

Media Inquiries

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Bank of Hawai'i Corporation Second Quarter 2023 Financial Results

- **Diluted Earnings Per Common Share \$1.12**
- **Net Income \$46.1 Million**
- **Total Deposits Up 0.1% Linked Quarter**
- **Immediately Available Liquidity Increased to \$8.5 Billion**
- **Board of Directors Declares Dividend of \$0.70 Per Common Share**

FOR IMMEDIATE RELEASE

HONOLULU, HI (July 24, 2023) -- Bank of Hawai'i Corporation (NYSE: BOH) today reported diluted earnings per common share of \$1.12 for the second quarter of 2023, compared with diluted earnings per common share of \$1.14 in the previous quarter and \$1.38 in the same quarter of 2022. Net income for the second quarter of 2023 was \$46.1 million, down 1.7% from the previous quarter and down 19.0% from the same quarter of 2022. The return on average common equity for the second quarter of 2023 was 14.95% compared with 15.79% in the previous quarter and 18.19% in the same quarter of 2022.

“Bank of Hawai'i delivered solid financial results in the second quarter of 2023,” said Peter Ho, Chairman, President, and CEO. “Our brand strength, built through 125 years of building lasting and long-standing relationships with the consumers, businesses and municipalities of Hawai'i, helped us deliver yet another quarter of stable deposit performance. Total deposits were up modestly from a quarter ago. We also added additional liquidity to the balance sheet with cash and other immediately available borrowing lines growing to \$8.5 billion at quarter end. Loans grew 0.7% with growth coming from both our consumer and commercial businesses. Credit quality remained pristine with non-performing assets of 0.08% at quarter end and net charge offs of 0.04% in the quarter. CRE loans and office CRE loans were 27.3% and 2.7% of total loans at quarter end with both categories having weighted average LTVs of 56%. Scheduled maturities for CRE loans and office CRE loans total 10% and 3% respectively through 2024. Finally, our capital position improved in the quarter, as measured by CET 1, Tier 1 Capital, Total Capital and Tier 1 Leverage.”

Financial Highlights

Net interest income for the second quarter of 2023 was \$124.3 million, a decrease of 8.5% from the previous quarter and a decrease of 6.4% from the same quarter of 2022. The decrease in net interest income in the second quarter of 2023 was primarily due to higher funding costs, partially offset by higher earning asset yields.

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Net interest margin was 2.22% in the second quarter of 2023, a decrease of 25 basis points from the previous quarter and from the same quarter of 2022. The decrease in net interest margin was due to higher funding costs and increased liquidity, partially offset by higher earning asset yields.

The average yield on loans and leases was 4.19% in the second quarter of 2023, up 16 basis points from the prior quarter and up 98 basis points from the same quarter of 2022. The average yield on total earning assets was 3.56% in the second quarter of 2023, up 14 basis points from the prior quarter and up 96 basis points from the same quarter of 2022. The average cost of interest-bearing deposits was 1.54% in the second quarter of 2023, up 45 basis points from the prior quarter and up 143 basis points from the same quarter of 2022. The average cost of total deposits, including noninterest-bearing deposits, was 1.08%, up 33 basis points from the prior quarter and up 101 basis points from the same quarter of 2022. The changes in yields and rates over the linked quarter and year over year period reflected the higher rate environment, including higher benchmark interest rates.

Noninterest income was \$43.3 million in the second quarter of 2023, an increase of 6.2% from the previous quarter and an increase of 2.6% from the same period in 2022. Noninterest income in the second quarter of 2023 included \$1.5 million from the sale of a low-income housing tax credit investment, while noninterest income in the first quarter of 2023 included a negative adjustment of \$0.6 million related to a change in the Visa Class B conversion ratio. Adjusted noninterest income in the second quarter of 2023 was \$41.7 million, up 1.0% from adjusted noninterest income in the prior quarter and down 1.0% from the same period in 2022.

Noninterest expense was \$104.0 million in the second quarter of 2023, a decrease of 7.0% from the previous quarter and an increase of 1.1% from the same quarter of 2022. Noninterest expense in the first quarter of 2023 included seasonal payroll expenses of approximately \$4.0 million and separation expenses of \$3.1 million. Adjusted for these items in the prior quarter, noninterest expense decreased by 0.8% quarter over quarter.

The effective tax rate for the second quarter of 2023 was 24.57% compared with 25.38% in the previous quarter and 23.80% during the same quarter of 2022. The decrease in the effective tax rate on a linked quarter basis was mainly due to an unfavorable discrete tax item in the first quarter and an increase in benefits from tax credit investments in the current quarter. The year over year increase was primarily due to lower benefits from tax credit investments and benefits from leveraged leases that have since been terminated which were included in the effective tax rate for the second quarter of 2022.

Asset Quality

The Company's overall asset quality remained strong during the second quarter of 2023. Provision for credit losses for the second quarter of 2023 was \$2.5 million compared with \$2.0 million in the previous quarter and a net benefit of \$2.5 million in the same quarter of 2022.

Total non-performing assets were \$11.5 million at June 30, 2023, down \$0.6 million from March 31, 2023 and down \$4.0 million from June 30, 2022. Non-performing assets as a percentage of total loans and leases and foreclosed real estate were 0.08% at the end of the quarter, a decrease of 1 basis point from the end of the prior quarter and a decrease of 4 basis points from the same quarter of 2022.

Net loan and lease charge-offs during the second quarter of 2023 were \$1.4 million or 4 basis points annualized of total average loans and leases outstanding. Net loan and lease charge-offs for the second quarter of 2023 were comprised of charge-offs of \$3.5 million partially offset by recoveries of \$2.1 million. Compared to the prior quarter, net loan and lease charge-offs decreased by \$1.3 million or 4 basis points annualized on total average loans and leases outstanding. Compared to the same quarter of 2022, net loan and lease charge-offs increased by \$0.7 million or 2 basis points annualized on total average loans and leases outstanding.

The allowance for credit losses on loans and leases was \$145.4 million at June 30, 2023, an increase of \$1.8 million from March 31, 2023 and a decrease of \$3.1 million from June 30, 2022. The ratio of the allowance for credit losses to total loans and leases outstanding was 1.04% at the end of the quarter, flat from the end of the prior quarter and down 10 basis points from the end of the same quarter of 2022.

Balance Sheet

Total assets were \$24.9 billion at June 30, 2023, an increase of 4.2% from March 31, 2023 and an increase of 7.4% from June 30, 2022, primarily due to growth in our earning assets.

Total funds sold and cash and due from banks was \$1.7 billion at June 30, 2023, an increase of \$1.1 billion from March 31, 2023 and \$0.8 billion from June 30, 2022 and represented 6.7% of total assets. The growth was due to an increase in short-duration term funding of \$1.3 billion that enhanced on balance sheet liquidity and provides a hedge against rising short-term rates.

The investment securities portfolio was \$7.9 billion at June 30, 2023, a decrease of 3.2% from March 31, 2023 and a decrease of 4.9% from June 30, 2022. These decreases were due to cashflows from the portfolio not being reinvested into securities. The investment portfolio remains largely comprised of securities issued by U.S. government agencies and U.S. government-sponsored enterprises.

Total loans and leases were \$13.9 billion at June 30, 2023, an increase of 0.7% from March 31, 2023 and an increase of 7.4% from June 30, 2022. Total commercial loans were \$5.6 billion at June 30, 2023, an increase of 0.8% from the prior quarter and an increase of 8.9% from the same quarter of 2022. The increase from the same period in 2022 was primarily due to an increase in our commercial mortgage and commercial and industrial portfolios. Total consumer loans were \$8.3 billion as of June 30, 2023, an increase of 0.5% from the prior quarter and 6.5% from the same period in 2022, primarily driven by increases in our residential mortgage and home equity portfolios.

Total deposits were \$20.5 billion at June 30, 2023, an increase of 0.1% from March 31, 2023 and a decrease of 2.5% from June 30, 2022. Noninterest-bearing deposits made up 29% of total deposit balances as of June 30, 2023, down from 31% as of March 31, 2023 and 35% as of June 30, 2022. Average deposits were \$20.0 billion for the second quarter of 2023, down 2.0% from \$20.4 billion in the prior quarter, and down 2.7% from the second quarter of 2022. As of June 30, 2023 insured and collateralized deposits represent 61% of total deposit balances, up from 58% as of March 31, 2023 and 57% as of June 30, 2022.

Capital and Dividends

The Company's capital levels remain well above regulatory well-capitalized minimums.

The Tier 1 Capital Ratio was 12.21% at June 30, 2023 compared with 12.10% at March 31, 2023 and 13.01% at June 30, 2022. The Tier 1 Leverage Ratio was 7.21% at June 30, 2023 compared with 7.19% at March 31, 2023 and 7.29% at June 30, 2022. The increase from the prior quarter was due to an increase in Tier 1 capital as a result of retained earnings growth partially offset by an increase in risk-weighted and average total assets, as a result of loan growth and increased liquidity over the period. The decrease from the same period in 2022 in the Tier 1 Capital Ratio was due to an increase in risk-weighted assets, and the decline in the Tier 1 Leverage Ratio was due to an increase in average total assets, both as a result of increased liquidity and loan growth over the period.

No shares of common stock were repurchased under the share repurchase program in the second quarter of 2023. Total remaining buyback authority under the share repurchase program was \$126.0 million at June 30, 2023.

The Company's Board of Directors declared a quarterly cash dividend of \$0.70 per share on the Company's outstanding common shares. The dividend will be payable on September 15, 2023 to shareholders of record at the close of business on August 31, 2023.

On July 7, 2023, the Board of Directors declared the quarterly dividend payment of \$10.94 per share, equivalent to \$0.2735 per depositary share, on its preferred stock. The depositary shares representing the Series A Preferred Stock are traded on the NYSE under the symbol "BOH.PRA." The dividend will be payable on August 1, 2023 to shareholders of record of the preferred stock as of the close of business on July 17, 2023.

Conference Call Information

The Company will review its second quarter financial results today at 8:00 a.m. Hawaii Time (2:00 p.m. Eastern Time). The live call, including a slide presentation, will be accessible on the investor relations link of Bank of Hawai'i Corporation's website, www.boh.com. The webcast can be accessed via the link: <https://register.vevent.com/register/BIa86de171556d47818c0a5a7106c5f8bd>. A replay of the conference call will be available for one year beginning approximately 11:00 a.m. Hawaii Time on Monday, July 24, 2023. The replay will be accessible via the same link. In addition, the replay will be available on the Company's website, www.boh.com.

Forward-Looking Statements

This news release, and other statements made by the Company in connection with it may contain "forward-looking statements" (as defined in the Private Securities Litigation Reform Act of 1995) that involve risks and uncertainties that could cause results to be materially different from expectations. Forecasts of our financial results and condition, expectations for our operations and business prospects, and our assumptions used in those forecasts and expectations are examples of certain of these forward-looking statements. 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 Hawai'i Corporation's Annual Report on Form 10-K for the year ended December 31, 2022 and its Form 10-Q for the fiscal quarter ended March 31, 2023, which were filed with the U.S. Securities and Exchange Commission. These forward-looking statements are not guarantees of future performance and speak only as of the date made, and, except as required by law, the Company undertakes no obligation to update or revise any forward-looking statements to reflect subsequent events, new information or future circumstances.

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

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Bank of Hawai'i Corporation and Subsidiaries

Financial Highlights

Table 1

	Three Months Ended			Six Months Ended	
	June 30, 2023	March 31, 2023	June 30, 2022	June 30, 2023	June 30, 2022
<i>(dollars in thousands, except per share amounts)</i>					
For the Period:					
Operating Results					
Net Interest Income	\$ 124,348	\$ 135,955	\$ 132,902	\$ 260,303	\$ 258,165
Provision for Credit Losses	2,500	2,000	(2,500)	4,500	(8,000)
Total Noninterest Income	43,255	40,737	42,158	83,992	85,709
Total Noninterest Expense	104,036	111,919	102,939	215,955	206,813
Pre-Provision Net Revenue	63,567	64,773	72,121	128,340	137,061
Net Income	46,061	46,842	56,862	92,903	111,696
Net Income Available to Common Shareholders	44,092	44,873	54,893	88,965	107,758
Basic Earnings Per Common Share	1.12	1.14	1.38	2.27	2.71
Diluted Earnings Per Common Share	1.12	1.14	1.38	2.26	2.70
Dividends Declared Per Common Share	0.70	0.70	0.70	1.40	1.40
Performance Ratios					
Return on Average Assets	0.77 %	0.80 %	1.00 %	0.78 %	0.98 %
Return on Average Shareholders' Equity	13.55	14.25	16.40	13.90	15.23
Return on Average Common Equity	14.95	15.79	18.19	15.36	16.73
Efficiency Ratio ¹	62.07	63.34	58.80	62.72	60.14
Net Interest Margin ²	2.22	2.47	2.47	2.34	2.41
Dividend Payout Ratio ³	62.50	61.40	50.72	61.67	51.66
Average Shareholders' Equity to Average Assets	5.65	5.59	6.08	5.62	6.47
Average Balances					
Average Loans and Leases	\$ 13,876,754	\$ 13,717,483	\$ 12,700,825	\$ 13,797,559	\$ 12,496,747
Average Assets	24,114,443	23,865,478	22,891,262	23,990,649	22,869,496
Average Deposits	20,018,601	20,430,882	20,569,363	20,223,603	20,498,115
Average Shareholders' Equity	1,363,059	1,332,889	1,390,653	1,348,057	1,479,197
Per Share of Common Stock					
Book Value	\$ 29.66	\$ 29.62	\$ 29.09	\$ 29.66	\$ 29.09
Tangible Book Value	28.87	28.83	28.30	28.87	28.30
Market Value					
Closing	41.23	52.08	74.40	41.23	74.40
High	52.37	81.73	84.93	81.73	92.38
Low	30.83	34.71	70.97	30.83	70.97
		June 30,	March 31,	December 31,	June 30,
		2023	2023	2022	2022
As of Period End:					
Balance Sheet Totals					
Loans and Leases	\$ 13,914,889	\$ 13,824,522	\$ 13,646,420	\$ 12,951,573	
Total Assets	24,947,936	23,931,977	23,606,877	23,232,699	
Total Deposits	20,508,615	20,491,300	20,615,696	21,025,681	
Other Debt	1,760,243	510,269	410,294	10,343	
Total Shareholders' Equity	1,358,279	1,354,430	1,316,995	1,348,746	
Asset Quality					
Non-Performing Assets	\$ 11,477	\$ 12,124	\$ 12,647	\$ 15,493	
Allowance for Credit Losses - Loans and Leases	145,367	143,577	144,439	148,512	
Allowance to Loans and Leases Outstanding ⁴	1.04 %	1.04 %	1.06 %	1.15 %	
Capital Ratios ⁵					
Common Equity Tier 1 Capital Ratio	11.00 %	10.88 %	10.92 %	11.66 %	
Tier 1 Capital Ratio	12.21	12.10	12.15	13.01	
Total Capital Ratio	13.24	13.13	13.17	14.14	
Tier 1 Leverage Ratio	7.21	7.19	7.37	7.29	
Total Shareholders' Equity to Total Assets	5.44	5.66	5.58	5.81	
Tangible Common Equity to Tangible Assets ⁶	4.60	4.78	4.69	4.90	
Tangible Common Equity to Risk-Weighted Assets ⁶	7.97	7.97	7.76	8.72	
Non-Financial Data					
Full-Time Equivalent Employees	2,025	2,025	2,076	2,114	
Branches	51	51	51	54	
ATMs	320	320	320	310	

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

² Net interest margin is defined as net interest income, on a taxable-equivalent basis, as a percentage of average earning assets.

³ Dividend payout ratio is defined as dividends declared per common share divided by basic earnings per common share.

⁴ The numerator comprises the Allowance for Credit Losses - Loans and Leases.

⁵ Regulatory capital ratios as of June 30, 2023 are preliminary.

⁶ Tangible common equity to tangible assets and tangible common equity to risk-weighted assets are Non-GAAP financial measures.

Tangible common equity is defined by the Company as common shareholders' equity minus goodwill.

See Table 2 "Reconciliation of Non-GAAP Financial Measures".

Bank of Hawai‘i Corporation and Subsidiaries

Reconciliation of Non-GAAP Financial Measures

Table 2

(dollars in thousands)	June 30, 2023	March 31, 2023	December 31, 2022	June 30, 2022
Total Shareholders' Equity	\$ 1,358,279	\$ 1,354,430	\$ 1,316,995	\$ 1,348,746
Less: Preferred Stock	180,000	180,000	180,000	180,000
Goodwill	31,517	31,517	31,517	31,517
Tangible Common Equity	\$ 1,146,762	\$ 1,142,913	\$ 1,105,478	\$ 1,137,229
Total Assets	\$ 24,947,936	\$ 23,931,977	\$ 23,606,877	\$ 23,232,699
Less: Goodwill	31,517	31,517	31,517	31,517
Tangible Assets	\$ 24,916,419	\$ 23,900,460	\$ 23,575,360	\$ 23,201,182
Risk-Weighted Assets, determined in accordance with prescribed regulatory requirements ¹	\$ 14,391,943	\$ 14,341,397	\$ 14,238,798	\$ 13,035,674
Total Shareholders' Equity to Total Assets	5.44%	5.66%	5.58%	5.81%
Tangible Common Equity to Tangible Assets (Non-GAAP)	4.60%	4.78%	4.69%	4.90%
Tier 1 Capital Ratio ¹	12.21%	12.10%	12.15%	13.01%
Tangible Common Equity to Risk-Weighted Assets (Non-GAAP) ¹	7.97%	7.97%	7.76%	8.72%

¹ Regulatory capital ratios as of June 30, 2023 are preliminary.

Bank of Hawai'i Corporation and Subsidiaries

Consolidated Statements of Income

Table 3

	Three Months Ended			Six Months Ended	
	June 30, 2023	March 31, 2023	June 30, 2022	June 30, 2023	June 30, 2022
(dollars in thousands, except per share amounts)					
Interest Income					
Interest and Fees on Loans and Leases	\$ 144,541	\$ 136,501	\$ 101,663	\$ 281,042	\$ 196,102
Income on Investment Securities					
Available-for-Sale	23,301	23,893	17,984	47,194	35,084
Held-to-Maturity	23,375	23,948	18,838	47,323	37,539
Deposits	18	27	5	45	9
Funds Sold	6,395	3,366	719	9,761	846
Other	2,121	597	353	2,718	555
Total Interest Income	199,751	188,332	139,562	388,083	270,135
Interest Expense					
Deposits	53,779	37,794	3,535	91,573	5,888
Securities Sold Under Agreements to Repurchase	5,436	5,377	2,794	10,813	5,566
Funds Purchased	184	704	57	888	59
Short-Term Borrowings	2,510	3,203	92	5,713	92
Other Debt	13,494	5,299	182	18,793	365
Total Interest Expense	75,403	52,377	6,660	127,780	11,970
Net Interest Income	124,348	135,955	132,902	260,303	258,165
Provision for Credit Losses	2,500	2,000	(2,500)	4,500	(8,000)
Net Interest Income After Provision for Credit Losses	121,848	133,955	135,402	255,803	266,165
Noninterest Income					
Trust and Asset Management	11,215	10,690	11,457	21,905	22,733
Mortgage Banking	1,176	1,004	1,247	2,180	3,987
Service Charges on Deposit Accounts	7,587	7,737	7,309	15,324	14,581
Fees, Exchange, and Other Service Charges	14,150	13,808	14,193	27,958	27,145
Investment Securities Losses, Net	(1,310)	(1,792)	(1,295)	(3,102)	(2,840)
Annuity and Insurance	1,038	1,271	870	2,309	1,661
Bank-Owned Life Insurance	2,876	2,842	2,658	5,718	5,007
Other	6,523	5,177	5,719	11,700	13,435
Total Noninterest Income	43,255	40,737	42,158	83,992	85,709
Noninterest Expense					
Salaries and Benefits	56,175	65,088	57,769	121,263	117,693
Net Occupancy	9,991	9,872	9,930	19,863	19,756
Net Equipment	10,573	10,375	9,543	20,948	18,696
Data Processing	4,599	4,583	4,607	9,182	9,167
Professional Fees	4,651	3,883	3,542	8,534	6,800
FDIC Insurance	3,173	3,234	1,590	6,407	3,092
Other	14,874	14,884	15,958	29,758	31,609
Total Noninterest Expense	104,036	111,919	102,939	215,955	206,813
Income Before Provision for Income Taxes	61,067	62,773	74,621	123,840	145,061
Provision for Income Taxes	15,006	15,931	17,759	30,937	33,365
Net Income	\$ 46,061	\$ 46,842	\$ 56,862	\$ 92,903	\$ 111,696
Preferred Stock Dividends	1,969	1,969	1,969	3,938	3,938
Net Income Available to Common Shareholders	\$ 44,092	\$ 44,873	\$ 54,893	\$ 88,965	\$ 107,758
Basic Earnings Per Common Share	\$ 1.12	\$ 1.14	\$ 1.38	\$ 2.27	\$ 2.71
Diluted Earnings Per Common Share	\$ 1.12	\$ 1.14	\$ 1.38	\$ 2.26	\$ 2.70
Dividends Declared Per Common Share	\$ 0.70	\$ 0.70	\$ 0.70	\$ 1.40	\$ 1.40
Basic Weighted Average Common Shares	39,241,559	39,276,833	39,693,593	39,259,279	39,722,985
Diluted Weighted Average Common Shares	39,317,521	39,465,889	39,842,608	39,382,359	39,896,700

Bank of Hawai‘i Corporation and Subsidiaries**Consolidated Statements of Comprehensive Income (Loss)****Table 4**

	Three Months Ended			Six Months Ended	
	June 30,	March 31,	June 30,	June 30,	
(dollars in thousands)	2023	2023	2022	2023	2022
Net Income	\$ 46,061	\$ 46,842	\$ 56,862	\$ 92,903	\$ 111,696
Other Comprehensive Income (Loss), Net of Tax:					
Net Unrealized Gains (Losses) on Investment Securities	(18,217)	29,276	(122,647)	11,059	(302,771)
Defined Benefit Plans	84	84	352	168	705
Other Comprehensive Income (Loss)	(18,133)	29,360	(122,295)	11,227	(302,066)
Comprehensive Income (Loss)	\$ 27,928	\$ 76,202	\$ (65,433)	\$ 104,130	\$ (190,370)

Bank of Hawai'i Corporation and Subsidiaries

Consolidated Statements of Condition

Table 5

	June 30, 2023	March 31, 2023	December 31, 2022	June 30, 2022
(dollars in thousands)				
Assets				
Interest-Bearing Deposits in Other Banks	\$ 2,261	\$ 2,554	\$ 3,724	\$ 2,264
Funds Sold	1,273,109	272,018	81,364	576,430
Investment Securities				
Available-for-Sale	2,666,723	2,815,083	2,844,823	3,955,476
Held-to-Maturity (Fair Value of \$4,411,003; \$4,601,876; \$4,615,393; and \$3,823,739)	5,202,698	5,312,815	5,414,139	4,321,693
Loans Held for Sale	3,359	2,149	1,035	4,514
Loans and Leases	13,914,889	13,824,522	13,646,420	12,951,573
Allowance for Credit Losses	(145,367)	(143,577)	(144,439)	(148,512)
Net Loans and Leases	13,769,522	13,680,945	13,501,981	12,803,061
Total Earning Assets	22,917,672	22,085,564	21,847,066	21,663,438
Cash and Due from Banks	398,072	337,413	316,679	260,672
Premises and Equipment, Net	200,297	203,131	206,777	202,063
Operating Lease Right-of-Use Assets	89,286	91,387	92,307	91,901
Accrued Interest Receivable	64,720	63,175	61,002	47,141
Foreclosed Real Estate	1,040	1,040	1,040	2,332
Mortgage Servicing Rights	21,626	22,102	22,619	23,540
Goodwill	31,517	31,517	31,517	31,517
Bank-Owned Life Insurance	456,889	455,602	453,882	448,925
Other Assets	766,817	641,046	573,988	461,170
Total Assets	\$ 24,947,936	\$ 23,931,977	\$ 23,606,877	\$ 23,232,699
Liabilities				
Deposits				
Noninterest-Bearing Demand	\$ 5,968,344	\$ 6,385,872	\$ 6,714,982	\$ 7,374,055
Interest-Bearing Demand	4,119,166	4,283,801	4,232,567	4,339,520
Savings	7,756,426	7,898,874	7,962,410	8,054,899
Time	2,664,679	1,922,753	1,705,737	1,257,207
Total Deposits	20,508,615	20,491,300	20,615,696	21,025,681
Short-Term Borrowings	-	325,000	-	-
Securities Sold Under Agreements to Repurchase	725,490	725,490	725,490	425,490
Other Debt	1,760,243	510,269	410,294	10,343
Operating Lease Liabilities	97,768	99,746	100,526	99,722
Retirement Benefits Payable	26,434	26,768	26,991	37,532
Accrued Interest Payable	26,737	13,061	9,698	2,545
Taxes Payable	132	11,039	7,104	10,607
Other Liabilities	444,238	374,874	394,083	272,033
Total Liabilities	23,589,657	22,577,547	22,289,882	21,883,953
Shareholders' Equity				
Preferred Stock (\$.01 par value; authorized 180,000 shares;				
issued / outstanding: June 30, 2023; March 31, 2023; December 31, 2022;				
and June 30, 2022 - 180,000)				
	180,000	180,000	180,000	180,000
Common Stock (\$.01 par value; authorized 500,000,000 shares;				
issued / outstanding: June 30, 2023 - 58,771,036 / 39,725,348;				
March 31, 2023 - 58,722,929 / 39,646,506; December 31, 2022 - 58,733,625 / 39,835,750;				
and June 30, 2022 - 58,727,909 / 40,182,659)				
	583	583	582	582
Capital Surplus	628,202	624,126	620,578	611,694
Accumulated Other Comprehensive Loss	(423,431)	(405,298)	(434,658)	(368,448)
Retained Earnings	2,091,289	2,074,428	2,055,912	2,002,005
Treasury Stock, at Cost (Shares: June 30, 2023 - 19,045,688; March 31, 2023 - 19,076,423;				
December 31, 2022 - 18,897,875; and June 30, 2022 - 18,545,250)				
	(1,118,364)	(1,119,409)	(1,105,419)	(1,077,087)
Total Shareholders' Equity	1,358,279	1,354,430	1,316,995	1,348,746
Total Liabilities and Shareholders' Equity	\$ 24,947,936	\$ 23,931,977	\$ 23,606,877	\$ 23,232,699

Bank of Hawai'i Corporation and Subsidiaries
Consolidated Statements of Shareholders' Equity

Table 6

	Preferred Shares Outstanding	Preferred Stock	Common Shares Outstanding	Common Stock	Capital Surplus	Accumulated Other Comprehensive Income (Loss)	Retained Earnings	Treasury Stock	Total
(dollars in thousands)									
Balance as of December 31, 2022	180,000	\$ 180,000	39,835,750	\$ 582	\$ 620,578	\$ (434,658)	\$ 2,055,912	\$ (1,105,419)	\$ 1,316,995
Net Income	-	-	-	-	-	-	92,903	-	92,903
Other Comprehensive Income	-	-	-	-	-	11,227	-	-	11,227
Share-Based Compensation	-	-	-	-	7,672	-	-	-	7,672
Common Stock Issued under Purchase and									
Equity Compensation Plans	-	-	94,765	1	(48)	-	2,286	986	3,225
Common Stock Repurchased	-	-	(205,167)	-	-	-	-	(13,931)	(13,931)
Cash Dividends Declared Common Stock (\$1.40 per share)	-	-	-	-	-	-	(55,874)	-	(55,874)
Cash Dividends Declared Preferred Stock	-	-	-	-	-	-	(3,938)	-	(3,938)
Balance as of June 30, 2023	180,000	\$ 180,000	39,725,348	\$ 583	\$ 628,202	\$ (423,431)	\$ 2,091,289	\$ (1,118,364)	\$ 1,358,279
Balance as of December 31, 2021	180,000	\$ 180,000	40,253,193	\$ 581	\$ 602,508	\$ (66,382)	\$ 1,950,375	\$ (1,055,471)	\$ 1,611,611
Net Income	-	-	-	-	-	-	111,696	-	111,696
Other Comprehensive Loss	-	-	-	-	-	(302,066)	-	-	(302,066)
Share-Based Compensation	-	-	-	-	8,172	-	-	-	8,172
Common Stock Issued under Purchase and									
Equity Compensation Plans	-	-	228,225	1	1,014	-	346	2,697	4,058
Common Stock Repurchased	-	-	(298,759)	-	-	-	-	(24,313)	(24,313)
Cash Dividends Declared Common Stock (\$1.40 per share)	-	-	-	-	-	-	(56,474)	-	(56,474)
Cash Dividends Declared Preferred Stock	-	-	-	-	-	-	(3,938)	-	(3,938)
Balance as of June 30, 2022	180,000	\$ 180,000	40,182,659	\$ 582	\$ 611,694	\$ (368,448)	\$ 2,002,005	\$ (1,077,087)	\$ 1,348,746

Bank of Hawai‘i Corporation and Subsidiaries
Average Balances and Interest Rates - Taxable-Equivalent Basis ¹

Table 7a

	Three Months Ended June 30, 2023			Three Months Ended March 31, 2023			Three Months Ended June 30, 2022		
	Average Balance	Income / Expense ²	Yield / Rate	Average Balance	Income / Expense ²	Yield / Rate	Average Balance	Income / Expense ²	Yield / Rate
<i>(dollars in millions)</i>									
Earning Assets									
Interest-Bearing Deposits in Other Banks	\$ 5.1	\$ -	1.48 %	\$ 1.7	\$ -	6.25 %	\$ 3.5	\$ -	0.59 %
Funds Sold	500.1	6.4	5.06	295.9	3.4	4.55	273.5	0.7	1.04
Investment Securities									
Available-for-Sale									
Taxable	2,741.1	23.2	3.39	2,820.3	23.8	3.40	4,123.1	18.0	1.74
Non-Taxable	9.6	0.1	4.40	9.6	0.1	4.38	2.9	-	1.99
Held-to-Maturity									
Taxable	5,231.3	23.2	1.78	5,336.2	23.8	1.78	4,377.0	18.7	1.71
Non-Taxable	35.2	0.2	2.10	35.3	0.2	2.10	35.7	0.2	2.10
Total Investment Securities	8,017.2	46.7	2.33	8,201.4	47.9	2.34	8,538.7	36.9	1.73
Loans Held for Sale	2.7	-	5.50	1.5	-	5.30	6.3	0.1	4.06
Loans and Leases ³									
Commercial and Industrial	1,456.1	17.5	4.82	1,411.4	16.2	4.67	1,330.0	9.9	2.99
Paycheck Protection Program	14.5	-	1.30	16.9	0.1	2.35	38.7	0.5	5.26
Commercial Mortgage	3,814.9	49.3	5.19	3,736.9	45.1	4.90	3,357.2	26.2	3.13
Construction	246.8	3.5	5.70	280.4	3.9	5.65	222.6	2.4	4.39
Commercial Lease Financing	65.4	0.3	1.67	66.9	-	(0.14)	94.2	0.3	1.44
Residential Mortgage	4,704.0	41.2	3.50	4,666.0	39.9	3.42	4,445.7	36.4	3.26
Home Equity	2,272.3	19.0	3.35	2,239.4	18.2	3.30	2,032.9	14.4	2.85
Automobile	879.3	7.7	3.53	871.8	7.3	3.37	759.1	6.1	3.20
Other ⁴	423.5	6.4	6.04	427.8	6.2	5.83	420.4	5.6	5.38
Total Loans and Leases	13,876.8	144.9	4.19	13,717.5	136.9	4.03	12,700.8	101.8	3.21
Other	94.8	2.2	8.94	67.2	0.6	3.56	38.2	0.3	3.70
Total Earning Assets	22,496.7	200.2	3.56	22,285.2	188.8	3.42	21,561.0	139.8	2.60
Cash and Due from Banks	316.6			319.1			238.4		
Other Assets	1,301.1			1,261.2			1,091.9		
Total Assets	\$ 24,114.4			\$ 23,865.5			\$ 22,891.3		
Interest-Bearing Liabilities									
Interest-Bearing Deposits									
Demand	\$ 4,037.4	7.5	0.75	\$ 4,215.9	5.2	0.50	\$ 4,442.2	0.7	0.06
Savings	7,667.6	26.6	1.39	8,009.0	20.6	1.05	7,692.8	1.9	0.10
Time	2,296.1	19.7	3.44	1,789.9	12.0	2.71	950.4	0.9	0.40
Total Interest-Bearing Deposits	14,001.1	53.8	1.54	14,014.8	37.8	1.09	13,085.4	3.5	0.11
Funds Purchased	14.6	0.2	5.00	60.4	0.7	4.66	25.3	-	0.89
Short-Term Borrowings	195.2	2.5	5.09	265.0	3.2	4.84	34.5	0.1	1.06
Securities Sold Under Agreements to Repurchase	725.5	5.4	2.96	725.5	5.4	2.96	447.7	2.8	2.47
Other Debt	1,255.8	13.5	4.31	499.6	5.3	4.30	10.4	0.3	7.05
Total Interest-Bearing Liabilities	16,192.2	75.4	1.87	15,565.3	52.4	1.36	13,603.3	6.7	0.20
Net Interest Income		\$ 124.8			\$ 136.4			\$ 133.1	
Interest Rate Spread			1.69 %			2.06 %			2.40 %
Net Interest Margin			2.22 %			2.47 %			2.47 %
Noninterest-Bearing Demand Deposits	6,017.5			6,416.1			7,484.0		
Other Liabilities	541.6			551.2			413.3		
Shareholders' Equity	1,363.1			1,332.9			1,390.7		
Total Liabilities and Shareholders' Equity	\$ 24,114.4			\$ 23,865.5			\$ 22,891.3		

¹ Due to rounding, the amounts presented in this table may not tie to other amounts presented elsewhere in this report.

² Interest income includes taxable-equivalent basis adjustments, based upon a federal statutory tax rate of 21%, of \$471,000, \$495,000, and \$221,000 for the three months ended June 30, 2023, March 31, 2023, and June 30, 2022, respectively.

³ 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.

⁴ Comprised of other consumer revolving credit, installment, and consumer lease financing.

Bank of Hawai'i Corporation and Subsidiaries
Average Balances and Interest Rates - Taxable-Equivalent Basis ¹
Table 7b

	Six Months Ended June 30, 2023			Six Months Ended June 30, 2022		
	Average Balance	Income / Expense ²	Yield / Rate	Average Balance	Income / Expense ²	Yield / Rate
<i>(dollars in millions)</i>						
Earning Assets						
Interest-Bearing Deposits in Other Banks	\$ 3.4	\$ -	2.68 %	\$ 3.5	\$ -	0.52 %
Funds Sold	398.6	9.8	4.87	256.1	0.8	0.66
Investment Securities						
Available-for-Sale						
Taxable	2,780.4	47.0	3.40	4,260.6	35.1	1.65
Non-Taxable	9.6	0.2	4.39	3.0	-	1.96
Held-to-Maturity						
Taxable	5,283.6	47.0	1.78	4,471.7	37.2	1.67
Non-Taxable	35.2	0.4	2.10	35.8	0.4	2.10
Total Investment Securities	8,108.8	94.6	2.34	8,771.1	72.7	1.66
Loans Held for Sale	2.1	0.1	5.42	10.0	0.2	3.19
Loans and Leases ³						
Commercial and Industrial	1,433.8	33.8	4.75	1,331.5	18.9	2.86
Paycheck Protection Program	15.7	0.1	1.86	63.7	2.3	7.39
Commercial Mortgage	3,776.2	94.5	5.04	3,258.5	48.0	2.97
Construction	263.5	7.4	5.68	225.1	4.5	4.03
Commercial Lease Financing	66.1	0.3	0.76	96.5	0.7	1.44
Residential Mortgage	4,685.2	81.0	3.46	4,394.8	71.2	3.24
Home Equity	2,255.9	37.2	3.33	1,966.3	27.7	2.84
Automobile	875.6	15.0	3.45	748.3	11.9	3.22
Other ⁴	425.6	12.5	5.94	412.1	11.1	5.42
Total Loans and Leases	13,797.6	281.8	4.11	12,496.8	196.3	3.16
Other	81.0	2.7	6.70	37.3	0.6	2.97
Total Earning Assets	22,391.5	389.0	3.49	21,574.8	270.6	2.52
Cash and Due from Banks	317.8			235.8		
Other Assets	1,281.3			1,058.9		
Total Assets	\$ 23,990.6			\$ 22,869.5		
Interest-Bearing Liabilities						
Interest-Bearing Deposits						
Demand	\$ 4,126.2	12.7	0.62	\$ 4,548.2	1.2	0.05
Savings	7,837.3	47.2	1.21	7,617.1	2.9	0.08
Time	2,044.4	31.7	3.12	960.9	1.8	0.37
Total Interest-Bearing Deposits	14,007.9	91.6	1.32	13,126.2	5.9	0.09
Funds Purchased	37.4	0.9	4.72	16.2	0.1	0.72
Short-Term Borrowings	229.9	5.7	4.94	17.3	0.1	1.06
Securities Sold Under Agreements to Repurchase	725.5	10.8	2.96	449.1	5.6	2.47
Other Debt	879.8	18.7	4.31	10.4	0.3	7.05
Total Interest-Bearing Liabilities	15,880.5	127.7	1.62	13,619.2	12.0	0.18
Net Interest Income		\$ 261.3			\$ 258.6	
Interest Rate Spread			1.87 %			2.34 %
Net Interest Margin			2.34 %			2.41 %
Noninterest-Bearing Demand Deposits	6,215.7			7,371.9		
Other Liabilities	546.3			399.2		
Shareholders' Equity	1,348.1			1,479.2		
Total Liabilities and Shareholders' Equity	\$ 23,990.6			\$ 22,869.5		

¹ Due to rounding, the amounts presented in this table may not tie to other amounts presented elsewhere in this report.

² Interest income includes taxable-equivalent basis adjustments, based upon a federal statutory tax rate of 21%, of \$966,000 and \$475,000 for the six months ended June 30, 2023 and June 30, 2022, respectively.

³ 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.

⁴ Comprised of other consumer revolving credit, installment, and consumer lease financing.

Bank of Hawai'i Corporation and Subsidiaries

Analysis of Change in Net Interest Income - Taxable-Equivalent Basis

Table 8a

(dollars in millions)	Three Months Ended June 30, 2023		
	Compared to March 31, 2023		
	Volume ¹	Rate ¹	Total
Change in Interest Income:			
Funds Sold	\$ 2.6	\$ 0.4	\$ 3.0
Investment Securities			
Available-for-Sale			
Taxable	(0.6)	-	(0.6)
Held-to-Maturity			
Taxable	(0.5)	(0.1)	(0.6)
Total Investment Securities	(1.1)	(0.1)	(1.2)
Loans and Leases			
Commercial and Industrial	0.7	0.6	1.3
Paycheck Protection Program	(0.1)	-	(0.1)
Commercial Mortgage	1.1	3.1	4.2
Construction	(0.4)	-	(0.4)
Commercial Lease Financing	-	0.3	0.3
Residential Mortgage	0.3	1.0	1.3
Home Equity	0.4	0.4	0.8
Automobile	0.1	0.3	0.4
Other ²	(0.1)	0.3	0.2
Total Loans and Leases	2.0	6.0	8.0
Other	0.4	1.2	1.6
Total Change in Interest Income	3.9	7.5	11.4
Change in Interest Expense:			
Interest-Bearing Deposits			
Demand	(0.2)	2.5	2.3
Savings	(0.9)	6.9	6.0
Time	3.9	3.8	7.7
Total Interest-Bearing Deposits	2.8	13.2	16.0
Funds Purchased	(0.5)	-	(0.5)
Short-Term Borrowings	(0.9)	0.2	(0.7)
Other Debt	8.2	-	8.2
Total Change in Interest Expense	9.6	13.4	23.0
Change in Net Interest Income	\$ (5.7)	\$ (5.9)	\$ (11.6)

¹ The change in interest income and expense not solely due to changes in volume or rate has been allocated on a pro-rata basis to the volume and rate columns.

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

Bank of Hawai'i Corporation and Subsidiaries

Analysis of Change in Net Interest Income - Taxable-Equivalent Basis

Table 8b

	Three Months Ended June 30, 2023 Compared to June 30, 2022		
	Volume ¹	Rate ¹	Total
(dollars in millions)			
Change in Interest Income:			
Funds Sold	\$ 1.0	\$ 4.7	\$ 5.7
Investment Securities			
Available-for-Sale			
Taxable	(7.6)	12.8	5.2
Non-Taxable	0.1	-	0.1
Held-to-Maturity			
Taxable	3.7	0.8	4.5
Total Investment Securities	(3.8)	13.6	9.8
Loans Held for Sale	(0.1)	-	(0.1)
Loans and Leases			
Commercial and Industrial	1.0	6.6	7.6
Paycheck Protection Program	(0.2)	(0.3)	(0.5)
Commercial Mortgage	4.0	19.1	23.1
Construction	0.3	0.8	1.1
Commercial Lease Financing	(0.1)	0.1	-
Residential Mortgage	2.2	2.6	4.8
Home Equity	1.8	2.8	4.6
Automobile	1.0	0.6	1.6
Other ²	-	0.8	0.8
Total Loans and Leases	10.0	33.1	43.1
Other	1.0	0.9	1.9
Total Change in Interest Income	8.1	52.3	60.4
Change in Interest Expense:			
Interest-Bearing Deposits			
Demand	(0.1)	6.9	6.8
Savings	-	24.7	24.7
Time	2.9	15.9	18.8
Total Interest-Bearing Deposits	2.8	47.5	50.3
Funds Purchased	-	0.2	0.2
Short-Term Borrowings	1.3	1.1	2.4
Securities Sold Under Agreements to Repurchase	2.0	0.6	2.6
Other Debt	13.4	(0.2)	13.2
Total Change in Interest Expense	19.5	49.2	68.7
Change in Net Interest Income	\$ (11.4)	\$ 3.1	\$ (8.3)

¹ The change in interest income and expense not solely due to changes in volume or rate has been allocated on a pro-rata basis to the volume and rate columns.

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

Bank of Hawai'i Corporation and Subsidiaries
Analysis of Change in Net Interest Income - Taxable-Equivalent Basis
Table 8c

(dollars in millions)	Six Months Ended June 30, 2023		
	Compared to June 30, 2022		
	Volume ¹	Rate ¹	Total
Change in Interest Income:			
Funds Sold	\$ 0.8	\$ 8.2	\$ 9.0
Investment Securities			
Available-for-Sale			
Taxable	(15.4)	27.3	11.9
Non-Taxable	0.1	0.1	0.2
Held-to-Maturity			
Taxable	7.1	2.7	9.8
Total Investment Securities	(8.2)	30.1	21.9
Loans Held for Sale	(0.2)	0.1	(0.1)
Loans and Leases			
Commercial and Industrial	1.6	13.3	14.9
Paycheck Protection Program	(1.1)	(1.1)	(2.2)
Commercial Mortgage	8.6	37.9	46.5
Construction	0.9	2.0	2.9
Commercial Lease Financing	(0.3)	(0.1)	(0.4)
Residential Mortgage	4.8	5.0	9.8
Home Equity	4.4	5.1	9.5
Automobile	2.2	0.9	3.1
Other ²	0.3	1.1	1.4
Total Loans and Leases	21.4	64.1	85.5
Other	1.0	1.1	2.1
Total Change in Interest Income	14.8	103.6	118.4
Change in Interest Expense:			
Interest-Bearing Deposits			
Demand	(0.1)	11.6	11.5
Savings	0.1	44.2	44.3
Time	3.9	26.0	29.9
Total Interest-Bearing Deposits	3.9	81.8	85.7
Funds Purchased	0.2	0.6	0.8
Short-Term Borrowings	4.3	1.3	5.6
Securities Sold Under Agreements to Repurchase	3.9	1.3	5.2
Other Debt	18.6	(0.2)	18.4
Total Change in Interest Expense	30.9	84.8	115.7
Change in Net Interest Income	\$ (16.1)	\$ 18.8	\$ 2.7

¹ The change in interest income and expense not solely due to changes in volume or rate has been allocated on a pro-rata basis to the volume and rate columns.

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

Bank of Hawai‘i Corporation and Subsidiaries

Salaries and Benefits

Table 9

(dollars in thousands)	Three Months Ended			Six Months Ended	
	June 30,	March 31,	June 30,	June 30,	
	2023	2023	2022	2023	2022
Salaries	\$ 37,962	\$ 38,617	\$ 36,721	\$ 76,579	\$ 71,653
Incentive Compensation	2,984	3,997	6,073	6,981	12,184
Share-Based Compensation	4,096	3,159	3,962	7,255	7,761
Commission Expense	775	647	1,232	1,422	2,873
Retirement and Other Benefits	3,489	5,888	4,036	9,377	8,729
Payroll Taxes	3,310	5,848	3,034	9,158	7,978
Medical, Dental, and Life Insurance	3,568	3,864	2,591	7,432	5,825
Separation Expense	(9)	3,068	120	3,059	690
Total Salaries and Benefits	\$ 56,175	\$ 65,088	\$ 57,769	\$ 121,263	\$ 117,693

Bank of Hawai'i Corporation and Subsidiaries

Loan and Lease Portfolio Balances

Table 10

	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
(dollars in thousands)					
Commercial					
Commercial and Industrial	\$ 1,502,676	\$ 1,425,916	\$ 1,389,066	\$ 1,368,966	\$ 1,323,830
Paycheck Protection Program	13,789	15,175	19,579	22,955	31,964
Commercial Mortgage	3,796,769	3,826,283	3,725,542	3,591,943	3,464,126
Construction	236,428	232,903	260,825	236,498	246,177
Lease Financing	62,779	65,611	69,491	73,989	89,535
Total Commercial	5,612,441	5,565,888	5,464,503	5,294,351	5,155,632
Consumer					
Residential Mortgage	4,721,976	4,691,298	4,653,072	4,585,723	4,486,571
Home Equity	2,278,105	2,260,001	2,225,950	2,185,484	2,101,612
Automobile	878,767	877,979	870,396	820,640	775,065
Other ¹	423,600	429,356	432,499	435,408	432,693
Total Consumer	8,302,448	8,258,634	8,181,917	8,027,255	7,795,941
Total Loans and Leases	\$ 13,914,889	\$ 13,824,522	\$ 13,646,420	\$ 13,321,606	\$ 12,951,573

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

Deposits

	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
(dollars in thousands)					
Consumer	\$ 10,018,931	\$ 10,158,833	\$ 10,304,335	\$ 10,507,946	\$ 10,554,121
Commercial	8,019,971	8,594,441	8,569,670	8,841,781	8,824,609
Public and Other	2,469,713	1,738,026	1,741,691	1,539,046	1,646,951
Total Deposits	\$ 20,508,615	\$ 20,491,300	\$ 20,615,696	\$ 20,888,773	\$ 21,025,681

Average Deposits

	Three Months Ended				
	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
(dollars in thousands)					
Consumer	\$ 9,977,239	\$ 10,178,988	\$ 10,295,563	\$ 10,485,895	\$ 10,617,060
Commercial	8,138,358	8,611,960	8,588,198	9,002,432	8,874,988
Public and Other	1,903,004	1,639,934	1,457,566	1,375,354	1,077,315
Total Deposits	\$ 20,018,601	\$ 20,430,882	\$ 20,341,327	\$ 20,863,681	\$ 20,569,363

Bank of Hawai'i Corporation and Subsidiaries

Non-Performing Assets and Accruing Loans and Leases Past Due 90 Days or More

Table 11

	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
(dollars in thousands)					
Non-Performing Assets					
Non-Accrual Loans and Leases					
Commercial					
Commercial and Industrial	\$ 17	\$ 31	\$ 37	\$ 49	\$ 85
Commercial Mortgage	3,107	3,216	3,309	3,396	3,462
Total Commercial	3,124	3,247	3,346	3,445	3,547
Consumer					
Residential Mortgage	3,504	4,199	4,239	4,945	5,179
Home Equity	3,809	3,638	4,022	4,438	4,435
Total Consumer	7,313	7,837	8,261	9,383	9,614
Total Non-Accrual Loans and Leases	10,437	11,084	11,607	12,828	13,161
Foreclosed Real Estate	1,040	1,040	1,040	1,040	2,332
Total Non-Performing Assets	\$ 11,477	\$ 12,124	\$ 12,647	\$ 13,868	\$ 15,493
Accruing Loans and Leases Past Due 90 Days or More					
Consumer					
Residential Mortgage	\$ 3,560	\$ 4,566	\$ 2,429	\$ 3,279	\$ 2,638
Home Equity	2,022	1,723	1,673	1,061	2,029
Automobile	577	598	589	467	359
Other ¹	633	632	683	513	508
Total Consumer	6,792	7,519	5,374	5,320	5,534
Total Accruing Loans and Leases Past Due 90 Days or More	\$ 6,792	\$ 7,519	\$ 5,374	\$ 5,320	\$ 5,534
Total Loans and Leases	\$ 13,914,889	\$ 13,824,522	\$ 13,646,420	\$ 13,321,606	\$ 12,951,573
Ratio of Non-Accrual Loans and Leases to Total Loans and Leases	0.08%	0.08%	0.09%	0.10%	0.10%
Ratio of Non-Performing Assets to Total Loans and Leases and Foreclosed Real Estate	0.08%	0.09%	0.09%	0.10%	0.12%
Ratio of Non-Performing Assets to Total Assets	0.04%	0.05%	0.05%	0.06%	0.06%
Ratio of Commercial Non-Performing Assets to Total Commercial Loans and Leases and Commercial Foreclosed Real Estate	0.06%	0.06%	0.06%	0.07%	0.07%
Ratio of Consumer Non-Performing Assets to Total Consumer Loans and Leases and Consumer Foreclosed Real Estate	0.10%	0.11%	0.11%	0.13%	0.15%
Ratio of Non-Performing Assets and Accruing Loans and Leases Past Due 90 Days or More to Total Loans and Leases and Foreclosed Real Estate	0.13%	0.14%	0.13%	0.14%	0.16%
Quarter to Quarter Changes in Non-Performing Assets					
Balance at Beginning of Quarter	\$ 12,124	\$ 12,647	\$ 13,868	\$ 15,493	\$ 19,979
Additions	1,116	552	704	489	2,293
Reductions					
Payments	(226)	(778)	(1,605)	(706)	(5,511)
Return to Accrual Status	(1,527)	(297)	(301)	(116)	(1,267)
Sales of Foreclosed Real Estate	-	-	-	(1,292)	-
Charge-offs / Write-downs	(10)	-	(19)	-	(1)
Total Reductions	(1,763)	(1,075)	(1,925)	(2,114)	(6,779)
Balance at End of Quarter	\$ 11,477	\$ 12,124	\$ 12,647	\$ 13,868	\$ 15,493

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

Bank of Hawai'i Corporation and Subsidiaries
Reserve for Credit Losses
Table 12

	Three Months Ended			Six Months Ended	
	June 30, 2023	March 31, 2023	June 30, 2022	June 30, 2023	June 30, 2022
(dollars in thousands)					
Balance at Beginning of Period	\$ 150,579	\$ 151,247	\$ 157,264	\$ 151,247	\$ 164,297
Loans and Leases Charged-Off					
Commercial					
Commercial and Industrial	(203)	(261)	(233)	(464)	(582)
Consumer					
Residential Mortgage	(6)	-	(80)	(6)	(80)
Home Equity	(5)	(50)	(22)	(55)	(90)
Automobile	(1,293)	(1,663)	(1,157)	(2,956)	(2,687)
Other ¹	(2,004)	(2,335)	(1,854)	(4,339)	(3,815)
Total Loans and Leases Charged-Off	(3,511)	(4,309)	(3,346)	(7,820)	(7,254)
Recoveries on Loans and Leases Previously Charged-Off					
Commercial					
Commercial and Industrial	103	50	51	153	420
Consumer					
Residential Mortgage	58	61	920	119	974
Home Equity	578	184	416	762	931
Automobile	777	672	684	1,449	1,423
Other ¹	618	674	644	1,292	1,389
Total Recoveries on Loans and Leases Previously Charged-Off	2,134	1,641	2,715	3,775	5,137
Net Charged-Off - Loans and Leases	(1,377)	(2,668)	(631)	(4,045)	(2,117)
Net Charged-Off - Accrued Interest Receivable	-	-	-	-	(47)
Provision for Credit Losses:					
Loans and Leases	3,167	1,806	(2,885)	4,973	(7,192)
Accrued Interest Receivable	-	-	-	-	(367)
Unfunded Commitments	(667)	194	350	(473)	(476)
Total Provision for Credit Losses	2,500	2,000	(2,535)	4,500	(8,035)
Balance at End of Period	\$ 151,702	\$ 150,579	\$ 154,098	\$ 151,702	\$ 154,098
Components					
Allowance for Credit Losses - Loans and Leases	\$ 145,367	\$ 143,577	\$ 148,512	\$ 145,367	\$ 148,512
Reserve for Unfunded Commitments	6,335	7,002	5,586	6,335	5,586
Total Reserve for Credit Losses	\$ 151,702	\$ 150,579	\$ 154,098	\$ 151,702	\$ 154,098
Average Loans and Leases Outstanding	\$ 13,876,754	\$ 13,717,483	\$ 12,700,825	\$ 13,797,559	\$ 12,496,747
Ratio of Net Loans and Leases Charged-Off to					
Average Loans and Leases Outstanding (annualized)	0.04%	0.08%	0.02%	0.06%	0.03%
Ratio of Allowance for Credit Losses to Loans and Leases Outstanding ²	1.04%	1.04%	1.15%	1.04%	1.15%

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

² The numerator comprises the Allowance for Credit Losses - Loans and Leases.

Bank of Hawai'i Corporation and Subsidiaries

Business Segments Selected Financial Information

Table 13a

(dollars in thousands)	Consumer Banking	Commercial Banking	Treasury and Other	Consolidated Total
Three Months Ended June 30, 2023				
Net Interest Income (Loss)	\$ 99,814	\$ 53,673	\$ (29,139)	\$ 124,348
Provision for Credit Losses	1,392	(15)	1,123	2,500
Net Interest Income (Loss) After Provision for Credit Losses	98,422	53,688	(30,262)	121,848
Noninterest Income	31,944	7,939	3,372	43,255
Noninterest Expense	(81,275)	(19,302)	(3,459)	(104,036)
Income (Loss) Before Income Taxes	49,091	42,325	(30,349)	61,067
Provision for Income Taxes	(12,645)	(10,710)	8,349	(15,006)
Net Income (Loss)	\$ 36,446	\$ 31,615	\$ (22,000)	\$ 46,061
Total Assets as of June 30, 2023	\$ 8,739,294	\$ 5,714,929	\$ 10,493,713	\$ 24,947,936
Three Months Ended June 30, 2022 ¹				
Net Interest Income	\$ 76,872	\$ 49,791	\$ 6,239	\$ 132,902
Provision for Credit Losses	632	(1)	(3,131)	(2,500)
Net Interest Income After Provision for Credit Losses	76,240	49,792	9,370	135,402
Noninterest Income	31,868	8,363	1,927	42,158
Noninterest Expense	(82,856)	(17,014)	(3,069)	(102,939)
Income Before Income Taxes	25,252	41,141	8,228	74,621
Provision for Income Taxes	(6,339)	(10,252)	(1,168)	(17,759)
Net Income	\$ 18,913	\$ 30,889	\$ 7,060	\$ 56,862
Total Assets as of June 30, 2022 ¹	\$ 8,205,352	\$ 5,339,224	\$ 9,688,123	\$ 23,232,699

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

Bank of Hawai‘i Corporation and Subsidiaries

Business Segments Selected Financial Information

Table 13b

	Consumer		Commercial		Treasury		Consolidated	
	Banking		Banking		and Other		Total	
(dollars in thousands)								
Six Months Ended June 30, 2023								
Net Interest Income (Loss)	\$	197,822	\$	110,378	\$	(47,897)	\$	260,303
Provision for Credit Losses		4,061		(16)		455		4,500
Net Interest Income (Loss) After Provision for Credit Losses		193,761		110,394		(48,352)		255,803
Noninterest Income		63,098		16,588		4,306		83,992
Noninterest Expense		(166,348)		(39,591)		(10,016)		(215,955)
Income (Loss) Before Income Taxes		90,511		87,391		(54,062)		123,840
Provision for Income Taxes		(23,268)		(21,503)		13,834		(30,937)
Net Income (Loss)	\$	67,243	\$	65,888	\$	(40,228)	\$	92,903
Total Assets as of June 30, 2023	\$	8,739,294	\$	5,714,929	\$	10,493,713	\$	24,947,936
Six Months Ended June 30, 2022 ¹								
Net Interest Income	\$	147,233	\$	96,140	\$	14,792	\$	258,165
Provision for Credit Losses		2,315		(198)		(10,117)		(8,000)
Net Interest Income After Provision for Credit Losses		144,918		96,338		24,909		266,165
Noninterest Income		63,837		18,561		3,311		85,709
Noninterest Expense		(164,666)		(35,683)		(6,464)		(206,813)
Income Before Income Taxes		44,089		79,216		21,756		145,061
Provision for Income Taxes		(11,053)		(19,449)		(2,863)		(33,365)
Net Income	\$	33,036	\$	59,767	\$	18,893	\$	111,696
Total Assets as of June 30, 2022 ¹	\$	8,205,352	\$	5,339,224	\$	9,688,123	\$	23,232,699

Bank of Hawai'i Corporation and Subsidiaries

Selected Quarterly Financial Data

Table 14

	Three Months Ended				
	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
(dollars in thousands, except per share amounts)					
Quarterly Operating Results					
Interest Income					
Interest and Fees on Loans and Leases	\$ 144,541	\$ 136,501	\$ 128,683	\$ 115,013	\$ 101,663
Income on Investment Securities					
Available-for-Sale	23,301	23,893	18,476	16,995	17,984
Held-to-Maturity	23,375	23,948	23,708	20,243	18,838
Deposits	18	27	13	10	5
Funds Sold	6,395	3,366	1,093	2,335	719
Other	2,121	597	340	322	353
Total Interest Income	199,751	188,332	172,313	154,918	139,562
Interest Expense					
Deposits	53,779	37,794	23,494	10,296	3,535
Securities Sold Under Agreements to Repurchase	5,436	5,377	4,289	2,745	2,794
Funds Purchased	184	704	318	40	57
Short-Term Borrowings	2,510	3,203	1,978	-	92
Other Debt	13,494	5,299	1,496	182	182
Total Interest Expense	75,403	52,377	31,575	13,263	6,660
Net Interest Income	124,348	135,955	140,738	141,655	132,902
Provision for Credit Losses	2,500	2,000	200	-	(2,500)
Net Interest Income After Provision for Credit Losses	121,848	133,955	140,538	141,655	135,402
Noninterest Income					
Trust and Asset Management	11,215	10,690	10,652	10,418	11,457
Mortgage Banking	1,176	1,004	991	1,002	1,247
Service Charges on Deposit Accounts	7,587	7,737	7,513	7,526	7,309
Fees, Exchange, and Other Service Charges	14,150	13,808	13,906	13,863	14,193
Investment Securities Losses, Net	(1,310)	(1,792)	(1,124)	(2,147)	(1,295)
Annuity and Insurance	1,038	1,271	1,087	1,034	870
Bank-Owned Life Insurance	2,876	2,842	2,475	2,486	2,658
Other	6,523	5,177	5,672	(3,522)	5,719
Total Noninterest Income	43,255	40,737	41,172	30,660	42,158
Noninterest Expense					
Salaries and Benefits	56,175	65,088	57,639	59,938	57,769
Net Occupancy	9,991	9,872	9,499	10,186	9,930
Net Equipment	10,573	10,375	9,942	9,736	9,543
Data Processing	4,599	4,583	4,579	4,616	4,607
Professional Fees	4,651	3,883	3,958	3,799	3,542
FDIC Insurance	3,173	3,234	1,774	1,680	1,590
Other	14,874	14,884	15,312	15,794	15,958
Total Noninterest Expense	104,036	111,919	102,703	105,749	102,939
Income Before Provision for Income Taxes	61,067	62,773	79,007	66,566	74,621
Provision for Income Taxes	15,006	15,931	17,700	13,765	17,759
Net Income	\$ 46,061	\$ 46,842	\$ 61,307	\$ 52,801	\$ 56,862
Preferred Stock Dividends	1,969	1,969	1,969	1,969	1,969
Net Income Available to Common Shareholders	\$ 44,092	\$ 44,873	\$ 59,338	\$ 50,832	\$ 54,893
Basic Earnings Per Common Share					
Basic Earnings Per Common Share	\$ 1.12	\$ 1.14	\$ 1.51	\$ 1.28	\$ 1.38
Diluted Earnings Per Common Share					
Diluted Earnings Per Common Share	\$ 1.12	\$ 1.14	\$ 1.50	\$ 1.28	\$ 1.38
Balance Sheet Totals					
Loans and Leases	\$ 13,914,889	\$ 13,824,522	\$ 13,646,420	\$ 13,321,606	\$ 12,951,573
Total Assets	24,947,936	23,931,977	23,606,877	23,134,040	23,232,699
Total Deposits	20,508,615	20,491,300	20,615,696	20,888,773	21,025,681
Total Shareholders' Equity	1,358,279	1,354,430	1,316,995	1,282,384	1,348,746
Performance Ratios					
Return on Average Assets	0.77 %	0.80 %	1.05 %	0.91 %	1.00 %
Return on Average Shareholders' Equity	13.55	14.25	18.91	15.31	16.40
Return on Average Common Equity	14.95	15.79	21.28	16.98	18.19
Efficiency Ratio ¹	62.07	63.34	56.46	61.37	58.80
Net Interest Margin ²	2.22	2.47	2.60	2.60	2.47

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

² Net interest margin is defined as net interest income, on a taxable-equivalent basis, as a percentage of average earning assets.

Bank of Hawai‘i Corporation and Subsidiaries

Hawaii Economic Trends

Table 15

(dollars in millions; jobs in thousands)	Five Months Ended		Year Ended			
	May 31, 2023		December 31, 2022		December 31, 2021	
Hawaii Economic Trends						
State General Fund Revenues ¹	\$ 4,204.9	(3.6) %	\$ 9,441.3	16.0 %	\$8,137.9	26.9 %
General Excise and Use Tax Revenue ¹	1,916.0	9.4	4,263.4	18.3	3,604.3	18.6
Jobs ²	657.4		654.5		642.6	

	June 30,		December 31,			
	2023		2022	2021		
Unemployment, seasonally adjusted³						
Statewide	3.0	%	3.7	%	3.2	%
Honolulu County	3.1		3.3		3.7	
Hawaii County	3.0		4.7		1.8	
Maui County	2.5		4.5		2.4	
Kauai County	2.6		4.7		2.7	

(1-year percentage change, except months of inventory)	June 30,		December 31,					
	2023		2022	2021	2020			
Housing Trends (Single Family Oahu)⁴								
Median Home Price	(5.5)	%	11.6	%	19.3	%	5.2	%
Home Sales Volume (units)	(34.6)	%	(23.2)	%	17.9	%	2.3	%
Months of Inventory	2.6		2.1		0.8		1.4	

(in thousands)	Monthly Visitor Arrivals,		Percentage Change from Previous Year
	Not Seasonally Adjusted		
Tourism⁵			
May 31, 2023	790.5		2.1 %
April 30, 2023	806.2		(0.4)
March 31, 2023	892.2		13.6
February 28, 2023	733.6		17.6
January 31, 2023	775.1		36.7
December 31, 2022	858.1		14.0
November 30, 2022	725.5		18.2
October 31, 2022	726.1		31.8
September 30, 2022	691.8		37.1
August 31, 2022	829.7		14.8
July 31, 2022	919.2		4.5
June 30, 2022	841.8		6.4
May 31, 2022	774.1		22.9
April 30, 2022	809.6		67.3
March 31, 2022	785.7		78.7
February 28, 2022	623.7		165.1
January 31, 2022	567.2		229.8
December 31, 2021	752.8		219.3
November 30, 2021	614.0		234.1
October 31, 2021	550.8		618.2
September 30, 2021	504.6		2,641.0
August 31, 2021	723.0		2,995.6
July 31, 2021	879.6		3,798.4
June 30, 2021	791.1		4,534.7
May 31, 2021	629.7		6,807.4

¹ Source: Hawaii Department of Business, Economic Development & Tourism

² Source: U.S. Bureau of Labor Statistics

³ Source: University of Hawaii Economic Research Organization (UHERO)

⁴ Source: Honolulu Board of Realtors

⁵ Source: Hawaii Tourism Authority

Bank of Hawai'i Corporation
second quarter 2023
financial report

July 24, 2023

forward-looking statements

this presentation, and other statements made by the Company in connection with it, may contain forward-looking statements concerning, among other things, forecasts of our financial results and condition, expectations for our operations and business prospects, and our assumptions used in those forecasts and expectations. we have not committed to update forward-looking statements to reflect later events or circumstances

**quality balance
sheet performance**

strong liquidity

**low risk balance
sheet construct**

earnings highlights

- total deposits increased 0.1%
 - growth attributed to increase in core customer deposits
 - loans and leases increased 0.7%
-

- \$1.7 billion in cash & cash equivalents
 - \$8.5 billion in readily available liquidity
 - readily available liquidity exceeds uninsured deposits
-

- 0.04% net charge-off rate
 - 0.08% non-performing assets level
 - 79% of loan portfolio real-estate secured with combined wtd avg LTV of 55%
 - commercial real estate (CRE) portfolio comprises 27% of total loans with wtd avg LTV of 56%
-

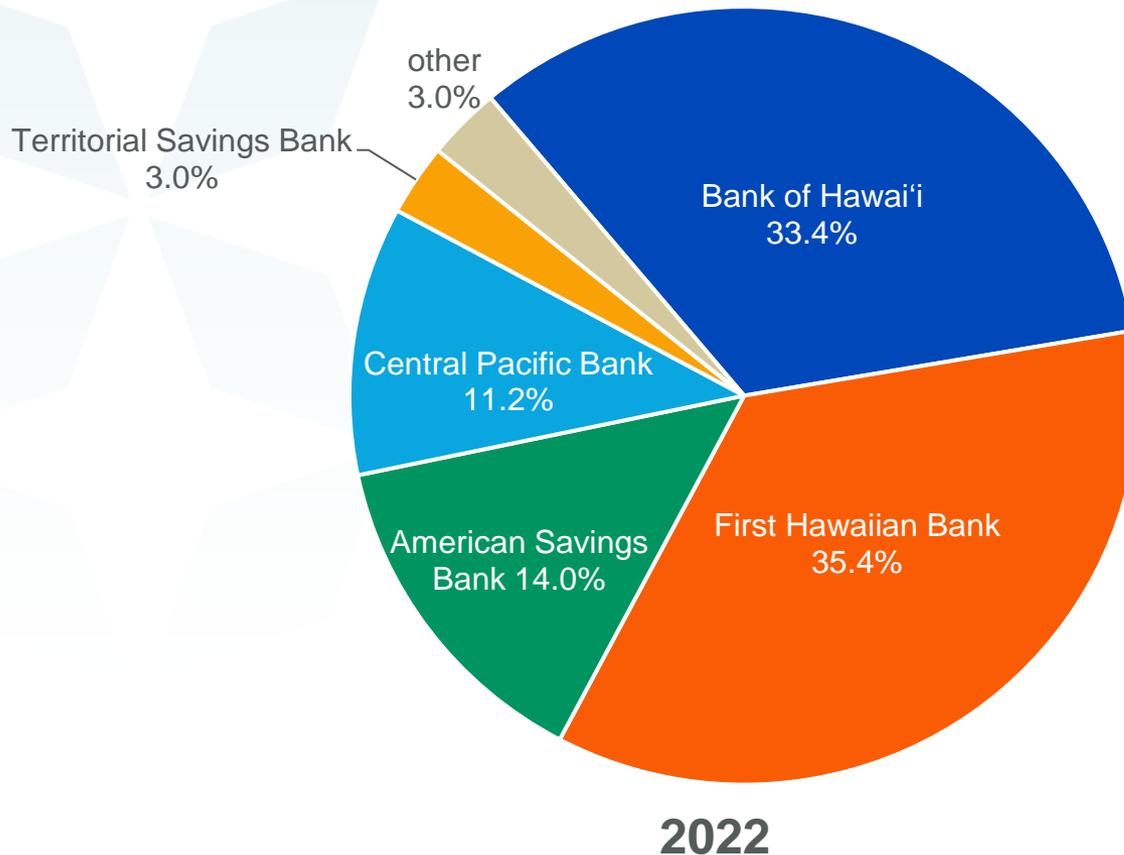
- \$1.12 earnings per diluted share
- 1.08% total average cost of deposits
- \$104.0 million noninterest expense
- 14.95% return on average common equity

our deposits

through our 125 year history in the islands, Bank of Hawai'i has developed an exceptionally seasoned deposit base, built one relationship at a time, over many years, and in neighborhoods and communities we understand

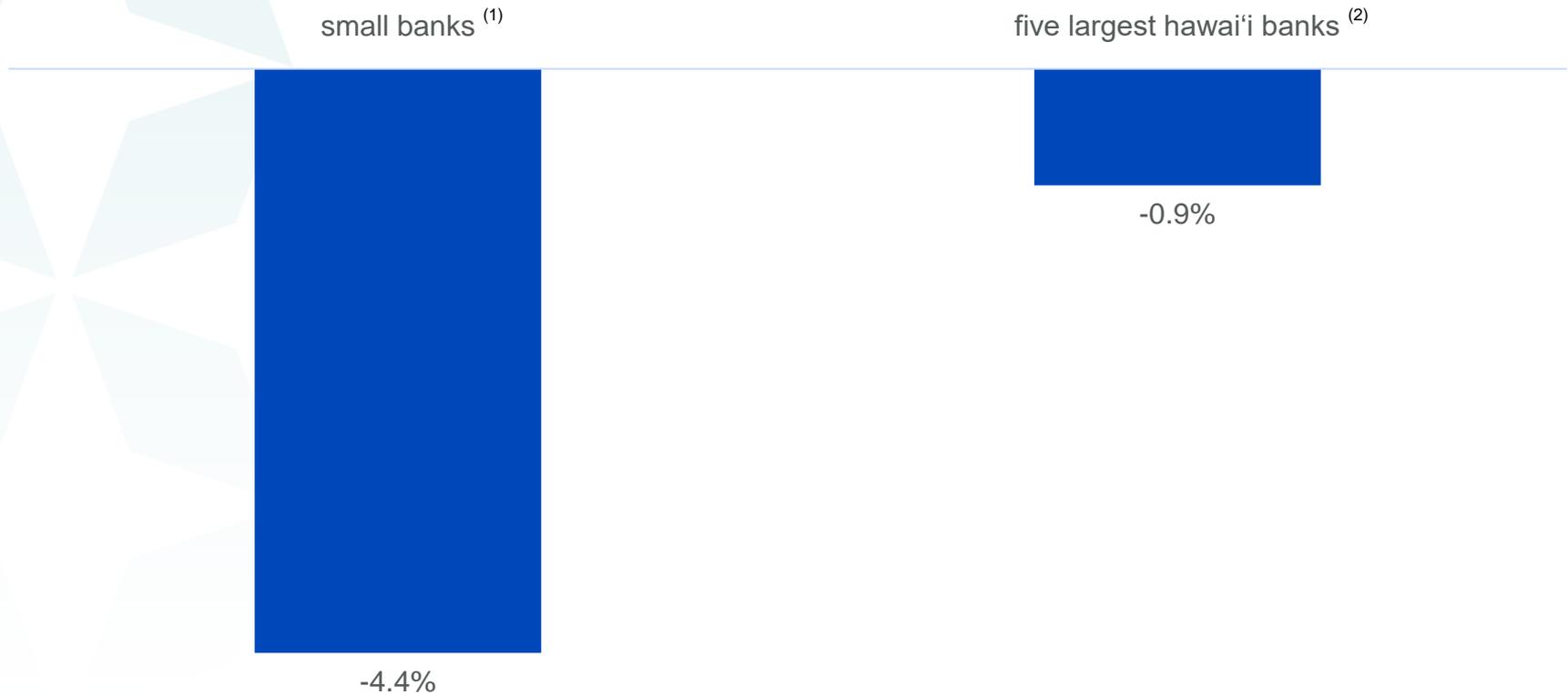
- ✓ unique marketplace
- ✓ diversified
- ✓ tenured

unique deposit market



unique deposit market with five local competitors holding 97% of the bank deposit market

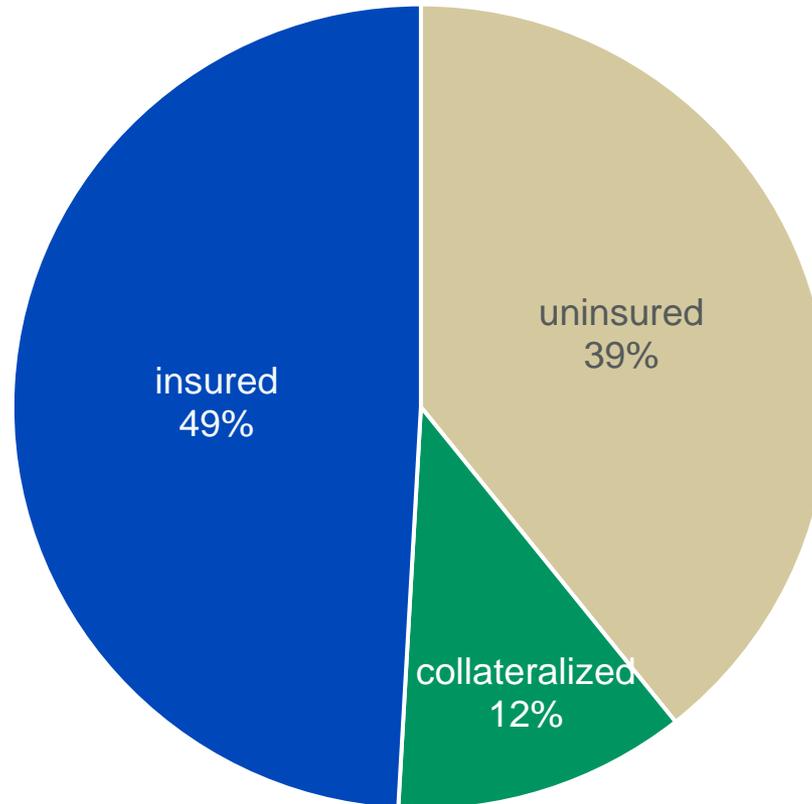
q1 2023 change in deposit balances



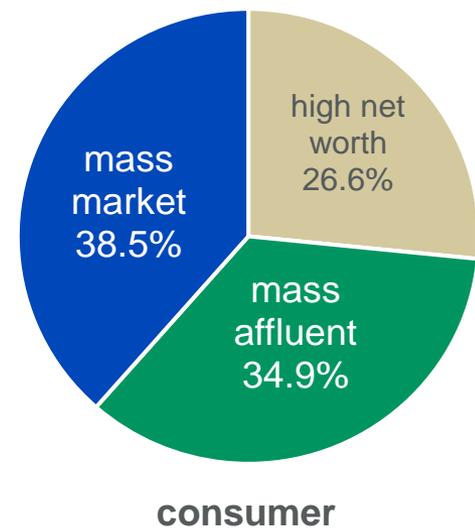
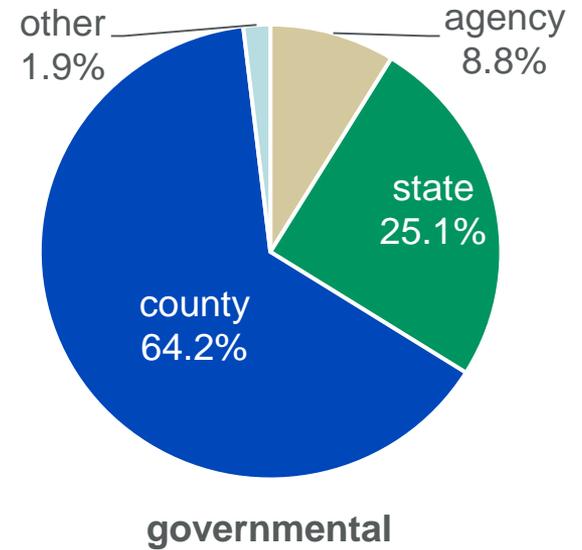
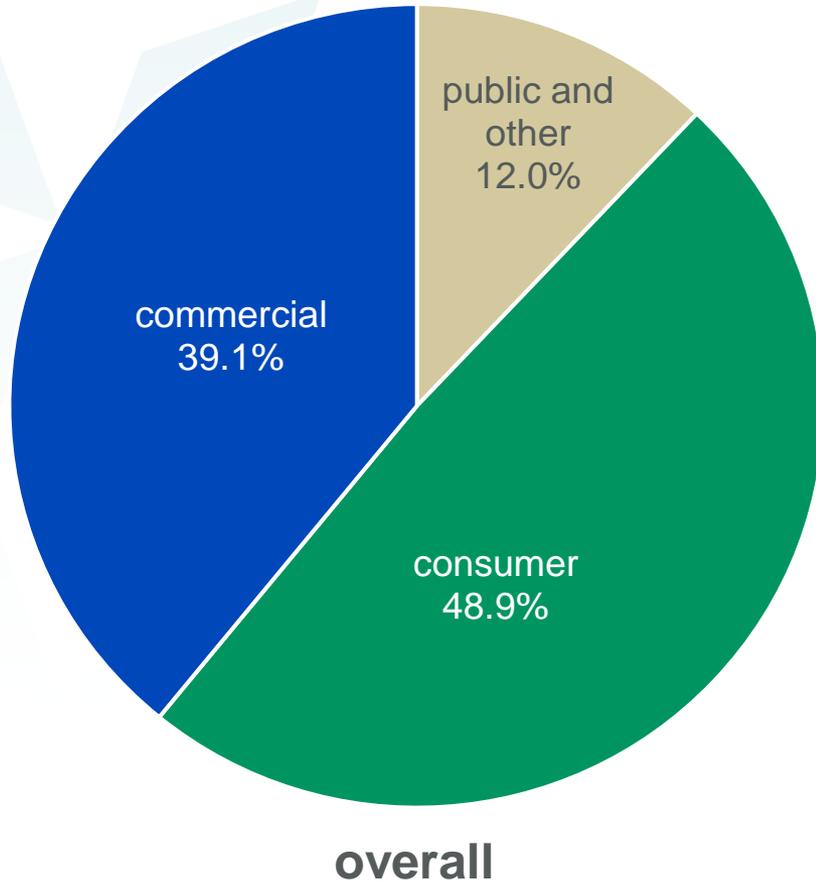
(1) compares 3/29/23 vs. 12/28/22; small banks data derived from H.8 Assets and Liabilities of Commercial Banks in the United States, Table 9 - Assets and Liabilities of Small Domestically Chartered Commercial Banks in the United States, not seasonally adjusted

(2) includes: First Hawaiian Bank, Bank of Hawai'i, American Savings Bank, Central Pacific Bank, and Territorial Savings Bank

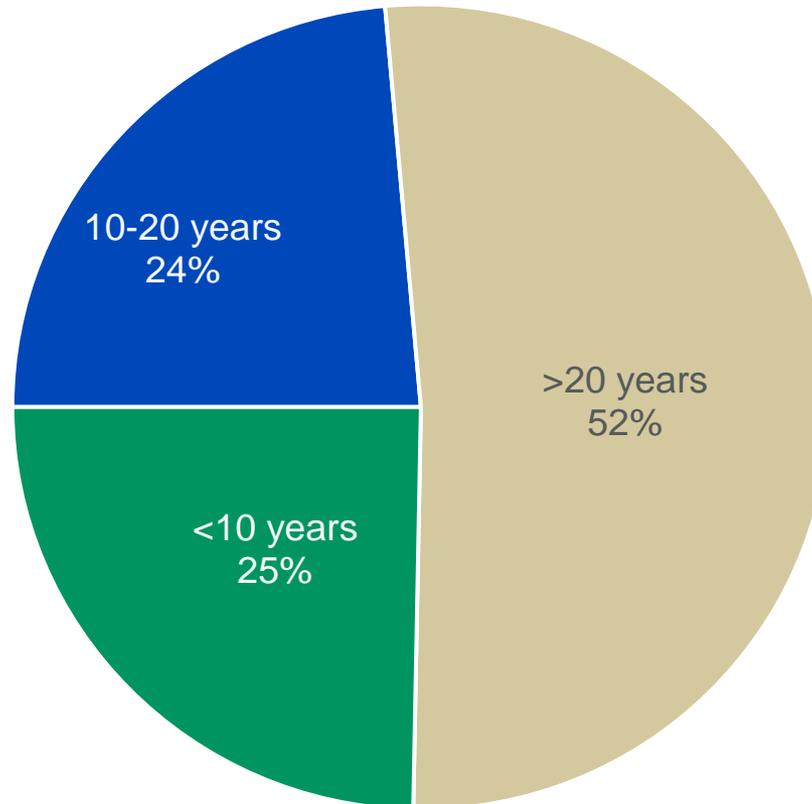
majority of deposits insured or collateralized



diversified deposit base

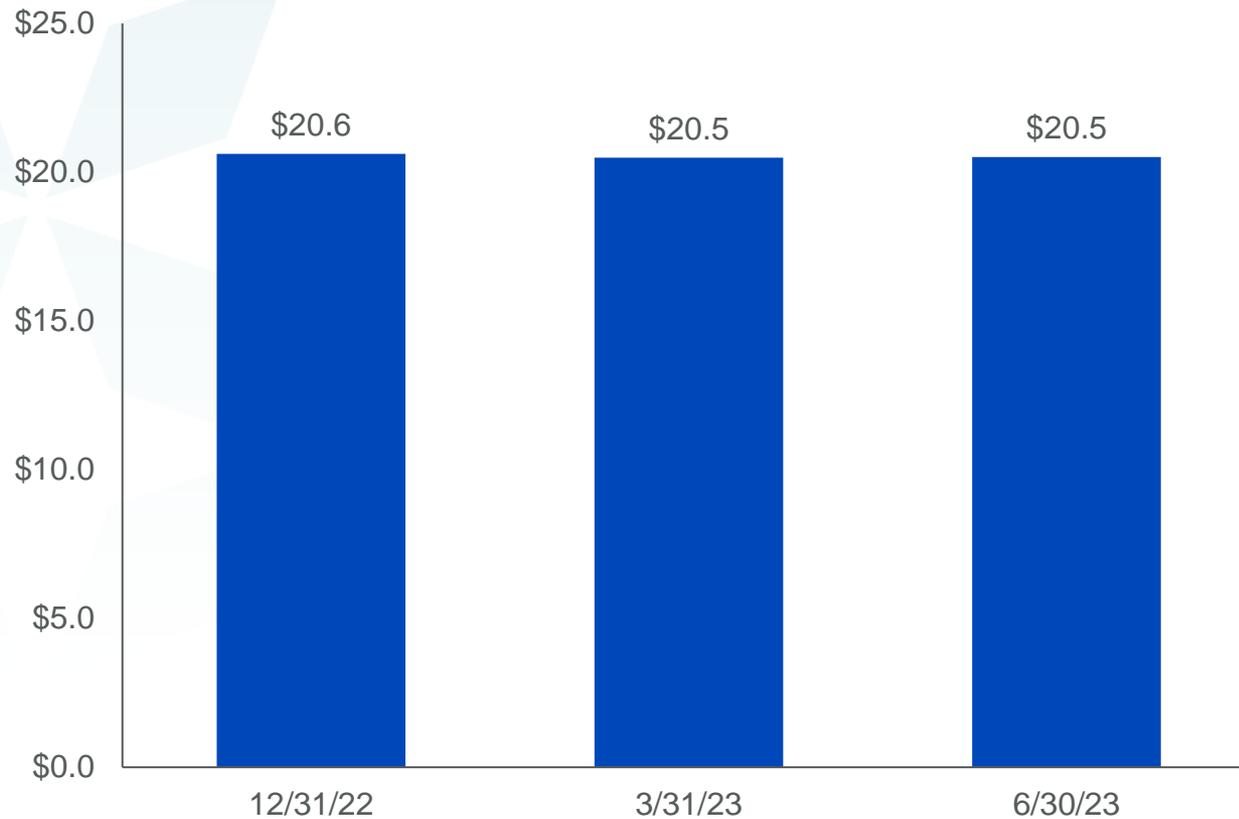


tenured deposit base



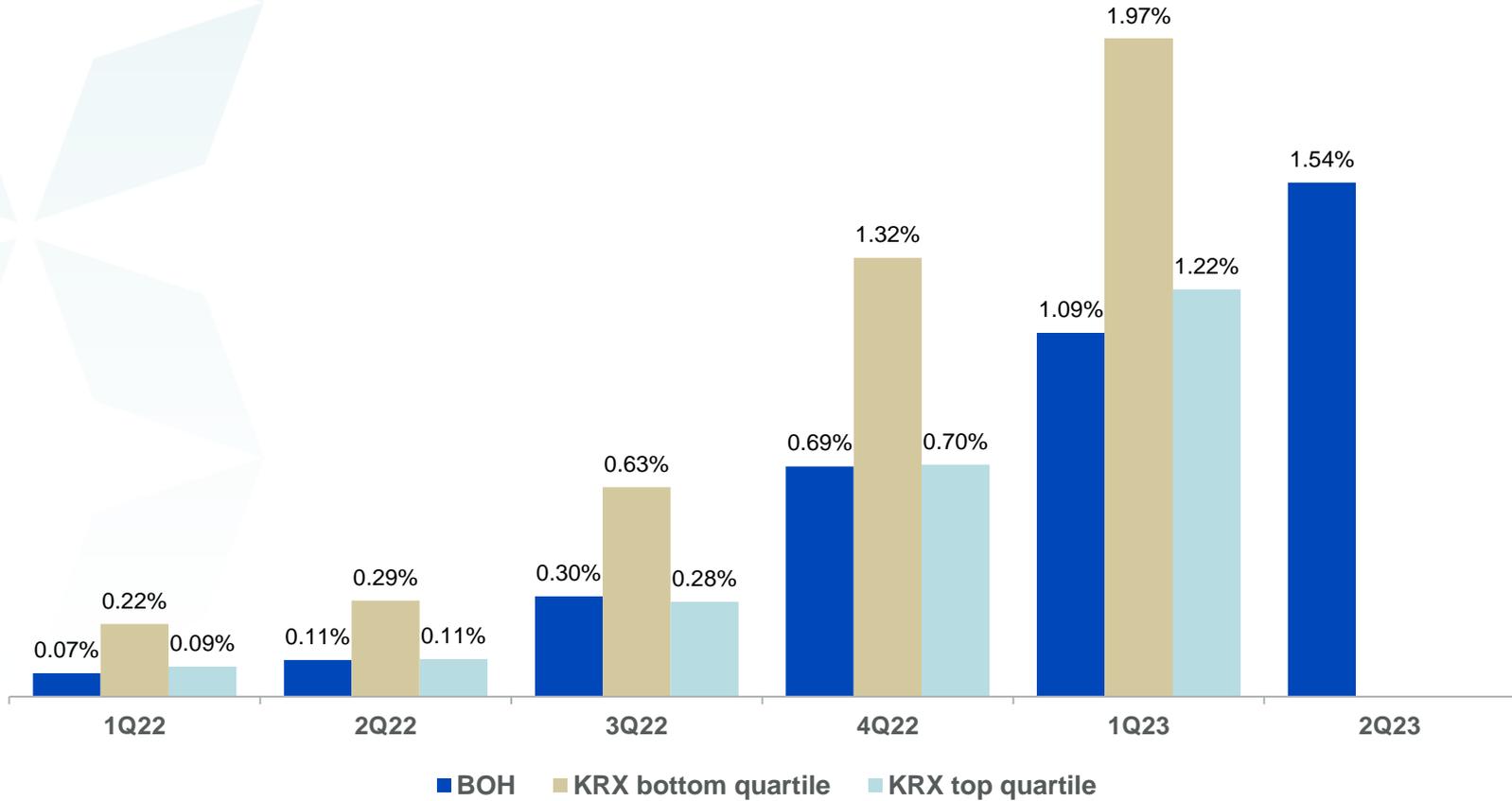
deposit balances

\$ in billions



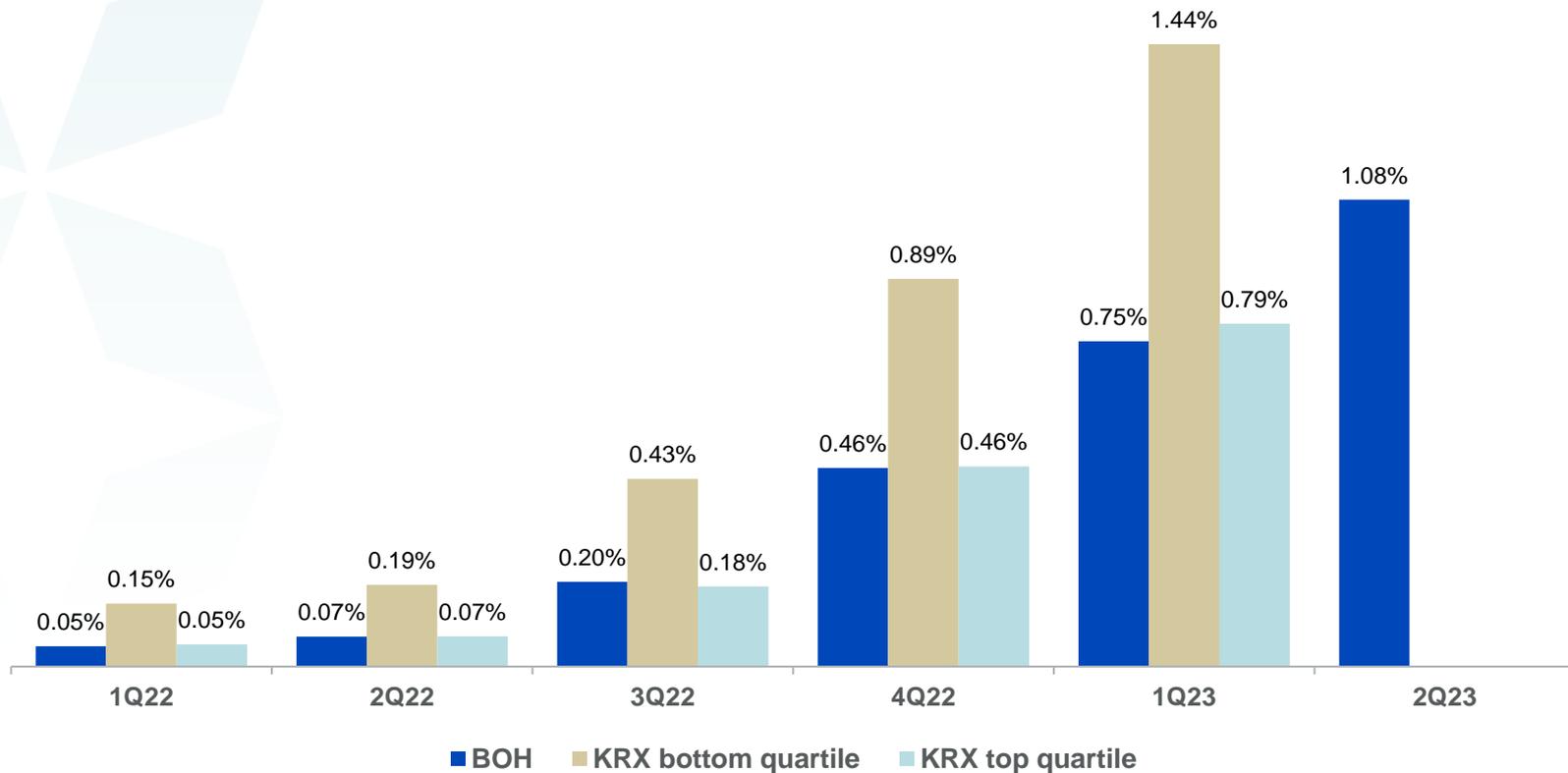
- **spot balance** increased by 0.1%
- **average balance** decreased by 2.0%

cost of funds interest-bearing deposits



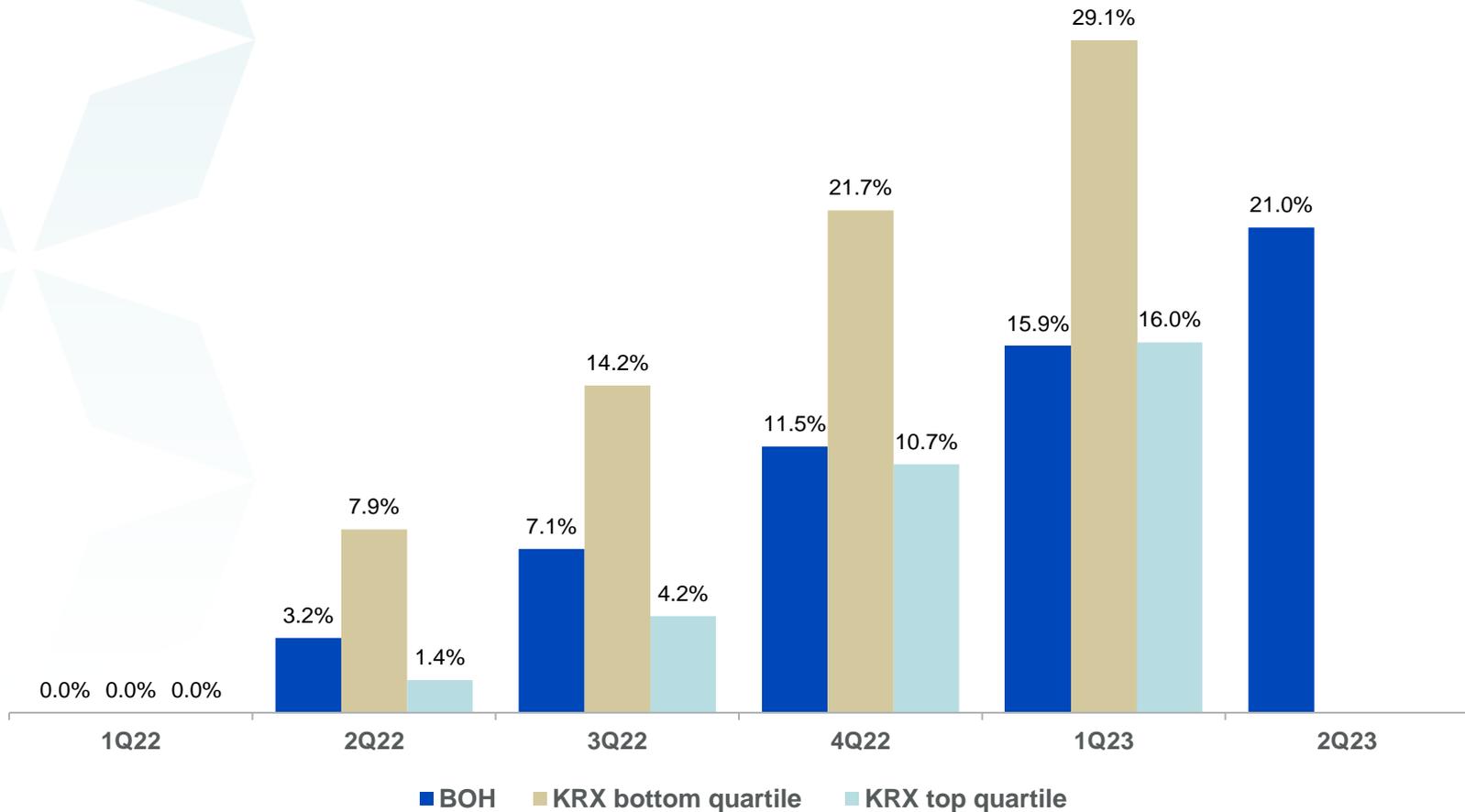
source: S&P Capital IQ; KBW Regional Banking Index (KRX) as of 1/3/23, top quartile represents 25th percentile and bottom quartile represents 75th percentile, when sorted by lowest to highest

cost of funds total deposit costs



source: S&P Capital IQ; KBW Regional Banking Index (KRX) as of 1/3/23, top quartile represents 25th percentile and bottom quartile represents 75th percentile, when sorted by lowest to highest

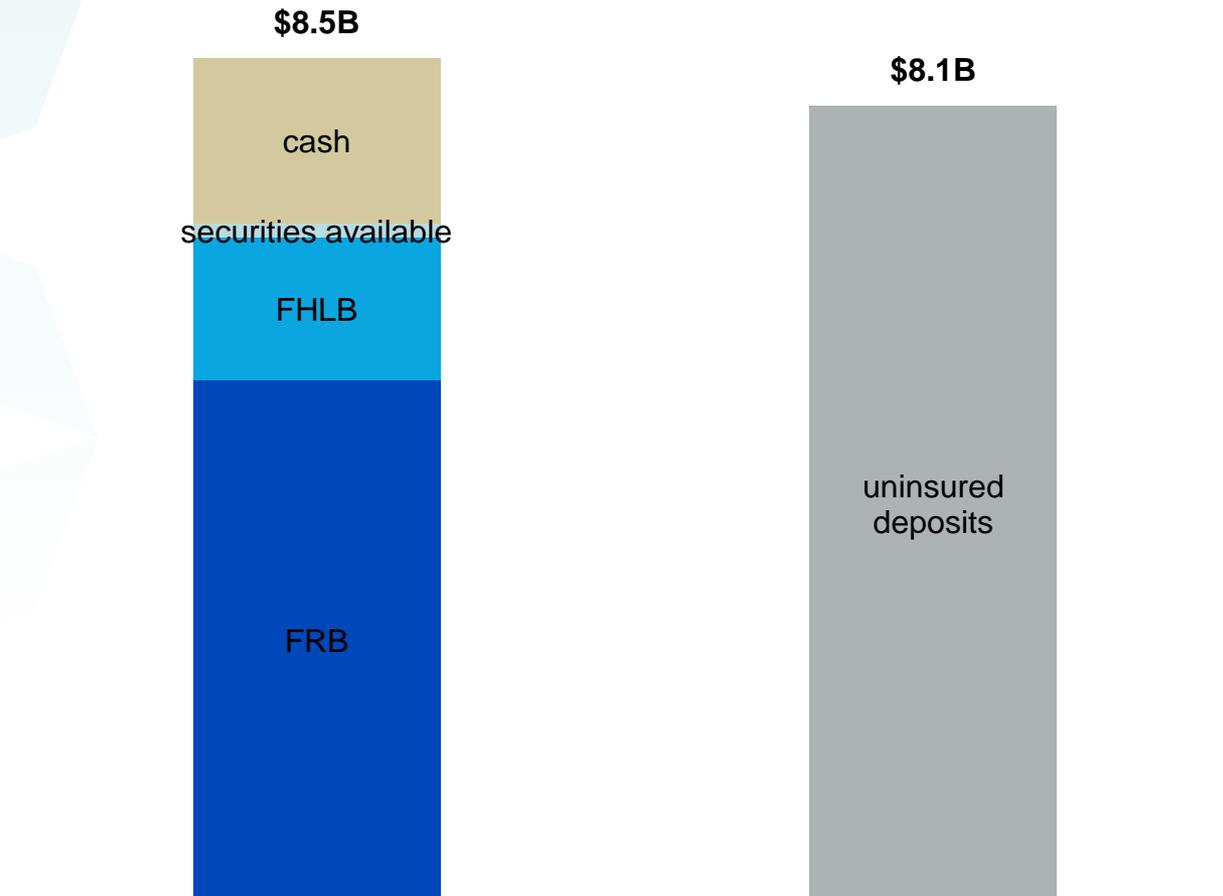
deposit beta performance



source: S&P Capital IQ; KBW Regional Banking Index (KRX) as of 1/3/23, beta calculated as change in average total deposit rate divided by change in average Fed Funds rate, top quartile represents 25th percentile and bottom quartile represents 75th percentile, when sorted by lowest to highest

readily available liquidity

Bank of Hawai'i carries substantial liquidity lines and equivalents for both day-to-day operational purposes as well as for liquidity backstop purposes

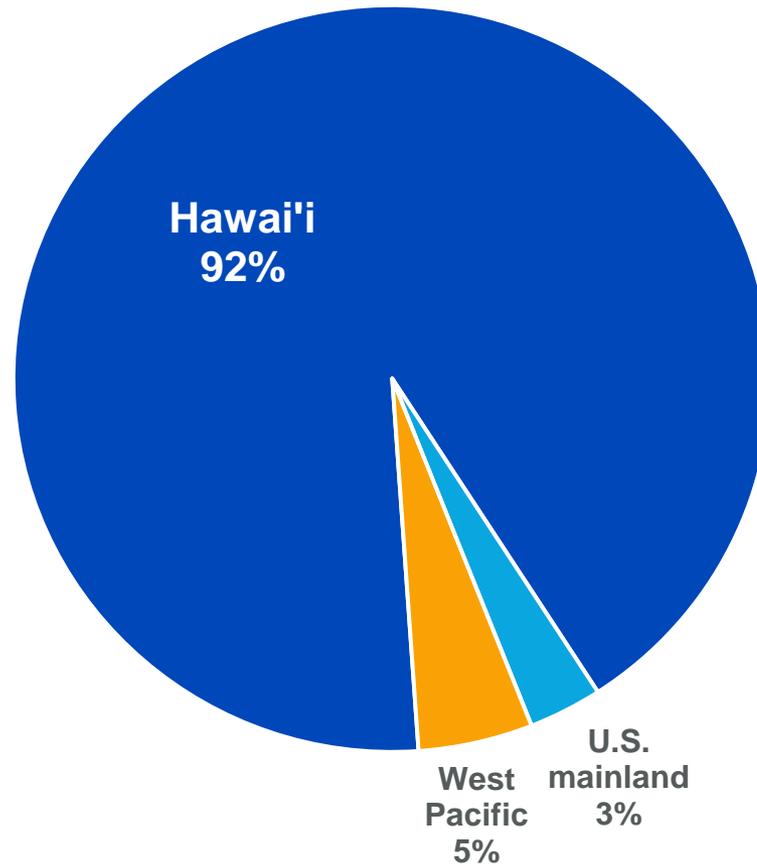




credit performance

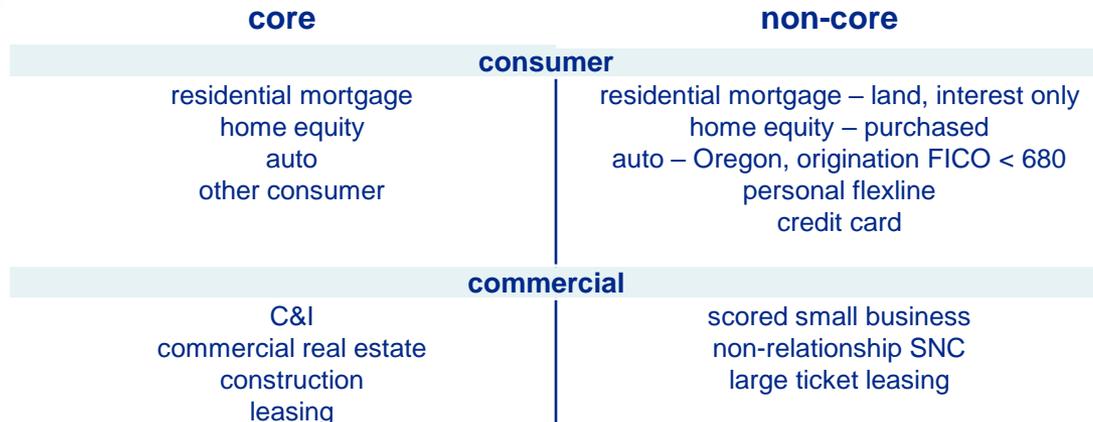
lending philosophy

**we lend in markets we know
& to long-standing relationships we understand**



de-risking the balance sheet

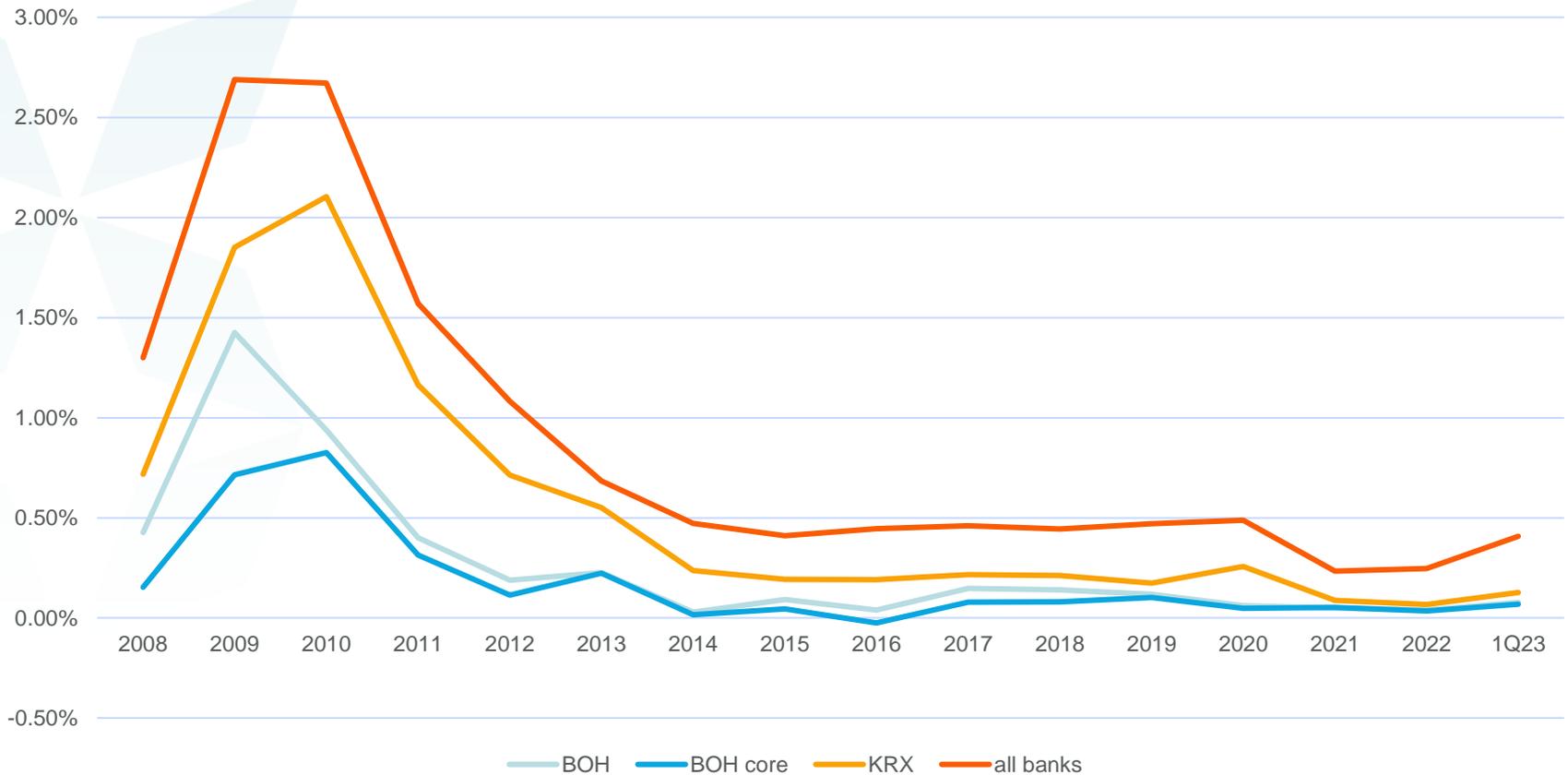
loan portfolio balance



historical net charge-off rates

lower net charge offs through different economic cycles

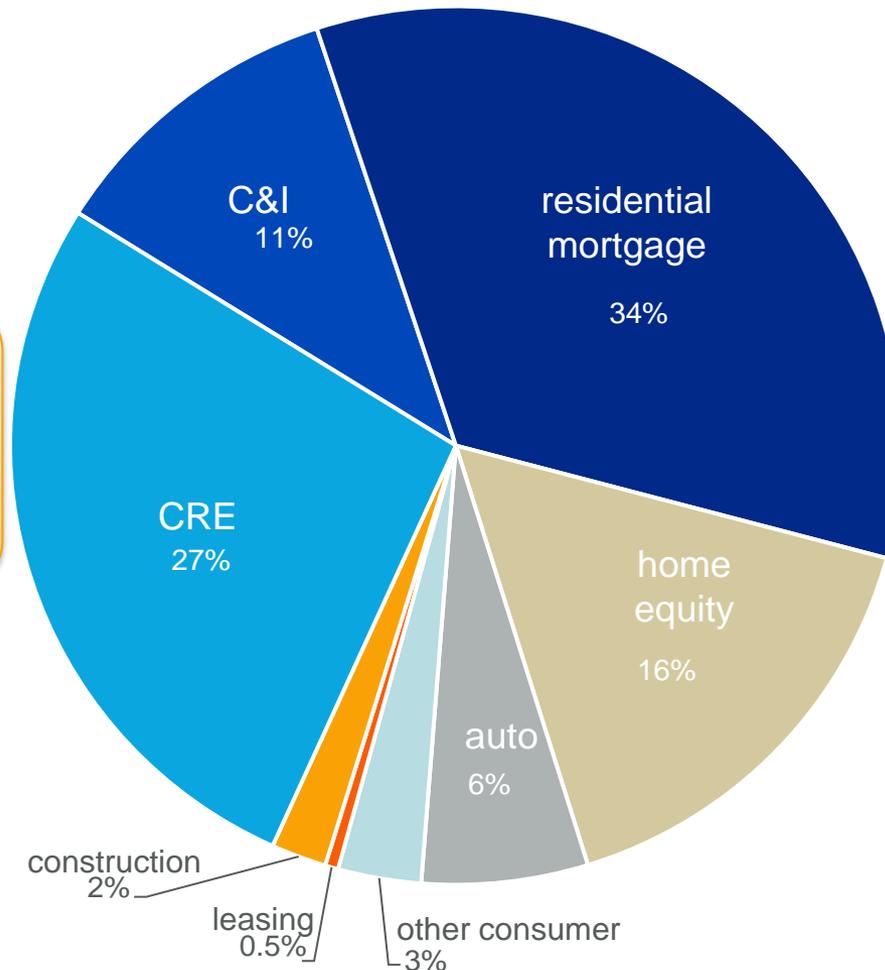
annual net charge-off rate



KRX – represents historical average net charge-off rates for banks in the KBW Regional Banking index as of 1/3/23 (source: S&P Capital IQ)
all banks – represents historical average net charge-off rates for all FDIC insured banks (source: FDIC)

loan portfolio

**79% of portfolio secured with real estate
with combined weighted average loan to value of 55%**



40% commercial

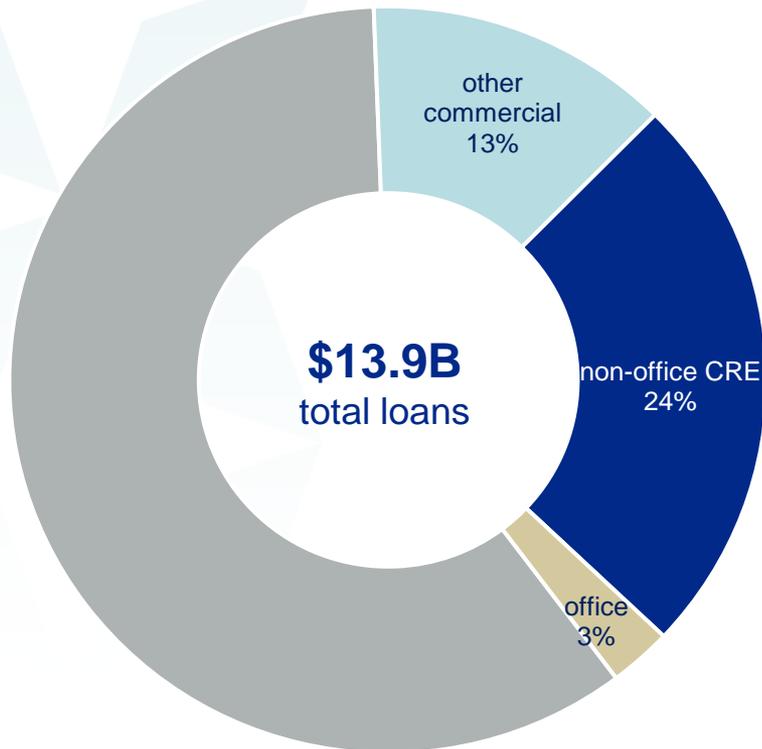
- 72% real estate secured
- wtd avg LTV 56%
- 56% w/ BOH \geq 10 yrs
- avg bal \$0.7MM

60% consumer

- 84% real estate secured
- wtd avg LTV 54%
- 57% w/ BOH \geq 10 yrs
- avg bal \$0.07MM

commercial real estate (CRE)

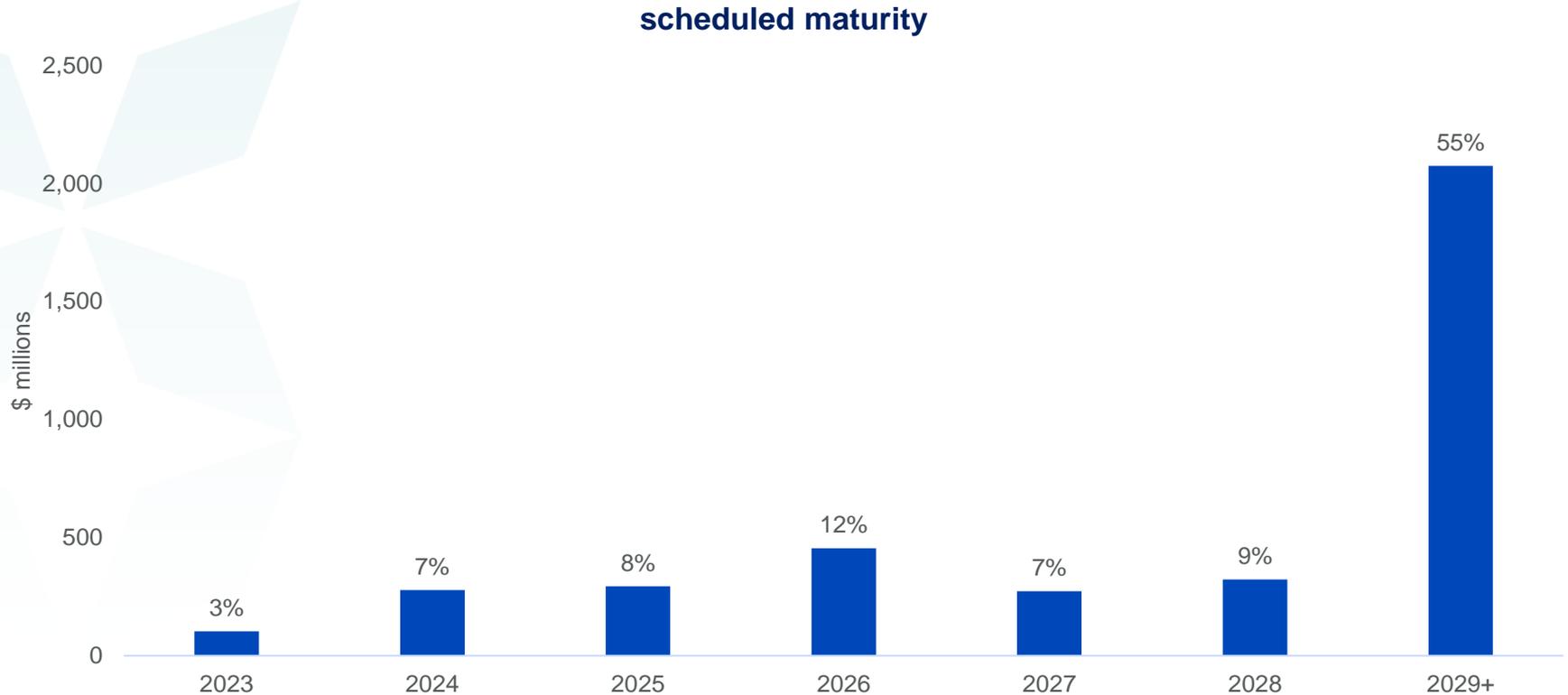
27% of total loans



asset type	% total loans	wtd avg LTV
multi-family	6.5%	59%
industrial	5.5%	56%
retail	5.2%	55%
lodging	4.1%	53%
office	2.7%	56%
specialty	2.9%	53%
other	0.6%	48%
total CRE	27.3%	56%

CRE scheduled maturities

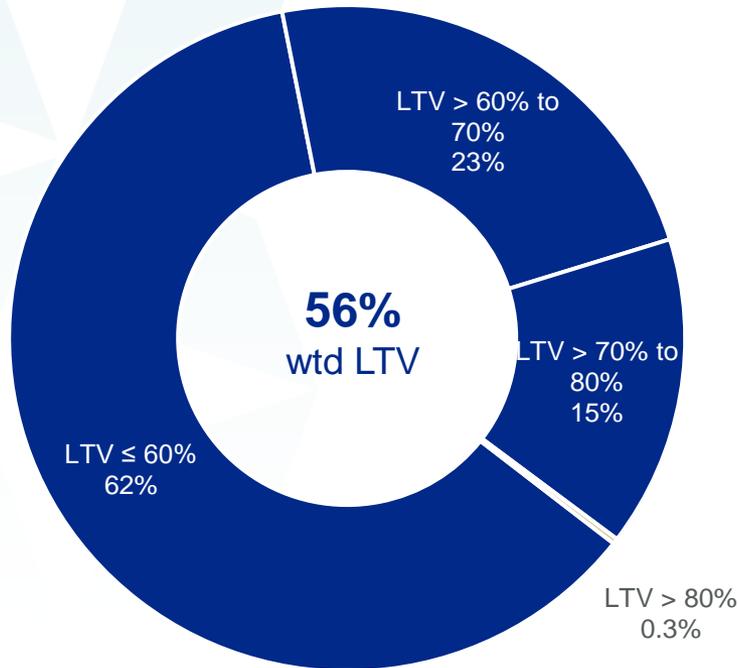
10% maturing prior to 2025



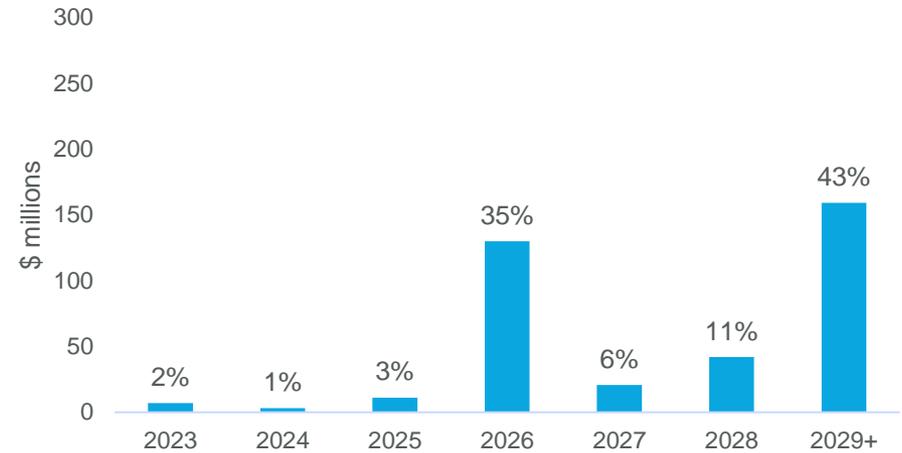
CRE office

3% of total loans

LTV distribution



scheduled maturity

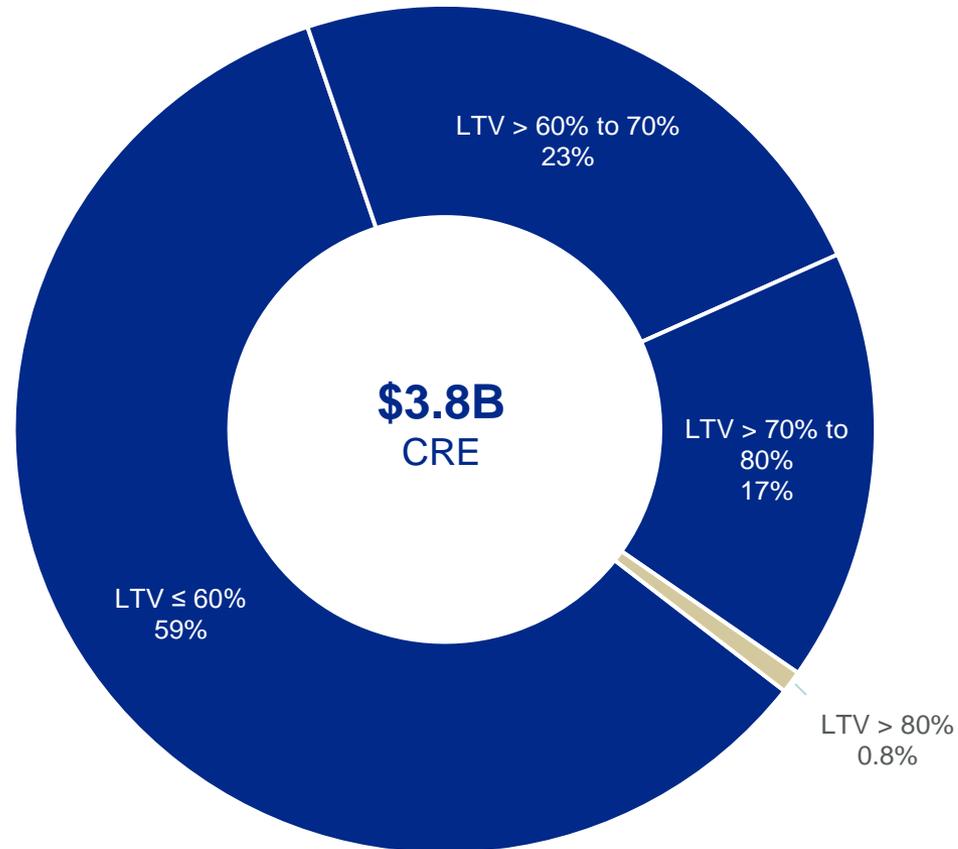


highlights

- 56% wtd avg LTV
- \$1.7MM average exposure
- 26% CBD (Downtown Honolulu)
 - 63% wtd avg LTV
 - 47% with repayment guaranties
- 3% maturing prior to 2025

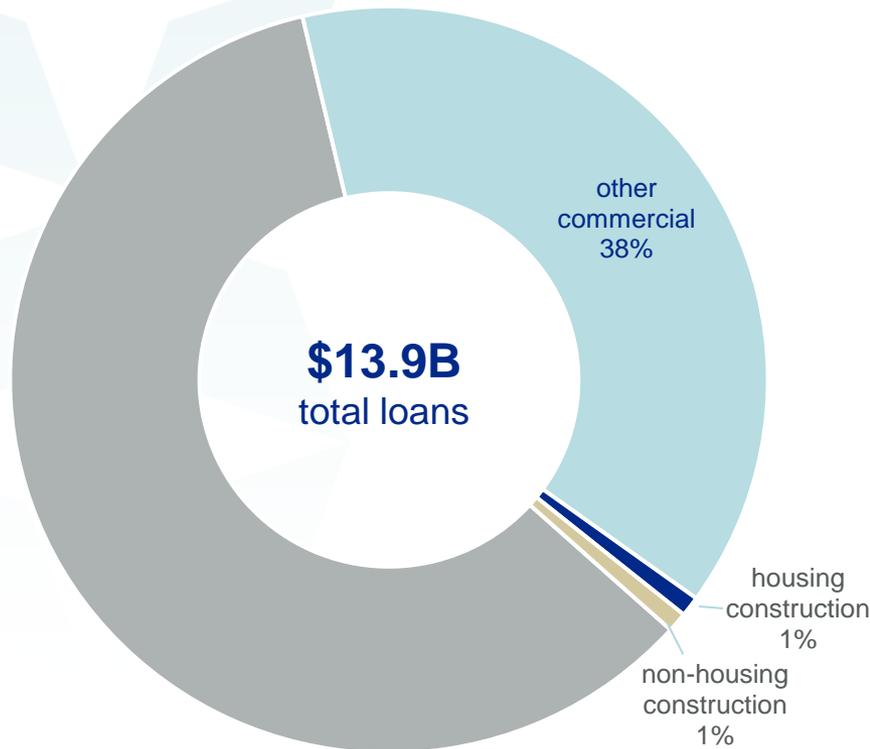
CRE tail risk

LTV > 80% - 0.8% of CRE, 0.2% of total loans



construction

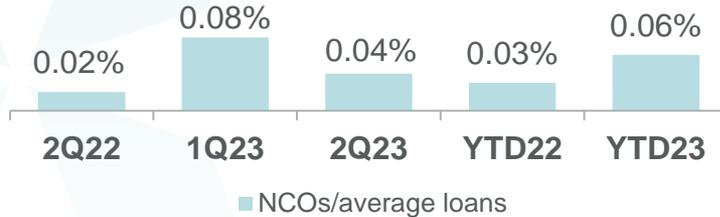
2% of total loans



asset type	% total loans	wtd avg LTV
housing – low income / affordable	0.8%	63%
housing – other	0.1%	46%
retail	0.4%	64%
industrial	0.2%	67%
lodging	0.2%	49%
office	0.1%	71%
specialty	0.01%	56%
total construction	1.7%	62%

credit quality

net charge-offs



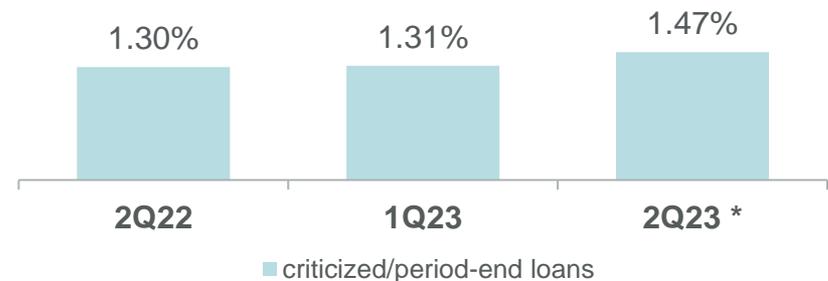
non-performing assets



delinquencies



criticized



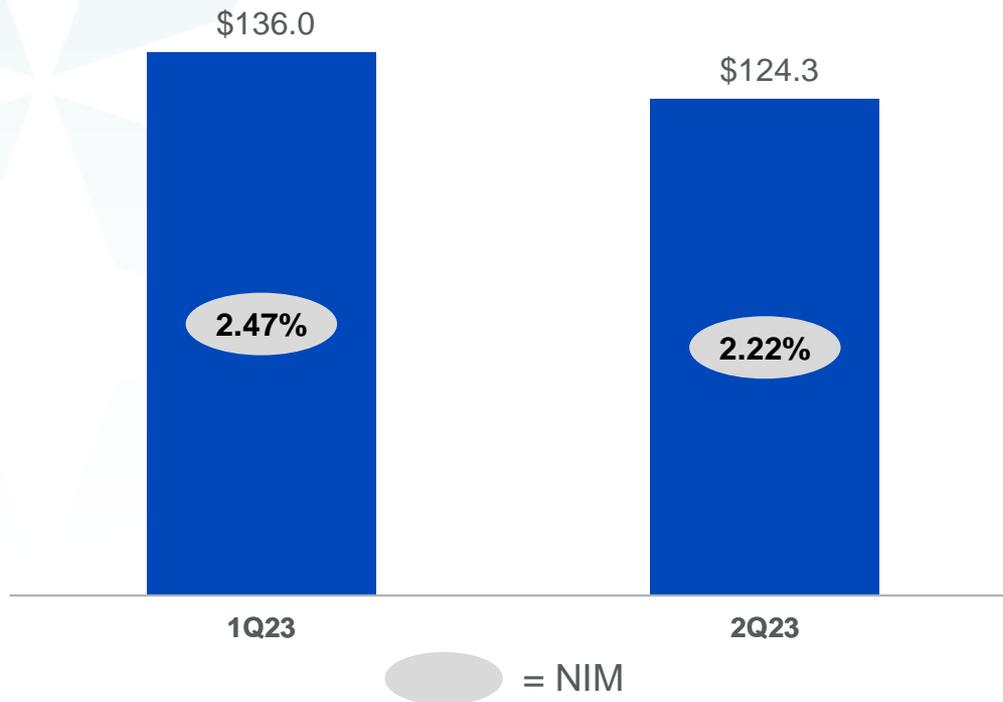
* 75% of total criticized in CRE with 57% wtd avg LTV



financial update

NII and NIM

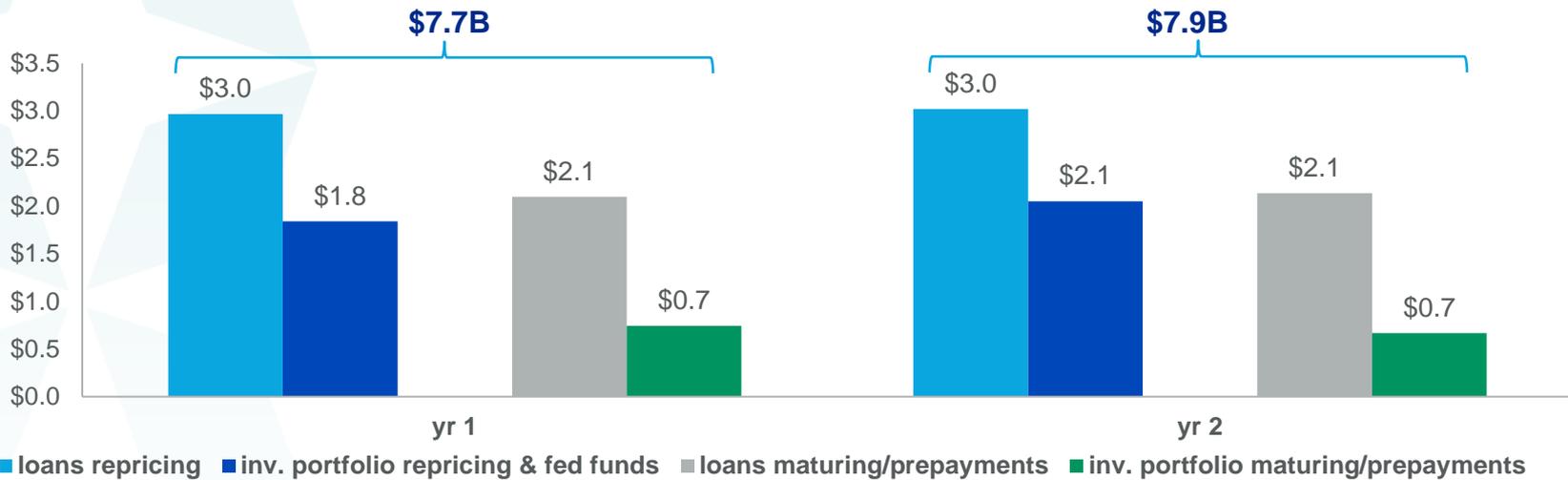
\$ in millions



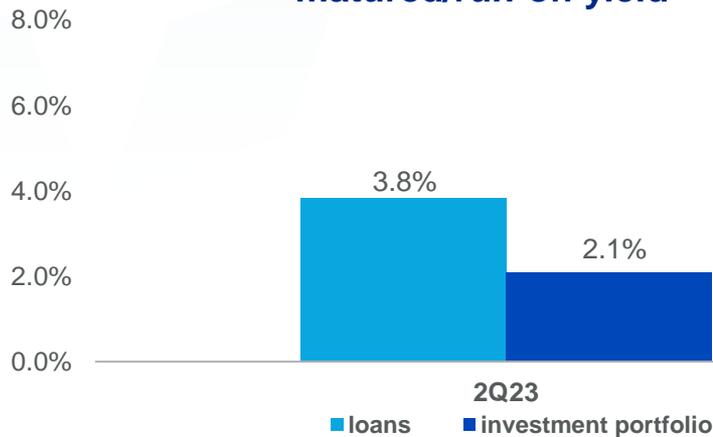
- NII and NIM challenges from inverted yield curve and higher short term rates
- deposit rates and betas remain well below peers
- \$1.7 billion in cash & cash equivalents reduced NIM by approximately 4 bps

asset repricing

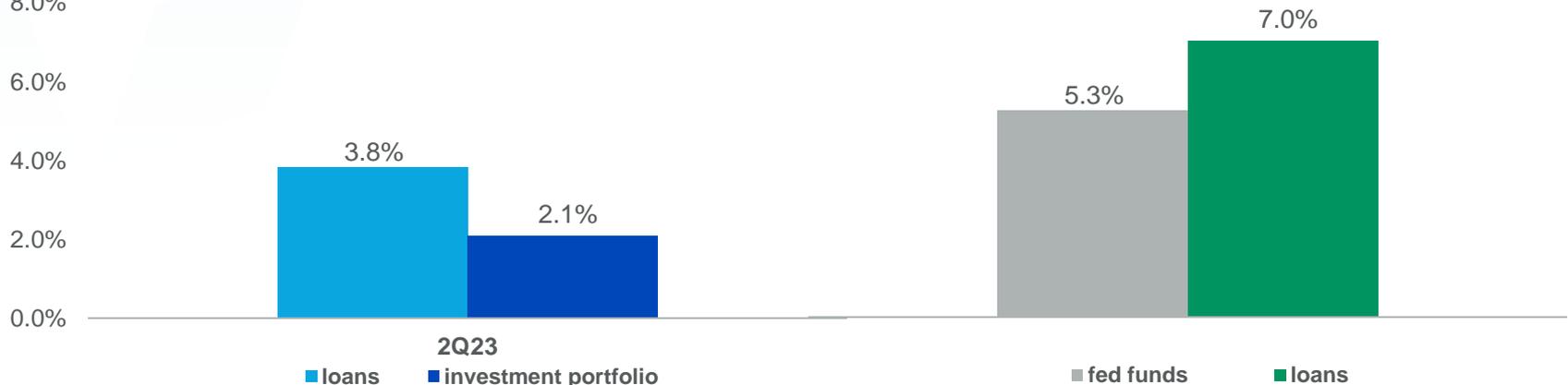
projected repricing, maturities & prepayments (\$ in billions)



matured/run-off yield



reinvestment opportunity

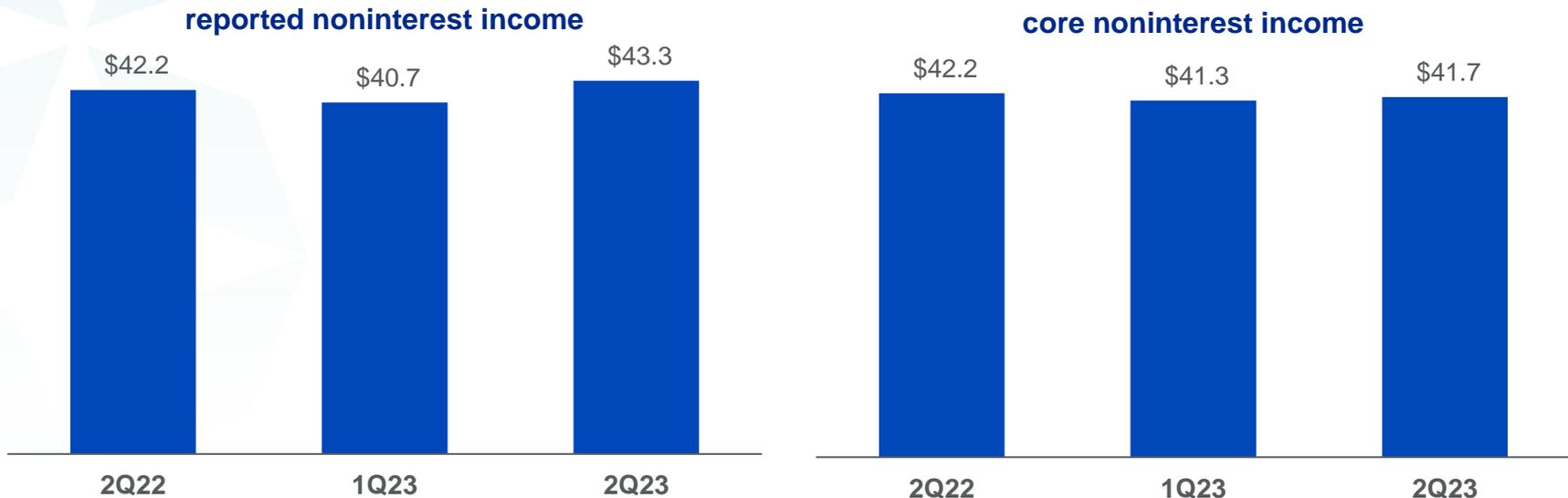


note: numbers may not add up due to rounding, loans repricing includes \$200.0 million of fixed rate loans swapped to floating rate loans, matured/run-off yield for loans includes only fixed-rate loans; matured/run-off yield for investment portfolio excludes security called in 2Q23

noninterest income

\$ in millions

stable core noninterest income from diverse sources

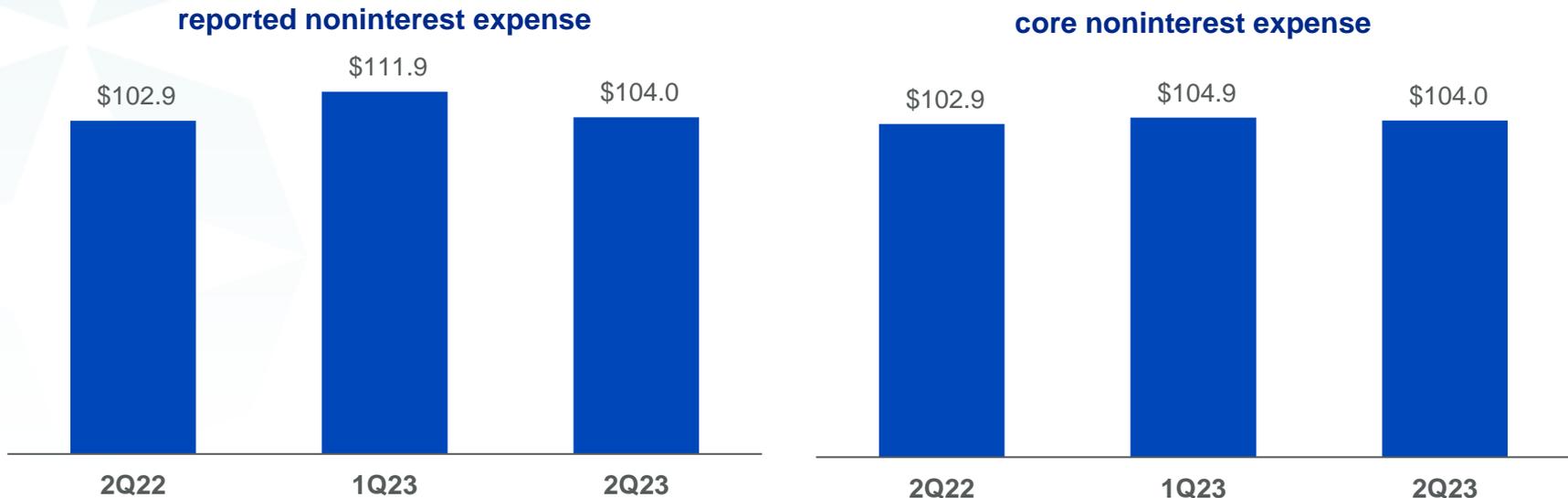


note: 1Q23 reported noninterest income included a negative \$0.6 million adjustment related to a change in the Visa Class B conversion ratio, 2Q23 reported noninterest income includes \$1.5 million related to the sale of a low-income housing tax credit investment

noninterest expense

\$ in millions

disciplined expense management in challenging operating environment



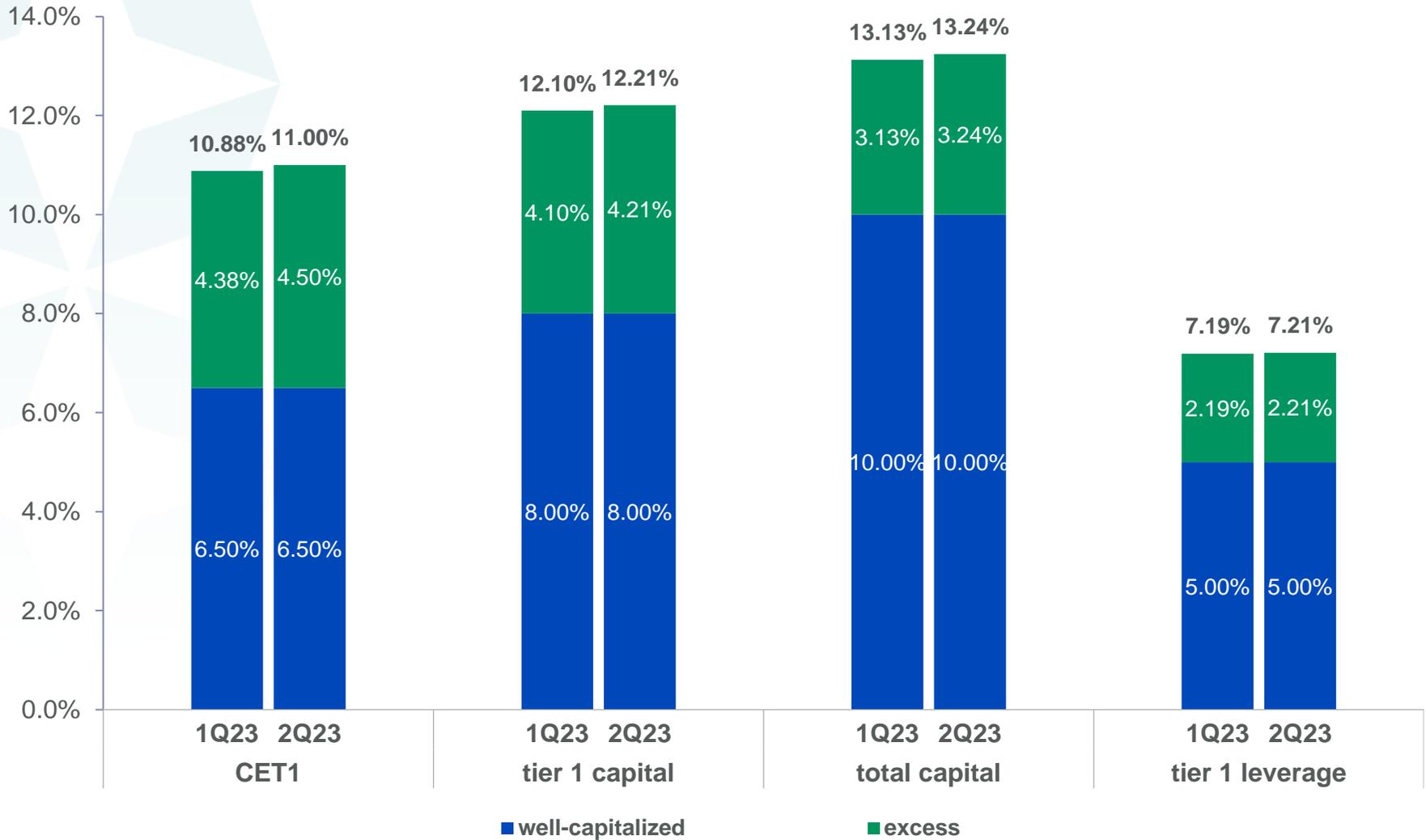
note: 1Q23 reported noninterest expense included seasonal payroll expenses of approximately \$4.0 million and separation expenses of \$3.1 million

financial summary

\$ in millions, except per share amounts

	<u>2Q 2023</u>	<u>1Q 2023</u>	<u>2Q 2022</u>	<u>Δ 1Q 2023</u>	<u>Δ 2Q 2022</u>
net interest income	\$ 124.3	\$ 136.0	\$ 132.9	\$ (11.6)	\$ (8.6)
noninterest income	43.3	40.7	42.2	2.5	1.1
total revenue	167.6	176.7	175.1	(9.1)	(7.5)
noninterest expense	104.0	111.9	102.9	(7.9)	1.1
operating income	63.6	64.8	72.1	(1.2)	(8.6)
credit provision	2.5	2.0	(2.5)	0.5	5.0
income taxes	15.0	15.9	17.8	(0.9)	(2.8)
net income	\$ 46.1	\$ 46.8	\$ 56.9	\$ (0.8)	\$ (10.8)
net income available to common	\$ 44.1	\$ 44.9	54.9	\$ (0.8)	\$ (10.8)
diluted EPS	\$ 1.12	\$ 1.14	\$ 1.38	\$ (0.02)	\$ (0.26)
return on assets	0.77 %	0.80 %	1.00 %	(0.03) %	(0.23) %
return on common equity	14.95	15.79	18.19	(0.84)	(3.24)
net interest margin	2.22	2.47	2.47	(0.25)	(0.25)
efficiency ratio	62.07	63.34	58.80	(1.27)	3.27
end of period balances					
investment portfolio	\$ 7,869	\$ 8,128	\$ 8,277	(3.2) %	(4.9) %
loans and leases	13,915	13,825	12,952	0.7	7.4
total deposits	20,509	20,491	21,026	0.1	(2.5)
shareholders' equity	1,358	1,354	1,349	0.3	0.7

capital



note: 2Q23 regulatory capital ratios are preliminary

takeaways

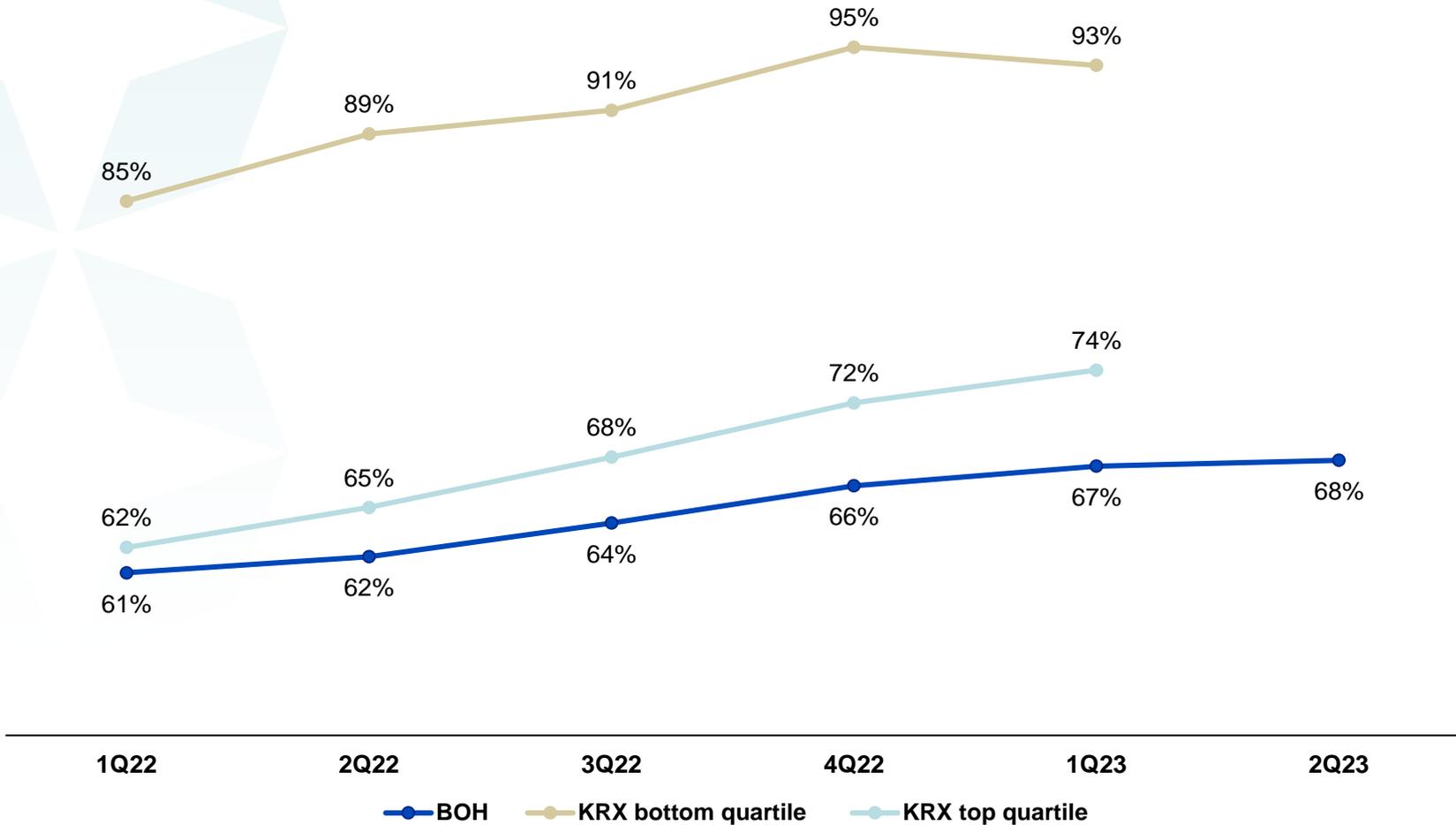
- ✓ unique and competitively advantageous deposit market
- ✓ high quality deposit base
- ✓ market leading cost of deposits
- ✓ high quality assets
- ✓ exceptional credit quality
- ✓ strong risk-based capital

Q & A



appendix

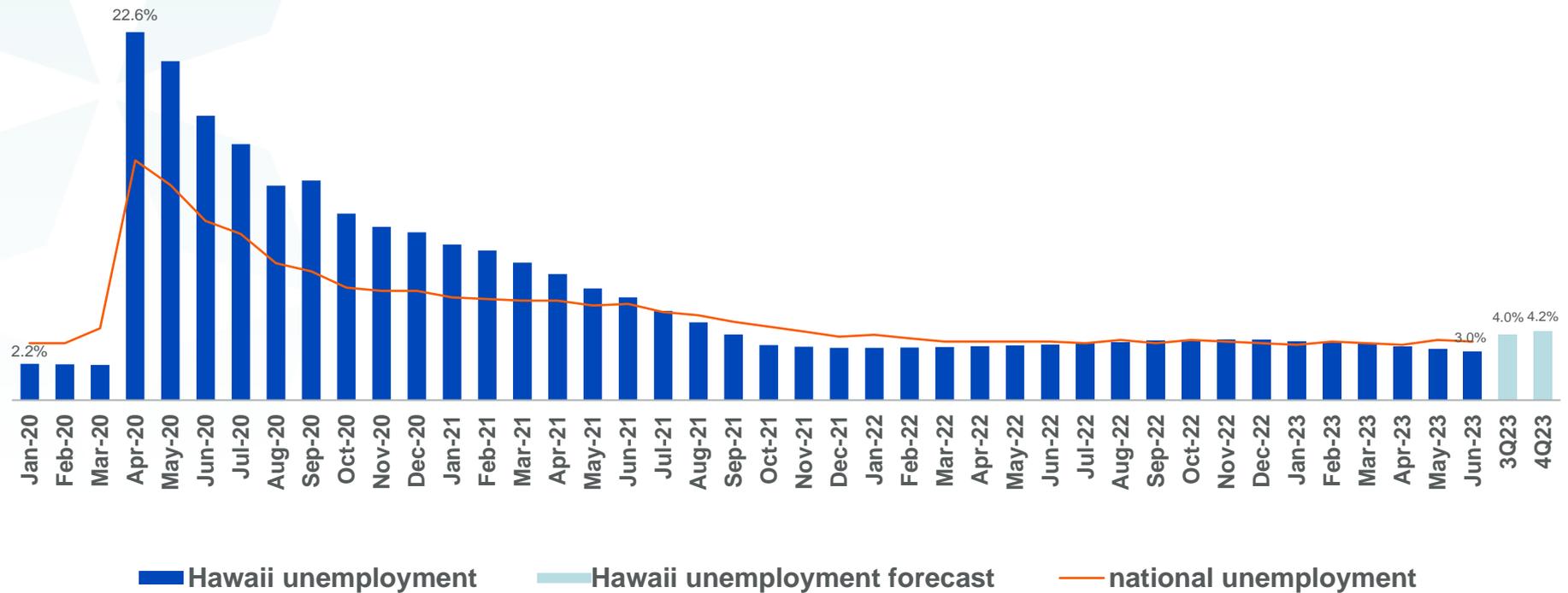
loan to deposit ratio



source: S&P Capital IQ; KBW Regional Banking Index (KRX) as of 1/3/23, top quartile represents 25th percentile and bottom quartile represents 75th percentile, when sorted by lowest to highest

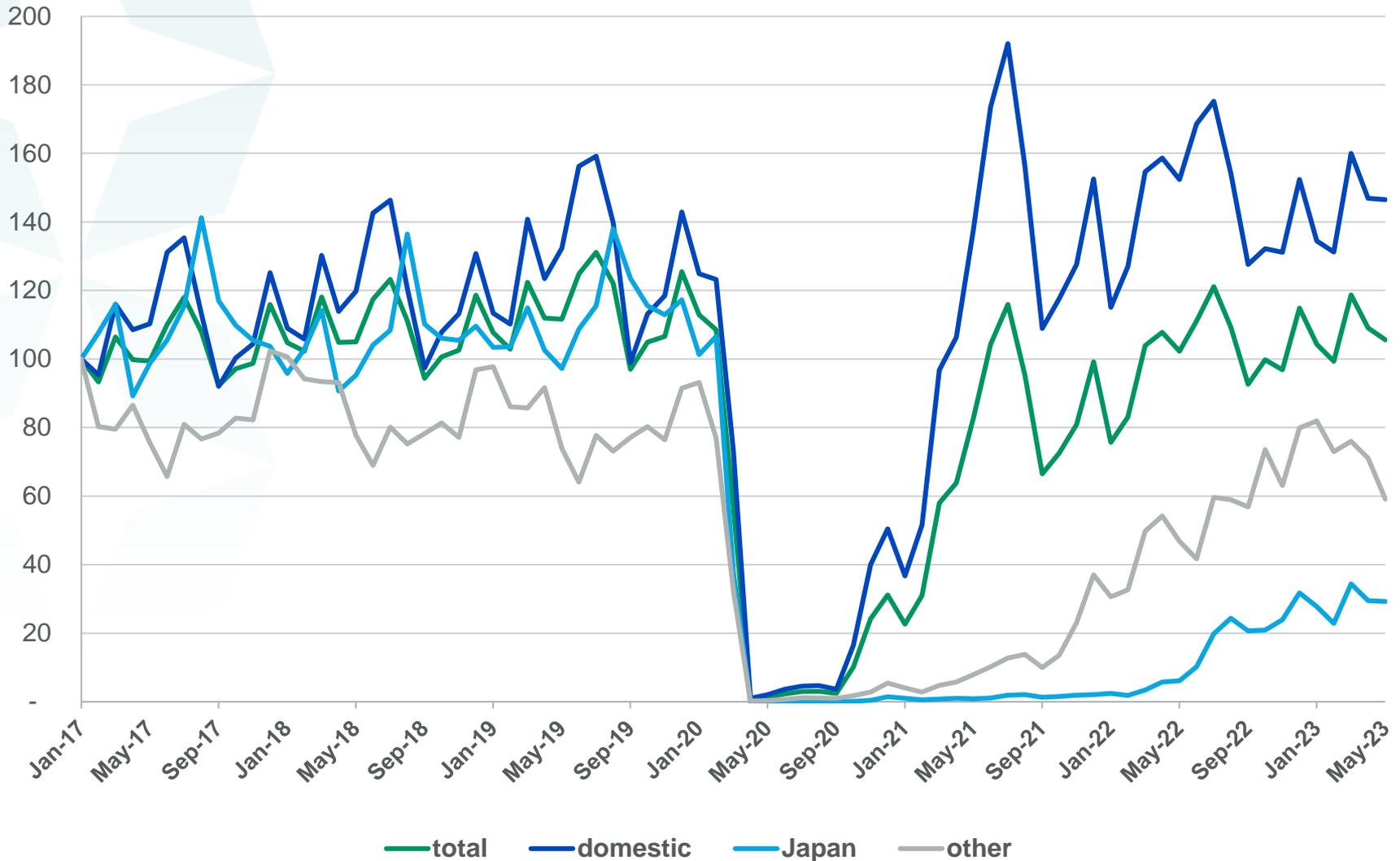
unemployment

experience & forecast



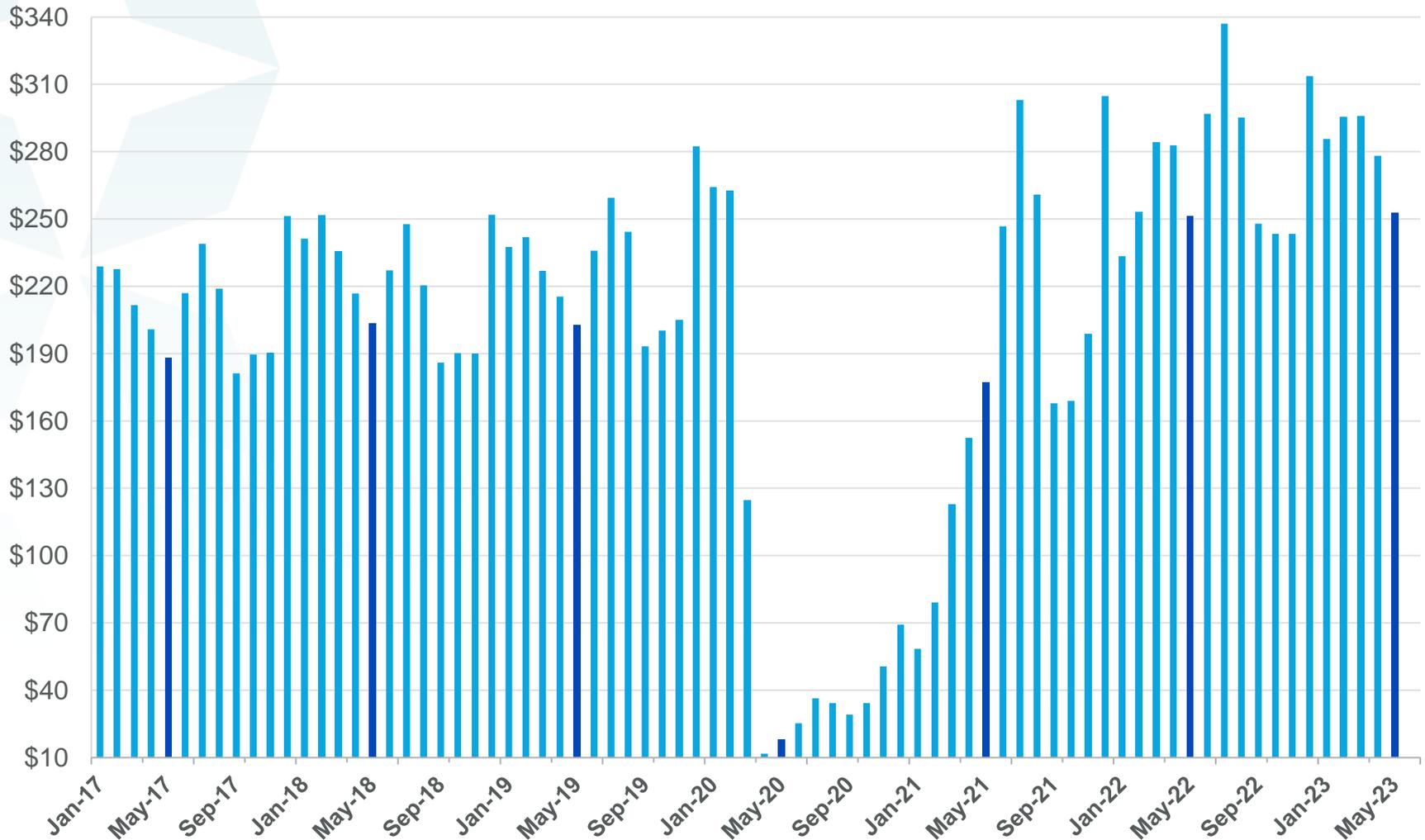
visitor arrivals

monthly by market, indexed to January 2017



revenue per available room

revenue per available room (RevPAR)



stable real estate prices

Oahu market indicators – June 2023

single family homes

condominiums

	<u>June 2023</u>	<u>June 2022</u>	<u>June 2019</u>	<u>Δ June 2022</u>	<u>Δ June 2019</u>	<u>June 2023</u>	<u>June 2022</u>	<u>June 2019</u>	<u>Δ June 2022</u>	<u>Δ June 2019</u>
median sales price (000s)	\$1,050	\$1,100	\$800	-4.5%	31.3%	\$510	\$534	\$433	-4.5%	17.9%
months of inventory	2.6	1.5	3.6	1.1 months	-1.0 months	2.8	1.6	3.9	1.2 months	-1.1 months
closed sales	248	357	327	-30.5%	-24.2%	470	626	473	-24.9%	-0.6%
median days on market	17	10	18	7 days	1 day	18	11	27	7 days	9 days