

**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)

August 15, 2022

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
(Address of principal executive offices)

Honolulu
(City)

Hawaii
(State)

96813
(Zip Code)

(888) 643-3888
(Registrant's telephone number, including area code)

Not Applicable
(Former name or former address, if changed since last report)

Securities registered pursuant to Section 12(b) of the Act:

<u>Title of each class</u>	<u>Trading Symbol(s)</u>	<u>Name of each exchange on which registered</u>
Common Stock, par value \$0.01 per share	BOH	New York Stock Exchange
Depository Shares, Each Representing 1/40th Interest in a Share of 4.375% Fixed Rate Non-Cumulative Preferred Stock, Series A	BOH.PRA	New York Stock Exchange

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:

- 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))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Item 7.01.Regulation FD Disclosure.

Bank of Hawaii Corporation (the “Company”) is furnishing in this Current Report on Form 8-K the Bank of Hawaii Corporation Second Quarter 2022 Financial Report August 15, 2022 Update (the “Presentation”), which updates the presentation materials previously furnished by the Company as Exhibit 99.2 on the Company’s Current Report on Form 8-K dated July 25, 2022. The Presentation is intended to be used by the Company in various conversations with investors, analysts, or others from time to time. A copy of the Presentation is furnished herewith as Exhibit 99.1 and is incorporated into this Item 7.01 by reference.

Investors and others should note that the Company intends to announce financial and other information to the Company’s investors using the Company’s investor relations website, social media channels, press releases, SEC filings and public conference calls and webcasts, all for purposes of complying with the Company’s disclosure obligations under Regulation FD. Accordingly, investors should monitor these channels, as information is updated and new information is posted.

Item 9.01.Financial Statements and Exhibits.

(d) Exhibits

Exhibit No.

99.1	Bank of Hawaii Corporation Second Quarter 2022 Financial Report August 15, 2022 Update
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

The information furnished in Items 7.01 and 9.01, including Exhibit 99.1, shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or otherwise subject to liabilities under that section, and shall not be deemed to be incorporated by reference into the filings of the Company under the Securities Act of 1933, as amended, or the Exchange Act, regardless of any general incorporation language in such filings.

Forward-Looking Statements

This Current Report on Form 8-K and the exhibits attached thereto may contain “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995 that involve risks and uncertainty. 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. In addition, words such as “anticipate,” “estimate,” “expect,” “intend,” “plan,” and “project” and other similar words and expressions are intended to signify forward-looking statements. Forward-looking statements are not guarantees of future results and conditions but rather are subject to various risks and uncertainties. Such statements are based on management’s current expectations and are subject to a number of risks and uncertainties that could cause actual results to differ materially from those described in the forward-looking statements. Do not unduly rely on forward-looking statements. Investors are cautioned that there can be no assurance actual results or business conditions will not differ materially from those projected or suggested in such forward-looking statements as a result of various factors. Please refer to the risks detailed from time to time in the reports we file with the SEC, including the Company’s Annual Report on Form 10-K for the year ended December 31, 2021 filed with the SEC, as well as other filings on Form 10-Q and periodic filings on Form 8-K, for additional factors that could cause actual results to differ materially from those stated or implied by such forward-looking statements. The Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise, unless required by law.

Signatures

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: August 15, 2022

Bank of Hawaii Corporation

By: /s/ Patrick M. McGuirk

Patrick M. McGuirk

Senior Executive Vice President and Corporate Secretary

Bank of Hawaii Corporation
second quarter 2022
financial report

August 15, 2022 Update

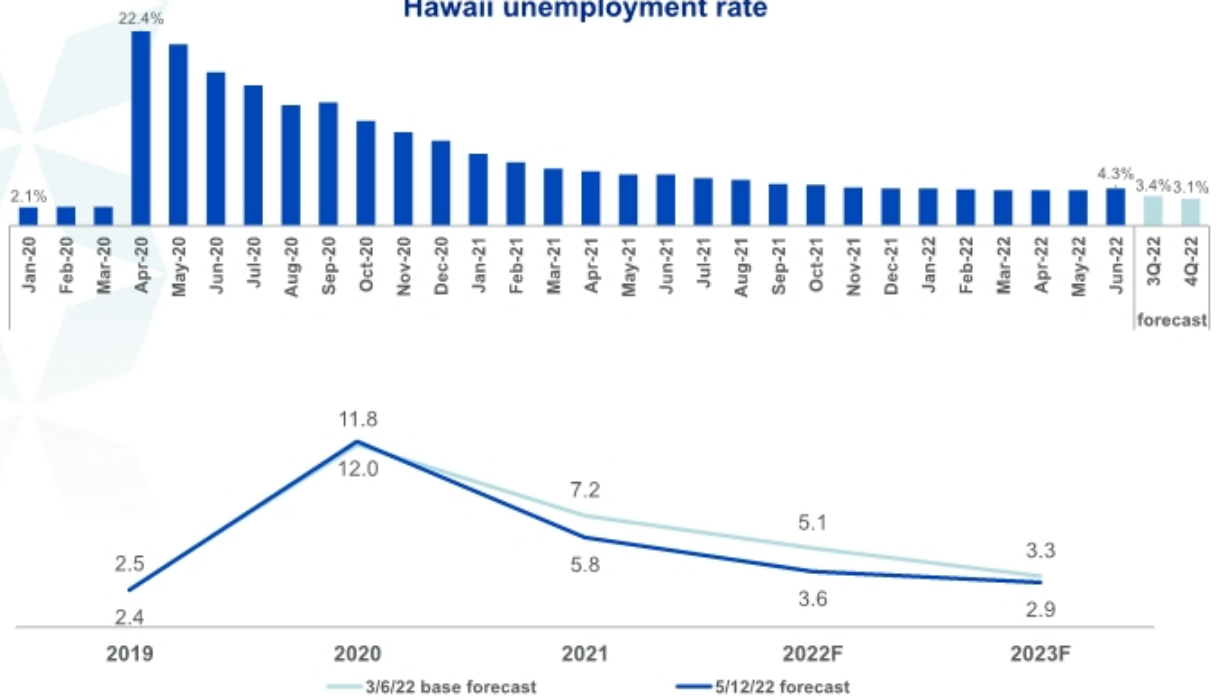
forward-looking statements

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.

unemployment

experience & forecast

Hawaii unemployment rate















source: University of Hawaii Economic Research Organization (UHERO), seasonally adjusted

strong real estate market

Oahu market indicators – 2022 vs 2021

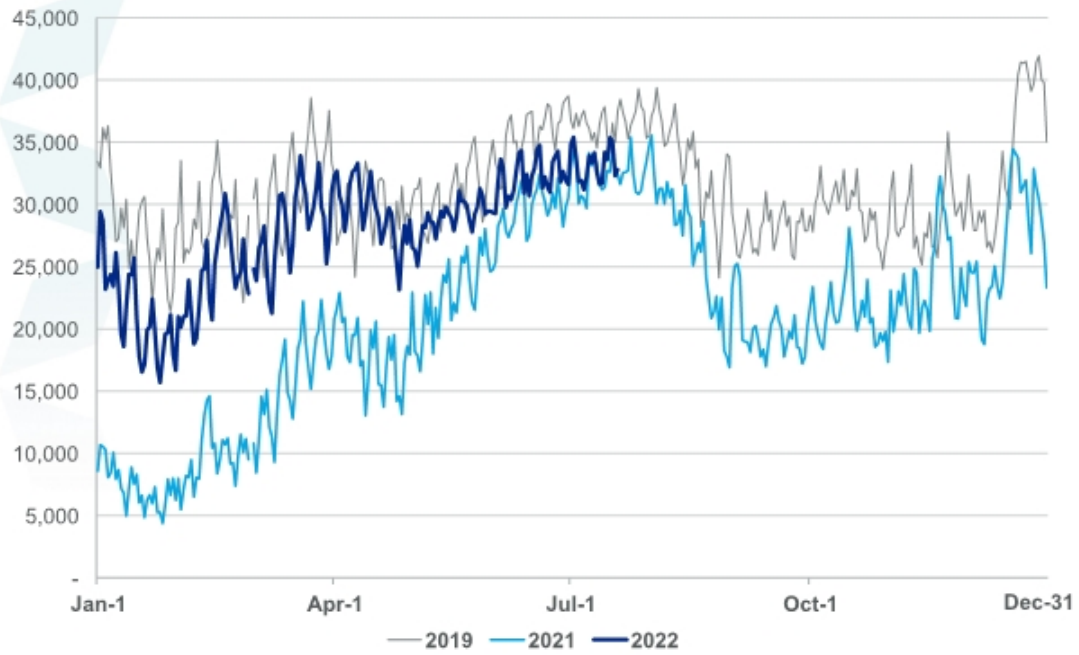
continued strength in Oahu real estate

	single family homes				condominiums			
	2022 YTD		Jun 2022		2022 YTD		Jun 2022	
closed sales	1,954	 -8.8%	357	 -20.8%	3,696	 7.5%	626	 -14.2%
median sales price (000s)	\$1,111	 17.0%	\$1,100	 12.4%	\$515	 13.2%	\$534	 16.1%
median days on market	10	 1 Day	10	 2 Days	11	 -2 Days	11	 0 Days

source: Honolulu Board of Realtors, compiled from MLS data

daily arrivals

total passenger count*



*source: Department of Business, Economic Development, and Tourism, excluding from Canada

revenue per available room

revenue per available room (RevPAR)*



*source: Hawaii Department of Business, Economic Development, and Tourism (DBEDT)



2Q financial update

balanced core loan growth

\$ in millions

commercial loans



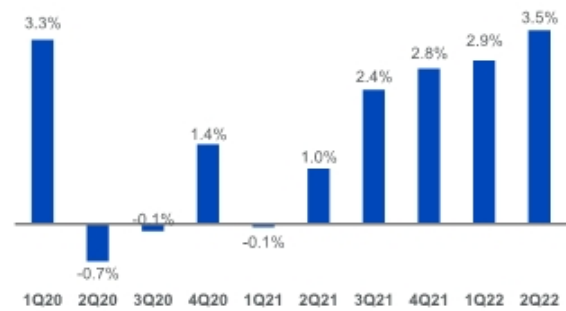
consumer loans



cumulative growth



q-o-q core loan growth (%)



note: numbers may not add up due to rounding, CAGR and annual growth rate exclude PPP

low cost, long duration deposits Bank of Hawaii

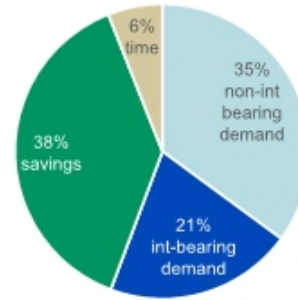
Corporation

\$ in billions

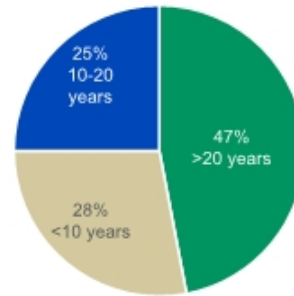


source: S&P Capital IQ, S&P Regional Banking Index excluding banks greater than \$50bn as of 1/4/22

by product

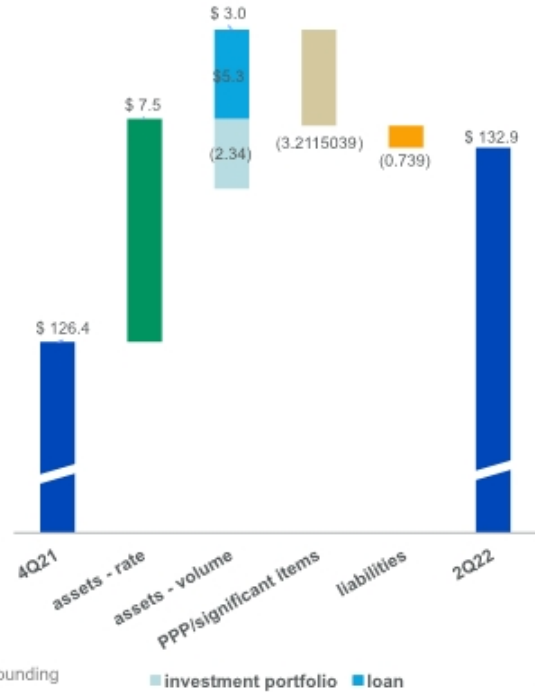


by tenure



sustainable NII growth

\$ in millions



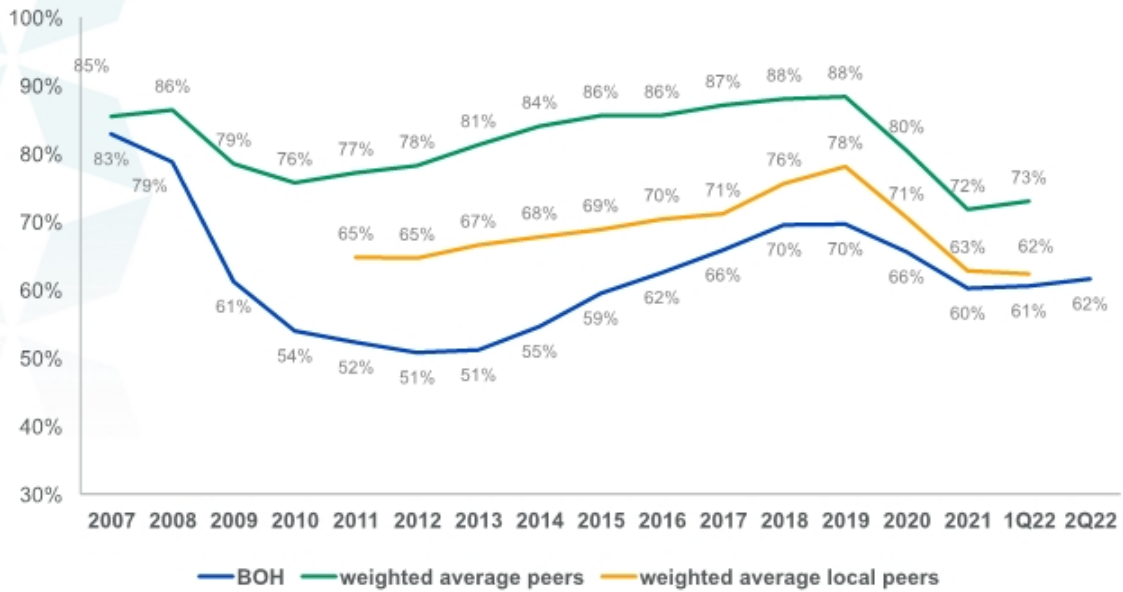
note: core NII excludes PPP and significant items; numbers may not add up due to rounding

investment portfolio loan

ample liquidity

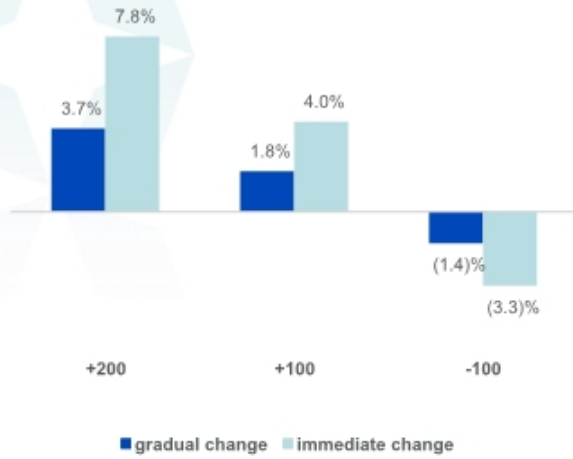
loan to deposit ratio compared with peers

strong liquidity to fund continued growth



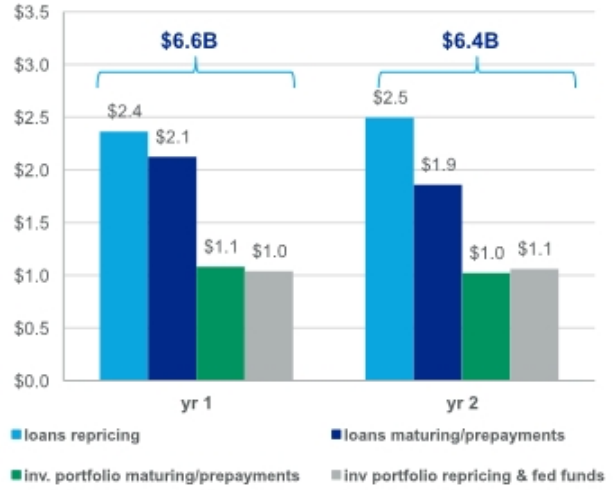
note: S&P Regional Banking Index excluding banks greater than \$50bn as of 1/4/22, weighted average peers by total assets as of 1Q22
local peer bank average contains BOH, FHB, CPB, ASB, and TBNK; data unavailable for ASB prior to 2008 and FHB prior to 2011

estimated impact on future annual NII



note: numbers may not add up due to rounding

projected repricing, maturities & prepayments (\$billions)



financial summary

\$ in millions, except per share amounts

	<u>2Q 2022</u>	<u>1Q 2022</u>	<u>2Q 2021</u>	<u>Δ 1Q 2022</u>	<u>Δ 2Q 2021</u>
net interest income	\$ 132.9	\$ 125.3	\$ 123.5	\$ 7.6	\$ 9.4
noninterest income	42.2	43.6	44.4	(1.4)	(2.3)
total revenue	175.1	168.8	167.9	6.2	7.1
noninterest expense	102.9	103.9	96.5	(0.9)	6.4
operating income	72.1	64.9	71.4	7.2	0.7
credit provision	(2.5)	(5.5)	(16.1)	3.0	13.6
income taxes	17.8	15.6	20.0	2.2	(2.2)
net income	\$ 56.9	\$ 54.8	\$ 67.5	\$ 2.0	\$ (10.7)
net income available to common	\$ 54.9	\$ 52.9	\$ 67.5	\$ 2.0	\$ (12.6)
diluted EPS	\$ 1.38	\$ 1.32	\$ 1.68	\$ 0.06	\$ (0.30)
end of period balances					
investment portfolio	\$ 8,277	\$ 8,748	\$ 8,471	(5.4) %	(2.3) %
loans and leases	12,952	12,544	12,041	3.2	7.6
loans and leases excl. PPP	12,920	12,487	11,528	3.5	12.1
total deposits	21,026	20,716	20,170	1.5	4.2
shareholders' equity	1,349	1,449	1,584	(6.9)	(14.8)

note: numbers may not add up due to rounding

disciplined expenses

\$ in millions

modest increase in core expenses and steady investment in innovation



note: numbers may not add up due to rounding

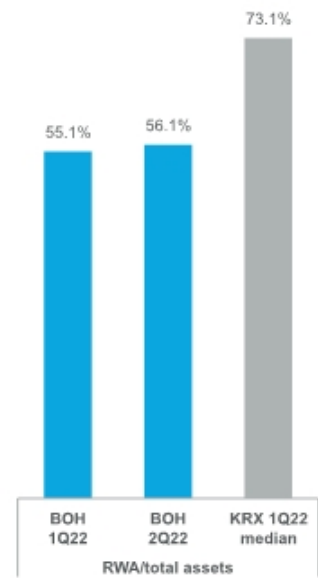
performance metrics

	<u>2Q 2022</u>	<u>1Q 2022</u>	<u>2Q 2021</u>	<u>Δ 1Q 2022</u>	<u>Δ 2Q 2021</u>
return on assets	1.00 %	0.97 %	1.23 %	0.03 %	(0.23)%
return on common equity	18.19	15.44	19.61	2.75	(1.42)
net interest margin	2.47	2.34	2.37	0.13	0.10
efficiency ratio	58.80	61.53	57.47	(2.73)	1.33
CET1 capital ratio	11.66 %	11.83 %	12.36 %	(0.17)%	(0.70)%
tier 1 capital ratio	13.01	13.22	13.87	(0.21)	(0.86)
tier 1 leverage ratio	7.29	7.30	7.31	(0.01)	(0.02)

note: 2Q22 regulatory capital ratios are preliminary

fortress capital position

strong risk-based capital



note: 2Q22 regulatory capital ratios are preliminary; KBW Regional Banking Index (KRX) as of 1/4/22

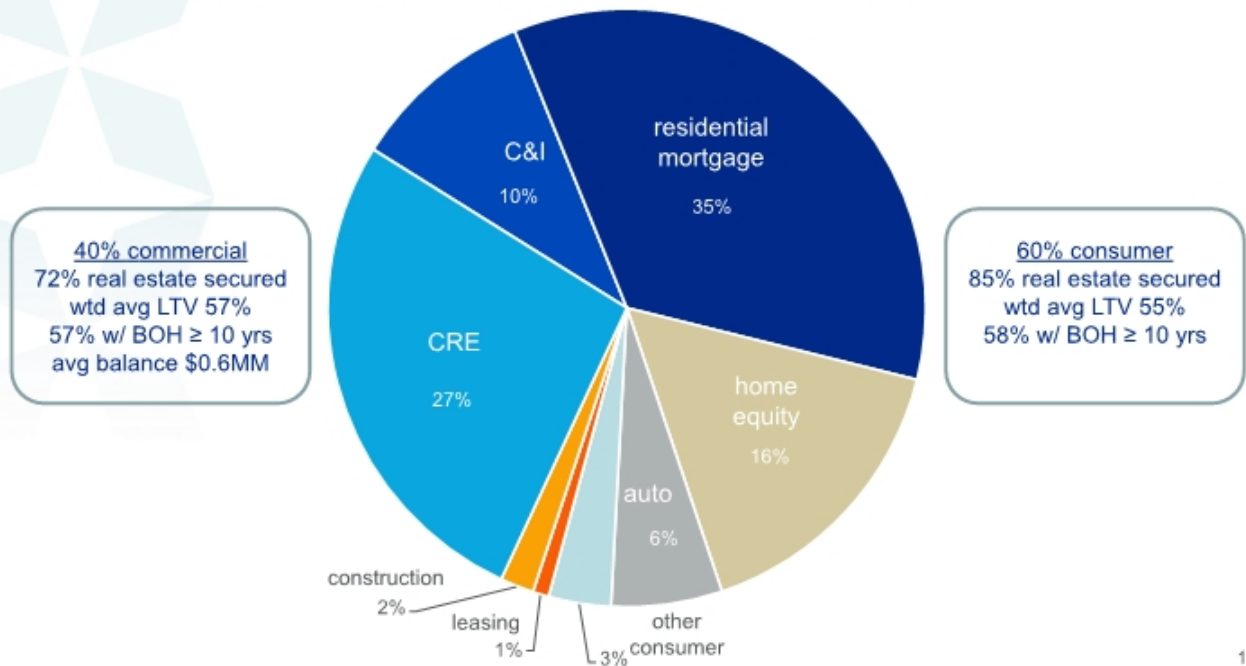


2Q credit update

loan portfolio

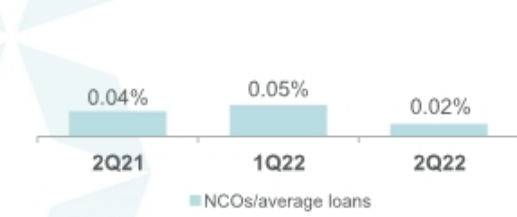
excluding PPP

**80% of portfolio secured with quality real estate
with combined weighted average loan to value of 56%**

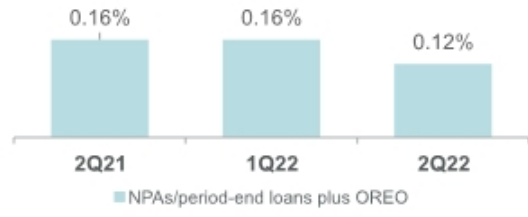


credit quality

net charge-offs



non-performing assets



delinquencies



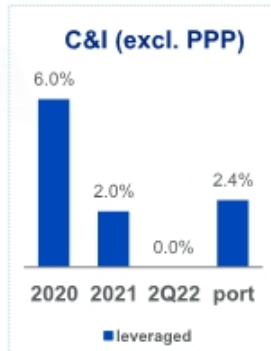
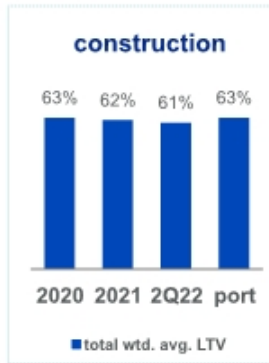
criticized



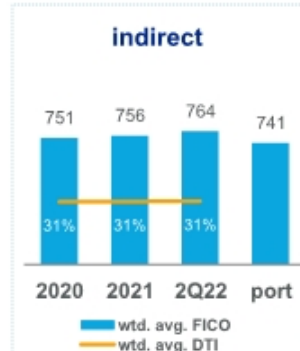
* 73% of total criticized in CRE with 61% wtd avg LTV

2Q22 - production quality

commercial



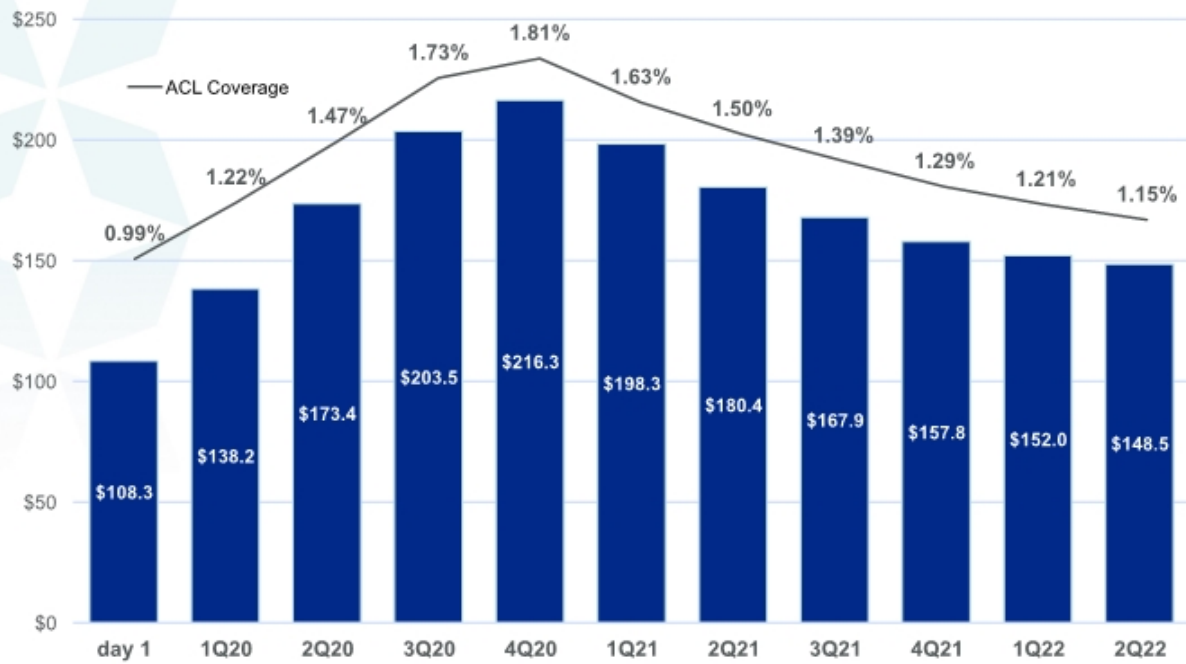
consumer



reserve trend

\$ in millions

allowance for credit losses



note: balances and coverage ratio based on allowance for credit losses – loans and leases



other highlights

superior returns

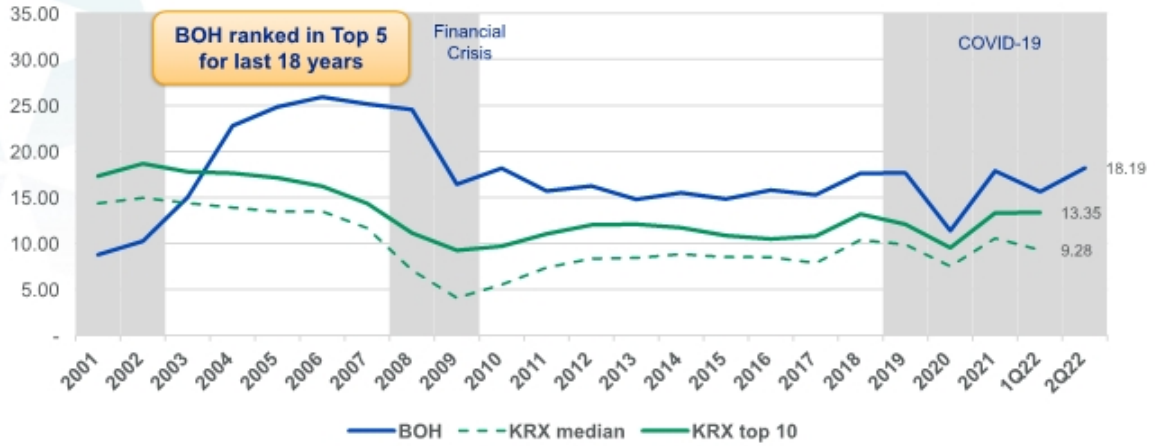
market leading brand

robust and sustainable growth

focused execution

strong asset quality, liquidity, and capital

return on common equity (%)



source: S&P Capital IQ, KBW Regional Banking Index (KRX) as of 1/4/22

Q & A



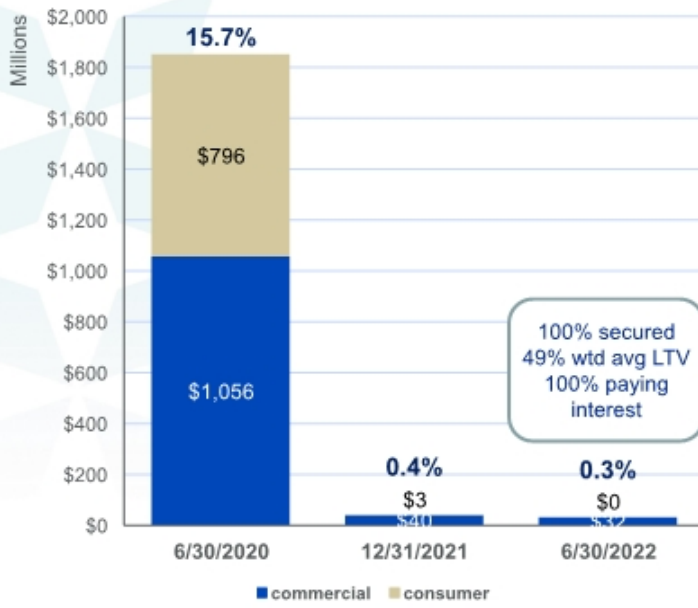


appendix



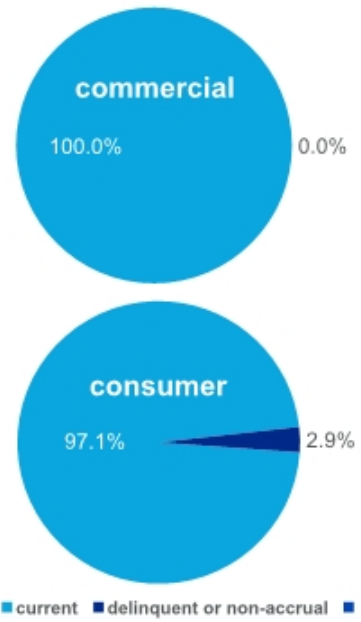
customer relief update

outstanding deferrals



98.2% decline in deferrals since June 30, 2020

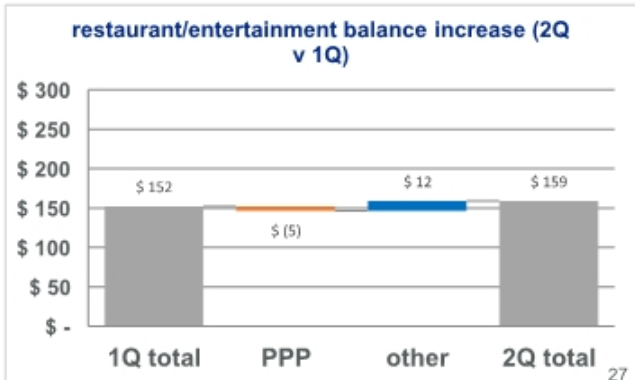
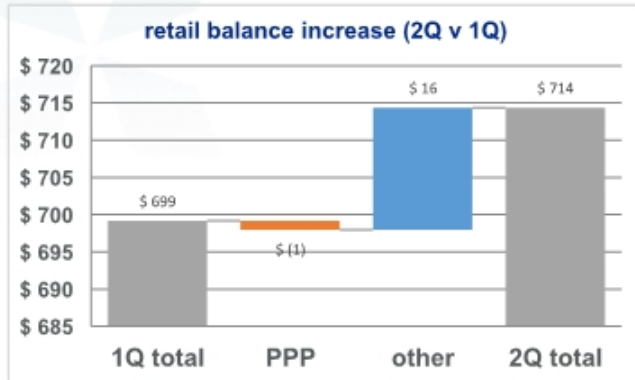
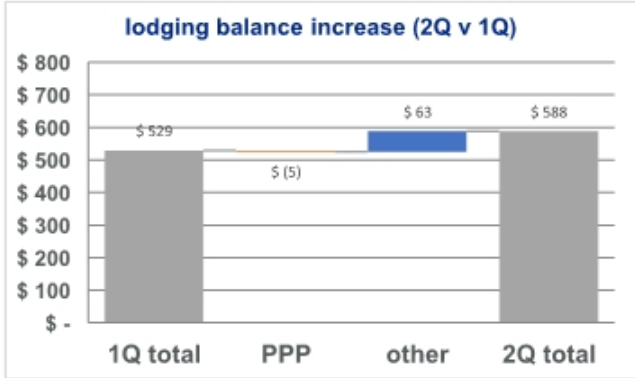
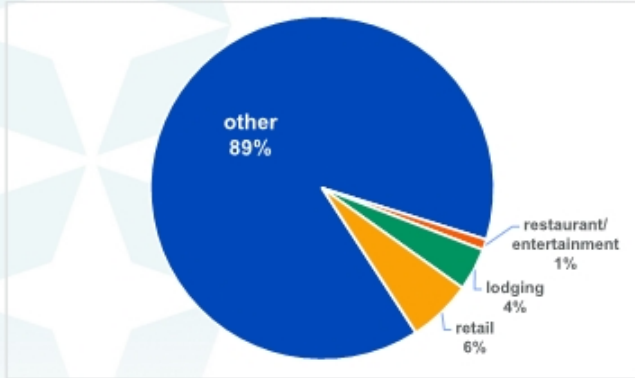
returned to payment



99.0% of former deferrals are current

high risk industries

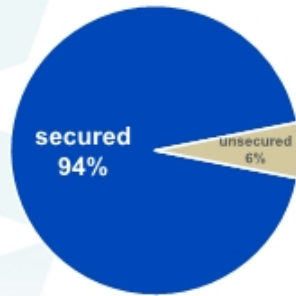
\$1,461 million (11%) / \$1,440 million (11%) excluding PPP



retail

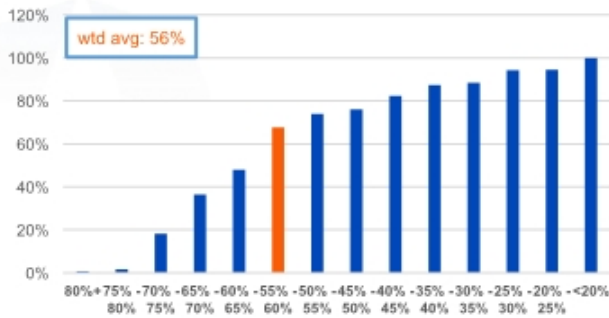
\$714 million (6%) – excluding PPP

real estate secured



- 94% real estate secured
 - 56% wtd avg LTV
 - average exposure \$3.6MM
 - largest exposure \$38MM
 - 64% of portfolio has an LTV ≤ 65%
- 99% is secured or has essential anchor
- 0% deferred

secured LTV distribution

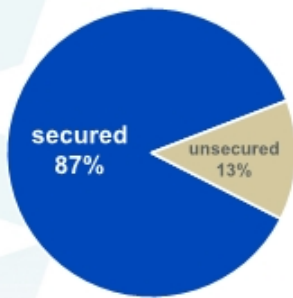


		deferred		total
		yes	no	
secured	yes	0.0%	93.9%	93.9%
	no	0.0%	6.1%	6.1%
	total	0.0%	100.0%	100.0%

lodging

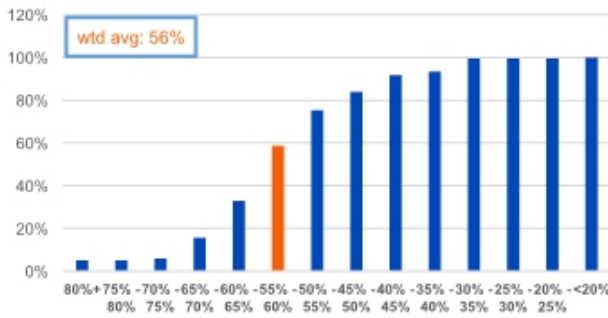
\$577 million (4%) – excluding PPP

real estate secured



- 87% real estate secured
 - 56% wtd avg LTV
 - average exposure \$11.1MM
 - largest exposure \$57MM
 - 84% of portfolio has an LTV ≤ 65%
- 94% of unsecured outstandings to global hotel and timeshare brands
- 100% of deferred is secured and paying interest

secured LTV distribution

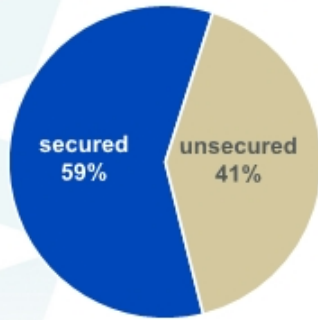


		deferred		
		yes	no	total
secured	yes	5.2%	81.5%	86.6%
	no	0.0%	13.4%	13.4%
	total	5.2%	94.8%	100.0%

restaurant / entertainment

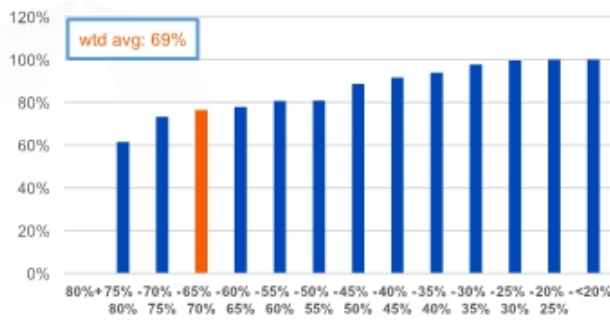
\$149 million (1%) – excluding PPP

real estate secured



- 59% real estate secured
 - 69% wtd avg LTV
 - average exposure \$2.6MM
 - largest exposure \$28MM
 - 24% of portfolio has an LTV ≤ 65%
- 0% deferred

secured LTV distribution



		deferred		total
		yes	no	
secured	yes	0.0%	58.8%	58.8%
	no	0.0%	41.2%	41.2%
	total	0.0%	100.0%	100.0%

