 6,446.5 | 86.4 | 5.40 | 6,531.6 | 97.8 | 6.01 |
| Other | 79.7 | 0.3 | 1.39 | 79.7 | 0.3 | 1.39 | 79.6 | 0.5 | 2.46 |
| Total Earning Assets (4) | 11,082.6 | 125.0 | 4.52 | 10,378.3 | 123.2 | 4.77 | 9,752.5 | 138.9 | 5.71 |
| Cash and Noninterest-Bearing Deposits | 203.9 | | | 243.4 | | | 272.9 | | |
| Other Assets | 467.1 | | | 474.6 | | | 479.0 | | |
| Total Assets | \$ 11,753.6 | | | \$ 11,096.3 | | | \$ 10,504.4 | | |
| Interest-Bearing Liabilities | | | | | | | | | |
| Interest-Bearing Deposits | | | | | | | | | |
| Demand | \$ 1,907.7 | 0.3 | 0.07 | \$ 1,888.6 | 0.3 | 0.06 | \$ 1,561.2 | 1.2 | 0.29 |
| Savings | 4,036.9 | 7.8 | 0.77 | 3,533.0 | 8.2 | 0.94 | 2,861.3 | 6.5 | 0.92 |
| Time | 1,330.6 | 6.4 | 1.92 | 1,500.8 | 8.5 | 2.30 | 1,646.5 | 12.5 | 3.07 |
| Total Interest-Bearing Deposits | 7,275.2 | 14.5 | 0.80 | 6,922.4 | 17.0 | 1.00 | 6,069.0 | 20.2 | 1.34 |
| Short-Term Borrowings | 16.4 | — | 0.12 | 18.7 | — | 0.11 | 61.2 | 0.3 | 1.82 |
| Securities Sold Under Agreements to | | | | | | | | | |
| Repurchase | 1,168.2 | 6.5 | 2.20 | 935.4 | 6.7 | 2.85 | 1,060.2 | 7.5 | 2.81 |
| Long-Term Debt | 71.1 | 0.8 | 4.84 | 148.2 | 2.2 | 5.88 | 224.3 | 3.5 | 6.18 |
| Total Interest-Bearing Liabilities | 8,530.9 | 21.8 | 1.02 | 8,024.7 | 25.9 | 1.30 | 7,414.7 | 31.5 | 1.70 |
| Net Interest Income | | | | | | | | | |
| Interest Rate Spread | | | 3.50% | | | 3.47% | | | 4.01% |
| Net Interest Margin | | | 3.73% | | | 3.76% | | | 4.41% |
| Noninterest-Bearing Demand Deposits | 1,946.9 | | | 1,829.0 | | | 1,889.2 | | |
| Other Liabilities | 417.7 | | | 424.4 | | | 418.1 | | |
| Shareholders' Equity | 858.1 | | | 818.2 | | | 782.4 | | |
| Total Liabilities and Shareholders' Equity | \$ 11,753.6 | | | \$ 11,096.3 | | | \$ 10,504.4 | | |

(1) Certain prior period information has been reclassified to conform to current presentation.

(2) Non-performing loans and leases are included in the respective average loan and lease balances. Income, if any, on such loans and leases is recognized on a cash basis.

(3) Comprised of other consumer revolving credit, installment, and consumer lease financing.

(4) Interest income includes taxable equivalent basis adjustments, based upon a federal statutory tax rate of 35%, of \$331,000, \$226,000, and \$239,000 for the three months ended June 30, 2009, March 31, 2009, and June 30, 2008, respectively.

Bank of Hawaii Corporation and Subsidiaries
Average Balances and Interest Rates - Taxable Equivalent Basis (Unaudited)

Table 6b

| (dollars in millions) | Six Months Ended June 30, 2009 | | | Six Months Ended June 30, 2008 (1) | | |
|---|-----------------------------------|--------------------|----------------|---------------------------------------|--------------------|----------------|
| | Average Balance | Income/ Expense | Yield/ Rate | Average Balance | Income/ Expense | Yield/ Rate |
| Earning Assets | | | | | | |
| Interest-Bearing Deposits | \$ 5.0 | \$ — | 0.59% | \$ 30.2 | \$ 0.4 | 2.62% |
| Funds Sold | 872.8 | 1.1 | 0.25 | 110.1 | 1.4 | 2.54 |
| Investment Securities | | | | | | |
| Trading | 24.3 | 0.6 | 4.90 | 96.7 | 2.4 | 4.90 |
| Available-for-Sale | 3,148.3 | 71.0 | 4.51 | 2,640.8 | 70.0 | 5.31 |
| Held-to-Maturity | 227.4 | 4.9 | 4.34 | 277.5 | 6.3 | 4.52 |
| Loans Held for Sale | 23.0 | 0.5 | 4.30 | 9.9 | 0.3 | 5.59 |
| Loans and Leases (2) | | | | | | |
| Commercial and Industrial | 1,007.6 | 20.3 | 4.06 | 1,062.9 | 30.9 | 5.84 |
| Commercial Mortgage | 747.3 | 19.5 | 5.27 | 656.0 | 20.5 | 6.30 |
| Construction | 149.3 | 3.1 | 4.12 | 188.5 | 5.9 | 6.27 |
| Commercial Lease Financing | 456.5 | 7.2 | 3.14 | 474.2 | 8.1 | 3.43 |
| Residential Mortgage | 2,398.0 | 71.0 | 5.92 | 2,495.4 | 76.2 | 6.11 |
| Home Equity | 1,013.9 | 25.6 | 5.10 | 988.6 | 30.7 | 6.23 |
| Automobile | 340.8 | 13.4 | 7.95 | 430.9 | 17.5 | 8.17 |
| Other (3) | 238.5 | 9.3 | 7.88 | 263.3 | 12.3 | 9.43 |
| Total Loans and Leases | 6,351.9 | 169.4 | 5.36 | 6,559.8 | 202.1 | 6.18 |
| Other | 79.7 | 0.6 | 1.39 | 79.5 | 0.9 | 2.30 |
| Total Earning Assets (4) | 10,732.4 | 248.1 | 4.64 | 9,804.5 | 283.8 | 5.80 |
| Cash and Noninterest-Bearing Deposits | 223.6 | | | 283.5 | | |
| Other Assets | 470.8 | | | 486.2 | | |
| Total Assets | \$ 11,426.8 | | | \$ 10,574.2 | | |
| Interest-Bearing Liabilities | | | | | | |
| Interest-Bearing Deposits | | | | | | |
| Demand | \$ 1,898.2 | 0.6 | 0.07 | \$ 1,556.1 | 3.4 | 0.44 |
| Savings | 3,786.4 | 16.0 | 0.85 | 2,808.2 | 15.8 | 1.13 |
| Time | 1,415.2 | 14.9 | 2.12 | 1,696.9 | 28.5 | 3.38 |
| Total Interest-Bearing Deposits | 7,099.8 | 31.5 | 0.89 | 6,061.2 | 47.7 | 1.58 |
| Short-Term Borrowings | 17.6 | — | 0.11 | 70.4 | 1.0 | 2.67 |
| Securities Sold Under Agreements to Repurchase | 1,052.4 | 13.1 | 2.48 | 1,112.2 | 18.1 | 3.24 |
| Long-Term Debt | 109.4 | 3.0 | 5.56 | 232.0 | 7.2 | 6.22 |
| Total Interest-Bearing Liabilities | 8,279.2 | 47.6 | 1.16 | 7,475.8 | 74.0 | 1.98 |
| Net Interest Income | | \$ 200.5 | | | \$ 209.8 | |
| Interest Rate Spread | | | 3.48% | | | 3.82% |
| Net Interest Margin | | | 3.75% | | | 4.29% |
| Noninterest-Bearing Demand Deposits | 1,888.3 | | | 1,894.2 | | |
| Other Liabilities | 421.0 | | | 427.9 | | |
| Shareholders' Equity | 838.3 | | | 776.3 | | |
| Total Liabilities and Shareholders' Equity | \$ 11,426.8 | | | \$ 10,574.2 | | |

- (1) Certain prior period information has been reclassified to conform to current presentation.
- (2) Non-performing loans and leases are included in the respective average loan and lease balances. Income, if any, on such loans and leases is recognized on a cash basis.
- (3) Comprised of other consumer revolving credit, installment, and consumer lease financing.
- (4) Interest income includes taxable equivalent basis adjustments, based upon a federal statutory tax rate of 35%, of \$557,000 and \$477,000 for the six months ended June 30, 2009 and 2008, respectively.

Bank of Hawaii Corporation and Subsidiaries
 Analysis of Change in Net Interest Income - Taxable Equivalent Basis (Unaudited)

Table 7a

| (dollars in millions) | Three Months Ended June 30, 2009 Compared to March 31, 2009 | | | |
|--|--|-----------------|---------------|---------------|
| | Volume (1) | Rate (1) | Time (1) | Total |
| Change in Interest Income: | | | | |
| Funds Sold | \$ (0.1) | \$ — | \$ — | \$ (0.1) |
| Investment Securities | | | | |
| Trading | (0.3) | (0.3) | — | (0.6) |
| Available-for-Sale | 11.2 | (5.5) | 0.3 | 6.0 |
| Held-to-Maturity | (0.2) | (0.1) | 0.1 | (0.2) |
| Loans and Leases | | | | |
| Commercial and Industrial | (0.4) | (0.2) | 0.1 | (0.5) |
| Commercial Mortgage | 0.4 | (0.2) | 0.1 | 0.3 |
| Construction | (0.1) | — | — | (0.1) |
| Commercial Lease Financing | (0.1) | (0.1) | — | (0.2) |
| Residential Mortgage | (1.5) | (0.6) | 0.4 | (1.7) |
| Home Equity | (0.3) | (0.1) | — | (0.4) |
| Automobile | (0.6) | — | 0.1 | (0.5) |
| Other (2) | (0.2) | — | — | (0.2) |
| Total Loans and Leases | (2.8) | (1.2) | 0.7 | (3.3) |
| Total Change in Interest Income | 7.8 | (7.1) | 1.1 | 1.8 |
| Change in Interest Expense: | | | | |
| Interest-Bearing Deposits | | | | |
| Savings | 1.1 | (1.6) | 0.1 | (0.4) |
| Time | (0.9) | (1.3) | 0.1 | (2.1) |
| Total Interest-Bearing Deposits | 0.2 | (2.9) | 0.2 | (2.5) |
| Securities Sold Under Agreements to Repurchase | 1.4 | (1.7) | 0.1 | (0.2) |
| Long-Term Debt | (1.0) | (0.4) | — | (1.4) |
| Total Change in Interest Expense | 0.6 | (5.0) | 0.3 | (4.1) |
| Change in Net Interest Income | \$ 7.2 | \$ (2.1) | \$ 0.8 | \$ 5.9 |

- (1) The changes for each category of interest income and expense are allocated between the portion of changes attributable to the variance in volume, rate, and time for that category.
- (2) Comprised of other consumer revolving credit, installment, and consumer lease financing.

Bank of Hawaii Corporation and Subsidiaries
Analysis of Change in Net Interest Income - Taxable Equivalent Basis (Unaudited)

Table 7b

| (dollars in millions) | Three Months Ended June 30, 2009 Compared to June 30, 2008 | | |
|--|---|------------------|-----------------|
| | Volume (1) | Rate (1) | Total |
| Change in Interest Income: | | | |
| Interest-Bearing Deposits | \$ (0.1) | \$ (0.1) | \$ (0.2) |
| Funds Sold | 0.8 | (0.7) | 0.1 |
| Investment Securities | | | |
| Trading | (0.6) | (0.6) | (1.2) |
| Available-for-Sale | 11.7 | (8.8) | 2.9 |
| Held-to-Maturity | (0.6) | (0.1) | (0.7) |
| Loans Held for Sale | 0.2 | (0.1) | 0.1 |
| Loans and Leases | | | |
| Commercial and Industrial | (0.9) | (3.5) | (4.4) |
| Commercial Mortgage | 1.4 | (1.6) | (0.2) |
| Construction | (0.4) | (0.6) | (1.0) |
| Commercial Lease Financing | (0.2) | (0.4) | (0.6) |
| Residential Mortgage | (2.0) | (1.4) | (3.4) |
| Home Equity | 0.2 | (1.9) | (1.7) |
| Automobile | (1.9) | (0.2) | (2.1) |
| Other (2) | (0.6) | (0.7) | (1.3) |
| Total Loans and Leases | (4.4) | (10.3) | (14.7) |
| Other | — | (0.2) | (0.2) |
| Total Change in Interest Income | 7.0 | (20.9) | (13.9) |
| Change in Interest Expense: | | | |
| Interest-Bearing Deposits | | | |
| Demand | 0.2 | (1.1) | (0.9) |
| Savings | 2.4 | (1.1) | 1.3 |
| Time | (2.1) | (4.0) | (6.1) |
| Total Interest-Bearing Deposits | 0.5 | (6.2) | (5.7) |
| Short-Term Borrowings | (0.1) | (0.2) | (0.3) |
| Securities Sold Under Agreements to Repurchase | 0.7 | (1.7) | (1.0) |
| Long-Term Debt | (2.0) | (0.7) | (2.7) |
| Total Change in Interest Expense | (0.9) | (8.8) | (9.7) |
| Change in Net Interest Income | \$ 7.9 | \$ (12.1) | \$ (4.2) |

- (1) The changes for each category of interest income and expense are allocated between the portion of changes attributable to the variance in volume and rate for that category.
- (2) Comprised of other consumer revolving credit, installment, and consumer lease financing.

Bank of Hawaii Corporation and Subsidiaries
Analysis of Change in Net Interest Income - Taxable Equivalent Basis (Unaudited)

Table 7c

| (dollars in millions) | Six Months Ended June 30, 2009 Compared to June 30, 2008 | | |
|--|---|------------------|-----------------|
| | Volume (1) | Rate (1) | Total |
| Change in Interest Income: | | | |
| Interest-Bearing Deposits | \$ (0.2) | \$ (0.2) | \$ (0.4) |
| Funds Sold | 2.0 | (2.3) | (0.3) |
| Investment Securities | | | |
| Trading | (1.8) | — | (1.8) |
| Available-for-Sale | 12.4 | (11.4) | 1.0 |
| Held-to-Maturity | (1.1) | (0.3) | (1.4) |
| Loans Held for Sale | 0.3 | (0.1) | 0.2 |
| Loans and Leases | | | |
| Commercial and Industrial | (1.5) | (9.1) | (10.6) |
| Commercial Mortgage | 2.6 | (3.6) | (1.0) |
| Construction | (1.0) | (1.8) | (2.8) |
| Commercial Lease Financing | (0.3) | (0.6) | (0.9) |
| Residential Mortgage | (2.9) | (2.3) | (5.2) |
| Home Equity | 0.7 | (5.8) | (5.1) |
| Automobile | (3.6) | (0.5) | (4.1) |
| Other (2) | (1.1) | (1.9) | (3.0) |
| Total Loans and Leases | (7.1) | (25.6) | (32.7) |
| Other | — | (0.3) | (0.3) |
| Total Change in Interest Income | 4.5 | (40.2) | (35.7) |
| Change in Interest Expense: | | | |
| Interest-Bearing Deposits | | | |
| Demand | 0.6 | (3.4) | (2.8) |
| Savings | 4.7 | (4.5) | 0.2 |
| Time | (4.2) | (9.4) | (13.6) |
| Total Interest-Bearing Deposits | 1.1 | (17.3) | (16.2) |
| Short-Term Borrowings | (0.4) | (0.6) | (1.0) |
| Securities Sold Under Agreements to Repurchase | (0.9) | (4.1) | (5.0) |
| Long-Term Debt | (3.5) | (0.7) | (4.2) |
| Total Change in Interest Expense | (3.7) | (22.7) | (26.4) |
| Change in Net Interest Income | \$ 8.2 | \$ (17.5) | \$ (9.3) |

- (1) The changes for each category of interest income and expense are allocated between the portion of changes attributable to the variance in volume and rate for that category.
- (2) Comprised of other consumer revolving credit, installment, and consumer lease financing.

Bank of Hawaii Corporation and Subsidiaries
Salaries and Benefits (Unaudited)

Table 8

| (dollars in thousands) | Three Months Ended | | | Six Months Ended | |
|--|--------------------|------------------|------------------|------------------|-------------------|
| | June 30, | March 31, | June 30, | June 30, | |
| | 2009 | 2009 | 2008 | 2009 | 2008 |
| Salaries | \$ 30,732 | \$ 29,845 | \$ 30,019 | \$ 60,577 | \$ 58,922 |
| Incentive Compensation | 3,407 | 3,292 | 4,122 | 6,699 | 10,389 |
| Share-Based Compensation and Cash Grants for the | | | | | |
| Purchase of Company Stock | 604 | 787 | 1,124 | 1,391 | 7,412 |
| Commission Expense | 1,750 | 2,255 | 1,992 | 4,005 | 3,865 |
| Retirement and Other Benefits | 3,804 | 4,619 | 3,499 | 8,423 | 8,725 |
| Payroll Taxes | 2,344 | 3,500 | 2,491 | 5,844 | 5,905 |
| Medical, Dental, and Life Insurance | 1,236 | 2,664 | 2,470 | 3,900 | 4,969 |
| Separation Expense | 303 | 66 | 267 | 369 | 1,270 |
| Total Salaries and Benefits | <u>\$ 44,180</u> | <u>\$ 47,028</u> | <u>\$ 45,984</u> | <u>\$ 91,208</u> | <u>\$ 101,457</u> |

Bank of Hawaii Corporation and Subsidiaries
Loan and Lease Portfolio Balances (Unaudited)

Table 9

| (dollars in thousands) | June 30, 2009 | March 31, 2009 | December 31, 2008 | September 30, 2008 (1) | June 30, 2008 (1) |
|-------------------------------|---------------------|---------------------|----------------------|---------------------------|----------------------|
| Commercial | | | | | |
| Commercial and Industrial | \$ 932,444 | \$ 1,000,640 | \$ 1,053,781 | \$ 1,077,314 | \$ 1,052,319 |
| Commercial Mortgage | 788,226 | 726,193 | 740,779 | 708,961 | 680,784 |
| Construction | 140,455 | 153,754 | 153,952 | 153,364 | 168,678 |
| Lease Financing | 468,030 | 454,822 | 468,140 | 467,279 | 471,443 |
| Total Commercial | <u>2,329,155</u> | <u>2,335,409</u> | <u>2,416,652</u> | <u>2,406,918</u> | <u>2,373,224</u> |
| Consumer | | | | | |
| Residential Mortgage | 2,309,971 | 2,402,061 | 2,461,824 | 2,478,925 | 2,485,558 |
| Home Equity | 977,632 | 1,016,381 | 1,033,221 | 1,004,437 | 989,683 |
| Automobile | 309,877 | 343,642 | 369,789 | 395,015 | 413,338 |
| Other (2) | 223,276 | 241,233 | 248,747 | 254,163 | 256,325 |
| Total Consumer | <u>3,820,756</u> | <u>4,003,317</u> | <u>4,113,581</u> | <u>4,132,540</u> | <u>4,144,904</u> |
| Total Loans and Leases | <u>\$ 6,149,911</u> | <u>\$ 6,338,726</u> | <u>\$ 6,530,233</u> | <u>\$ 6,539,458</u> | <u>\$ 6,518,128</u> |

Air Transportation Credit Exposure (3) (Unaudited)

| (dollars in thousands) | June 30, 2009 | March 31, 2009 | December 31, 2008 | September 30, 2008 | June 30, 2008 |
|--|------------------|-------------------|----------------------|-----------------------|------------------|
| Passenger Carriers Based In the United States | \$ 56,774 | \$ 56,876 | \$ 60,189 | \$ 60,260 | \$ 60,603 |
| Passenger Carriers Based Outside the United States | 5,374 | 5,433 | 5,672 | 5,809 | 7,161 |
| Cargo Carriers | — | 13,994 | 13,831 | 13,689 | 13,568 |
| Total Air Transportation Credit Exposure | <u>\$ 62,148</u> | <u>\$ 76,303</u> | <u>\$ 79,692</u> | <u>\$ 79,758</u> | <u>\$ 81,332</u> |

Deposits (Unaudited)

| (dollars in thousands) | June 30, 2009 | March 31, 2009 | December 31, 2008 | September 30, 2008 | June 30, 2008 |
|------------------------|---------------------|---------------------|----------------------|-----------------------|---------------------|
| Consumer | 4,747,612 | 4,702,494 | 4,593,248 | 4,460,965 | 4,463,632 |
| Commercial | 3,828,521 | 3,645,842 | 3,221,668 | 2,835,699 | 3,013,234 |
| Public and Other | 443,528 | 864,455 | 477,182 | 361,820 | 427,124 |
| Total Deposits | <u>\$ 9,019,661</u> | <u>\$ 9,212,791</u> | <u>\$ 8,292,098</u> | <u>\$ 7,658,484</u> | <u>\$ 7,903,990</u> |

- (1) Certain prior period information has been reclassified to conform to current presentation.
(2) Comprised of other revolving credit, installment, and lease financing.
(3) Exposure includes leveraged leases and a direct financing lease.

Bank of Hawaii Corporation and Subsidiaries
Non-Performing Assets and Accruing Loans and Leases Past Due 90 Days or More (Unaudited)

Table 10

| (dollars in thousands) | June 30, 2009 | March 31, 2009 | December 31, 2008 | September 30, 2008 | June 30, 2008 |
|---|---------------------|---------------------|----------------------|-----------------------|---------------------|
| Non-Performing Assets | | | | | |
| Non-Accrual Loans and Leases (1) | | | | | |
| Commercial | | | | | |
| Commercial and Industrial | \$ 10,511 | \$ 21,839 | \$ 3,869 | \$ 574 | \$ 1,119 |
| Commercial Mortgage | 1,219 | — | — | — | — |
| Construction | 6,548 | 5,001 | 5,001 | — | — |
| Lease Financing | 956 | 910 | 133 | 149 | 329 |
| Total Commercial | 19,234 | 27,750 | 9,003 | 723 | 1,448 |
| Consumer | | | | | |
| Residential Mortgage | 16,265 | 9,230 | 3,904 | 3,749 | 3,784 |
| Home Equity | 2,567 | 1,620 | 1,614 | 1,162 | 1,189 |
| Other (2) | 550 | 1,383 | — | — | 30 |
| Total Consumer | 19,382 | 12,233 | 5,518 | 4,911 | 5,003 |
| Total Non-Accrual Loans and Leases | 38,616 | 39,983 | 14,521 | 5,634 | 6,451 |
| Foreclosed Real Estate | 438 | 346 | 428 | 293 | 229 |
| Total Non-Performing Assets | \$ 39,054 | \$ 40,329 | \$ 14,949 | \$ 5,927 | \$ 6,680 |
| Accruing Loans and Leases Past Due 90 Days or More | | | | | |
| (1) | | | | | |
| Commercial | | | | | |
| Commercial and Industrial | \$ 13 | \$ — | \$ 6,785 | \$ — | \$ — |
| Lease Financing | — | 257 | 268 | — | — |
| Total Commercial | 13 | 257 | 7,053 | — | — |
| Consumer | | | | | |
| Residential Mortgage | 4,657 | 4,794 | 4,192 | 3,455 | 2,601 |
| Home Equity | 2,879 | 1,720 | 1,077 | 296 | 201 |
| Automobile | 769 | 776 | 743 | 758 | 625 |
| Other (2) | 1,270 | 1,100 | 1,134 | 926 | 756 |
| Total Consumer | 9,575 | 8,390 | 7,146 | 5,435 | 4,183 |
| Total Accruing Loans and Leases Past Due 90 Days or More | \$ 9,588 | \$ 8,647 | \$ 14,199 | \$ 5,435 | \$ 4,183 |
| Total Loans and Leases | \$ 6,149,911 | \$ 6,338,726 | \$ 6,530,233 | \$ 6,539,458 | \$ 6,518,128 |
| Ratio of Non-Accrual Loans and Leases to Total Loans and Leases | 0.63% | 0.63% | 0.22% | 0.09% | 0.10% |
| Ratio of Non-Performing Assets to Total Loans and Leases and Foreclosed Real Estate | 0.63% | 0.64% | 0.23% | 0.09% | 0.10% |
| Ratio of Commercial Non-Performing Assets to Total Commercial Loans and Leases | 0.83% | 1.19% | 0.37% | 0.03% | 0.06% |
| Ratio of Consumer Non-Performing Assets to Total Consumer Loans and Leases and Foreclosed Real Estate | 0.52% | 0.31% | 0.14% | 0.13% | 0.13% |
| Ratio of Non-Performing Assets and Accruing Loans and Leases Past Due 90 Days or More to Total Loans and Leases | 0.79% | 0.77% | 0.45% | 0.17% | 0.17% |
| Quarter to Quarter Changes in Non-Performing Assets | | | | | |
| Balance at Beginning of Quarter | \$ 40,329 | \$ 14,949 | \$ 5,927 | \$ 6,680 | \$ 6,045 |
| Additions | 22,459 | 29,164 | 15,464 | 1,355 | 2,900 |
| Reductions | | | | | |
| Payments | (15,593) | (874) | (2,440) | (955) | (630) |
| Return to Accrual Status | (230) | (768) | (1,468) | (756) | (943) |
| Sales of Foreclosed Real Estate | — | (82) | — | — | — |
| Charge-offs/Write-downs | (7,911) | (2,060) | (2,534) | (397) | (692) |
| Total Reductions | (23,734) | (3,784) | (6,442) | (2,108) | (2,265) |
| Balance at End of Quarter | \$ 39,054 | \$ 40,329 | \$ 14,949 | \$ 5,927 | \$ 6,680 |

(1) As of June 30, 2009, troubled debt restructurings which were not included in non-accrual loans and accruing loans past due 90 days or more were \$2.3 million.

(2) Comprised of other revolving credit, installment, and lease financing.



Bank of Hawaii Corporation and Subsidiaries
Reserve for Credit Losses (Unaudited)

Table 11

| (dollars in thousands) | Three Months Ended | | | Six Months Ended | |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|
| | June 30, 2009 | March 31, 2009 | June 30, 2008 | June 30, | |
| | | | | 2009 | 2008 |
| Balance at Beginning of Period | \$ 139,835 | \$ 128,667 | \$ 105,167 | \$ 128,667 | \$ 96,167 |
| Loans and Leases Charged-Off | | | | | |
| Commercial | | | | | |
| Commercial and Industrial | (12,249) | (6,464) | (1,396) | (18,713) | (2,785) |
| Lease Financing | (4,473) | (20) | (142) | (4,493) | (276) |
| Consumer | | | | | |
| Residential Mortgage | (1,814) | (827) | (133) | (2,641) | (133) |
| Home Equity | (3,303) | (2,316) | (473) | (5,619) | (1,279) |
| Automobile | (2,121) | (2,982) | (2,187) | (5,103) | (5,102) |
| Other (1) | (3,643) | (3,577) | (1,954) | (7,220) | (4,757) |
| Total Loans and Leases Charged-Off | (27,603) | (16,186) | (6,285) | (43,789) | (14,332) |
| Recoveries on Loans and Leases Previously Charged-Off | | | | | |
| Commercial | | | | | |
| Commercial and Industrial | 228 | 542 | 201 | 770 | 1,187 |
| Lease Financing | 30 | 2 | 2 | 32 | 5 |
| Consumer | | | | | |
| Residential Mortgage | 126 | 145 | 17 | 271 | 95 |
| Home Equity | 76 | 96 | 26 | 172 | 47 |
| Automobile | 735 | 727 | 700 | 1,462 | 1,496 |
| Other (1) | 718 | 705 | 667 | 1,423 | 1,403 |
| Total Recoveries on Loans and Leases Previously Charged-Off | 1,913 | 2,217 | 1,613 | 4,130 | 4,233 |
| Net Loans and Leases Charged-Off | (25,690) | (13,969) | (4,672) | (39,659) | (10,099) |
| Provision for Credit Losses | 28,690 | 24,887 | 7,172 | 53,577 | 21,599 |
| Provision for Unfunded Commitments | — | 250 | — | 250 | — |
| Balance at End of Period (2) | \$ 142,835 | \$ 139,835 | \$ 107,667 | \$ 142,835 | \$ 107,667 |
| Components | | | | | |
| Allowance for Loan and Lease Losses | \$ 137,416 | \$ 134,416 | \$ 102,498 | \$ 137,416 | \$ 102,498 |
| Reserve for Unfunded Commitments | 5,419 | 5,419 | 5,169 | 5,419 | 5,169 |
| Total Reserve for Credit Losses | \$ 142,835 | \$ 139,835 | \$ 107,667 | \$ 142,835 | \$ 107,667 |
| Average Loans and Leases Outstanding | \$ 6,258,403 | \$ 6,446,513 | \$ 6,531,587 | \$ 6,351,938 | \$ 6,559,753 |
| Ratio of Net Loans and Leases Charged-Off to Average Loans and Leases Outstanding (annualized) | 1.65% | 0.88% | 0.29% | 1.26% | 0.31% |
| Ratio of Allowance for Loan and Lease Losses to Loans and Leases Outstanding | 2.23% | 2.12% | 1.57% | 2.23% | 1.57% |

(1) Comprised of other revolving credit, installment, and lease financing.

(2) Included in this analysis is activity related to the Company's reserve for unfunded commitments, which is separately recorded in other liabilities in the Consolidated Statements of Condition (Unaudited).

Bank of Hawaii Corporation and Subsidiaries
Business Segments Selected Financial Information (Unaudited)

Table 12a

| (dollars in thousands) | Retail Banking | Commercial Banking | Investment Services | Treasury and Other | Consolidated Total |
|---|---------------------|-----------------------|------------------------|-----------------------|-----------------------|
| Three Months Ended June 30, 2009 | | | | | |
| Net Interest Income | \$ 53,631 | \$ 43,376 | \$ 4,326 | \$ 1,518 | \$ 102,851 |
| Provision for Credit Losses | 11,465 | 16,480 | 746 | (1) | 28,690 |
| Net Interest Income After Provision for Credit Losses | 42,166 | 26,896 | 3,580 | 1,519 | 74,161 |
| Noninterest Income | 25,169 | 16,774 | 14,615 | 3,274 | 59,832 |
| Noninterest Expense | (42,587) | (29,119) | (15,797) | (2,081) | (89,584) |
| Income Before Provision for Income Taxes | 24,748 | 14,551 | 2,398 | 2,712 | 44,409 |
| Provision for Income Taxes | (9,170) | (5,205) | (887) | 1,859 | (13,403) |
| Net Income | \$ 15,578 | \$ 9,346 | \$ 1,511 | \$ 4,571 | \$ 31,006 |
| Total Assets as of June 30, 2009 | \$ 3,299,113 | \$ 2,939,637 | \$ 267,546 | \$ 5,688,399 | \$ 12,194,695 |
| Three Months Ended June 30, 2008 (1) | | | | | |
| Net Interest Income | \$ 59,529 | \$ 43,285 | \$ 3,938 | \$ 416 | \$ 107,168 |
| Provision for Credit Losses | 2,571 | 4,652 | (1) | (50) | 7,172 |
| Net Interest Income After Provision for Credit Losses | 56,958 | 38,633 | 3,939 | 466 | 99,996 |
| Noninterest Income | 23,644 | 13,623 | 19,019 | 4,253 | 60,539 |
| Noninterest Expense | (40,380) | (26,195) | (16,363) | (924) | (83,862) |
| Income Before Provision for Income Taxes | 40,222 | 26,061 | 6,595 | 3,795 | 76,673 |
| Provision for Income Taxes | (14,882) | (9,655) | (2,440) | (1,414) | (28,391) |
| Net Income | \$ 25,340 | \$ 16,406 | \$ 4,155 | \$ 2,381 | \$ 48,282 |
| Total Assets as of June 30, 2008 (1) | \$ 3,638,301 | \$ 3,008,887 | \$ 242,443 | \$ 3,481,518 | \$ 10,371,149 |

(1) Certain prior period information has been reclassified to conform to current presentation.

Bank of Hawaii Corporation and Subsidiaries
Business Segments Selected Financial Information (Unaudited)

Table 12b

| (dollars in thousands) | Retail Banking | Commercial Banking | Investment Services | Treasury and Other | Consolidated Total |
|--|---------------------|-----------------------|------------------------|-----------------------|-----------------------|
| Six Months Ended June 30, 2009 | | | | | |
| Net Interest Income (Loss) | \$ 107,021 | \$ 84,966 | \$ 8,318 | \$ (392) | \$ 199,913 |
| Provision for Credit Losses | 25,981 | 26,291 | 1,550 | (245) | 53,577 |
| Net Interest Income (Loss) After Provision for Credit Losses | 81,040 | 58,675 | 6,768 | (147) | 146,336 |
| Noninterest Income | 53,444 | 40,891 | 29,060 | 6,802 | 130,197 |
| Noninterest Expense | (84,895) | (56,656) | (32,357) | (3,609) | (177,517) |
| Income Before Provision for Income Taxes | 49,589 | 42,910 | 3,471 | 3,046 | 99,016 |
| Provision for Income Taxes | (18,360) | (15,676) | (1,284) | 3,350 | (31,970) |
| Net Income | \$ 31,229 | \$ 27,234 | \$ 2,187 | \$ 6,396 | \$ 67,046 |
| Total Assets as of June 30, 2009 | \$ 3,299,113 | \$ 2,939,637 | \$ 267,546 | \$ 5,688,399 | \$ 12,194,695 |
| Six Months Ended June 30, 2008 (1) | | | | | |
| Net Interest Income (Loss) | \$ 117,922 | \$ 86,144 | \$ 7,808 | \$ (2,526) | \$ 209,348 |
| Provision for Credit Losses | 10,523 | 11,878 | (1) | (801) | 21,599 |
| Net Interest Income (Loss) After Provision for Credit Losses | 107,399 | 74,266 | 7,809 | (1,725) | 187,749 |
| Noninterest Income | 48,491 | 39,570 | 37,280 | 21,323 | 146,664 |
| Noninterest Expense | (80,997) | (53,721) | (33,226) | (9,350) | (177,294) |
| Income Before Provision for Income Taxes | 74,893 | 60,115 | 11,863 | 10,248 | 157,119 |
| Provision for Income Taxes | (27,710) | (22,295) | (4,389) | 2,772 | (51,622) |
| Net Income | \$ 47,183 | \$ 37,820 | \$ 7,474 | \$ 13,020 | \$ 105,497 |
| Total Assets as of June 30, 2008 (1) | \$ 3,638,301 | \$ 3,008,887 | \$ 242,443 | \$ 3,481,518 | \$ 10,371,149 |

(1) Certain prior period information has been reclassified to conform to current presentation.

Bank of Hawaii Corporation and Subsidiaries
Selected Quarterly Financial Data (Unaudited)

Table 13

| (dollars in thousands, except per share amounts) | Three Months Ended | | | | |
|--|--------------------|-------------------|--------------------------|---------------------------|----------------------|
| | June 30, 2009 | March 31, 2009 | December 31, 2008 (1) | September 30, 2008 (1) | June 30, 2008 (1) |
| Quarterly Operating Results | | | | | |
| Interest Income | | | | | |
| Interest and Fees on Loans and Leases | \$ 83,342 | \$ 86,592 | \$ 95,598 | \$ 92,744 | \$ 97,959 |
| Income on Investment Securities | | | | | |
| Trading | — | 594 | 1,152 | 1,174 | 1,209 |
| Available-for-Sale | 38,155 | 32,301 | 34,352 | 35,152 | 35,321 |
| Held-to-Maturity | 2,369 | 2,567 | 2,735 | 2,870 | 3,033 |
| Deposits | 5 | 10 | 25 | 33 | 204 |
| Funds Sold | 526 | 577 | 48 | 141 | 420 |
| Other | 276 | 276 | 276 | 490 | 489 |
| Total Interest Income | 124,673 | 122,917 | 134,186 | 132,604 | 138,635 |
| Interest Expense | | | | | |
| Deposits | 14,481 | 17,025 | 16,960 | 17,736 | 20,238 |
| Securities Sold Under Agreements to Repurchase | 6,477 | 6,652 | 7,984 | 7,675 | 7,488 |
| Funds Purchased | 5 | 5 | 175 | 507 | 270 |
| Short-Term Borrowings | — | — | 103 | 13 | 12 |
| Long-Term Debt | 859 | 2,173 | 3,110 | 3,098 | 3,459 |
| Total Interest Expense | 21,822 | 25,855 | 28,332 | 29,029 | 31,467 |
| Net Interest Income | 102,851 | 97,062 | 105,854 | 103,575 | 107,168 |
| Provision for Credit Losses | 28,690 | 24,887 | 18,558 | 20,358 | 7,172 |
| Net Interest Income After Provision for Credit Losses | 74,161 | 72,175 | 87,296 | 83,217 | 99,996 |
| Noninterest Income | | | | | |
| Trust and Asset Management | 11,881 | 11,632 | 12,275 | 14,193 | 15,460 |
| Mortgage Banking | 5,443 | 8,678 | 508 | 621 | 2,738 |
| Service Charges on Deposit Accounts | 12,910 | 13,386 | 13,306 | 13,045 | 12,411 |
| Fees, Exchange, and Other Service Charges | 15,410 | 14,976 | 14,897 | 15,604 | 16,103 |
| Investment Securities Gains, Net | 12 | 56 | 86 | 159 | 157 |
| Insurance | 4,744 | 5,641 | 5,953 | 5,902 | 5,590 |
| Other | 9,432 | 15,996 | 7,438 | 7,462 | 8,080 |
| Total Noninterest Income | 59,832 | 70,365 | 54,463 | 56,986 | 60,539 |
| Noninterest Expense | | | | | |
| Salaries and Benefits | 44,180 | 47,028 | 43,737 | 46,764 | 45,984 |
| Net Occupancy | 10,008 | 10,328 | 11,548 | 11,795 | 11,343 |
| Net Equipment | 4,502 | 4,316 | 4,573 | 4,775 | 4,474 |
| Professional Fees | 4,005 | 2,549 | 3,040 | 3,270 | 2,588 |
| FDIC Insurance | 8,987 | 1,814 | 693 | 321 | 247 |
| Other | 17,902 | 21,898 | 19,099 | 19,865 | 19,226 |
| Total Noninterest Expense | 89,584 | 87,933 | 82,690 | 86,790 | 83,862 |
| Income Before Provision for Income Taxes | 44,409 | 54,607 | 59,069 | 53,413 | 76,673 |
| Provision for Income Taxes | 13,403 | 18,567 | 19,762 | 6,004 | 28,391 |
| Net Income | \$ 31,006 | \$ 36,040 | \$ 39,307 | \$ 47,409 | \$ 48,282 |
| Basic Earnings Per Share | | | | | |
| Basic Earnings Per Share | \$ 0.65 | \$ 0.76 | \$ 0.83 | \$ 1.00 | \$ 1.01 |
| Diluted Earnings Per Share | | | | | |
| Diluted Earnings Per Share | \$ 0.65 | \$ 0.75 | \$ 0.82 | \$ 0.99 | \$ 1.00 |
| Balance Sheet Totals | | | | | |
| Loans and Leases | \$ 6,149,911 | \$ 6,338,726 | \$ 6,530,233 | \$ 6,539,458 | \$ 6,518,128 |
| Total Assets | 12,194,695 | 11,448,128 | 10,763,475 | 10,335,047 | 10,371,149 |
| Total Deposits | 9,019,661 | 9,212,791 | 8,292,098 | 7,658,484 | 7,903,990 |
| Total Shareholders' Equity | 845,885 | 833,935 | 790,704 | 780,020 | 767,558 |
| Performance Ratios | | | | | |
| Return on Average Assets | 1.06% | 1.32% | 1.52% | 1.82% | 1.85% |
| Return on Average Shareholders' Equity | 14.49 | 17.86 | 19.56 | 24.17 | 24.82 |
| Efficiency Ratio (2) | 55.07 | 52.52 | 51.58 | 54.05 | 50.01 |
| Net Interest Margin (3) | 3.73 | 3.76 | 4.43 | 4.33 | 4.41 |

(1) Certain prior period information has been reclassified to conform to current presentation.

(2) The efficiency ratio is defined as noninterest expense divided by total revenue (net interest income and noninterest income).

(3) The net interest margin is defined as net interest income, on a fully-taxable equivalent basis, as a percentage of average earning assets.

Bank of Hawaii Corporation and Subsidiaries
Hawaii Economic Trends (Unaudited)

Table 14

| (percentage change) | Five Months Ended | | Year Ended | | | |
|---|-------------------|-----------|--------------|--------------|-------------|--------------|
| | May 31, | | December 31, | | | |
| | 2009 | | 2008 | 2007 | | |
| Hawaii Economic Trends | | | | | | |
| State General Fund Revenues (1) | | (9.9)% | (1.5)% | 3.6% | | |
| General Excise and Use Tax Revenue (2) | | (13.9) | (2.0) | 6.8 | | |
| Jobs (1) | | (3.1) | (0.7) | 1.0 | | |
| | | | | | | |
| (annual percentage, except June) | June 30, | | December 31, | | | |
| | 2009 | | 2008 | 2007 | | |
| Unemployment (3) | | | | | | |
| Statewide, seasonally adjusted | | 7.4% | 4.0% | 2.6% | | |
| Oahu | | 6.9 | 3.5 | 2.5 | | |
| Island of Hawaii | | 11.5 | 5.5 | 3.3 | | |
| Maui | | 9.7 | 4.5 | 2.8 | | |
| Kauai | | 11.1 | 4.4 | 2.5 | | |
| | | | | | | |
| (percentage change, except months of inventory) | June 30, | | December 31, | | | |
| | 2009 | | 2008 | 2007 | | |
| Housing Trends (Single Family Oahu) (4) | | | | | | |
| Median Home Price | | (9.0)% | (3.0)% | 2.1% | | |
| Home Sales Volume (units) | | 9.5 | (24.4) | (10.2) | | |
| Months of Inventory | | 7.6 | 8.0 | 6.0 | | |
| | | | | | | |
| (in thousands) | May 31, | April 30, | March 31, | February 28, | January 31, | December 31, |
| | 2009 | 2009 | 2009 | 2009 | 2009 | 2008 |
| Tourism (1) | | | | | | |
| Monthly Visitor Arrivals, seasonally adjusted | 554.5 | 555.1 | 509.6 | 549.4 | 540.0 | 517.4 |
| Percentage change from previous month | (0.1)% | 8.9% | (7.2)% | 1.7% | 4.4% | (4.1)% |

(1) Source: University of Hawaii Economic Research Organization.

(2) Source: Hawaii Department of Business, Economic Development & Tourism.

(3) Source: University of Hawaii Economic Research Organization, State of Hawaii Department of Labor and Industrial Relations.

(4) Source: Honolulu Board of REALTORS.