



## Bank of Hawaii Corporation 2004 Financial Results

January 24, 2005

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HONOLULU--(BUSINESS WIRE)--Jan. 24, 2005--Bank of Hawaii Corporation (NYSE:BOH)

- 2004 Diluted Earnings Per Share \$3.08, Up 39% From 2003
- 2004 Net Income \$173.3 Million, Up 28% From 2003
- Board of Directors Increases Share Repurchase Authorization \$100 Million
- Board of Directors Declares Dividend of \$0.33 Per Share

Bank of Hawaii Corporation (NYSE:BOH) today reported diluted earnings per share for 2004 of \$3.08, up \$0.87 or 39.4 percent from diluted earnings per share of \$2.21 in 2003. Net income for the year was \$173.3 million, up \$38.1 million or 28.2 percent from \$135.2 million in the previous year. The return on average assets in 2004 was 1.78 percent, up from 1.44 percent in 2003. The return on average equity for the year was 22.78 percent, up from 15.02 percent in 2003.

"I am very pleased with Bank of Hawaii Corporation's financial performance in 2004. We exceeded the financial objectives of the first year of our three-year plan," said Allan R. Landon, Chairman and CEO. "Additionally, we grew our businesses, improved our processes, and maintained excellent asset quality. The Hawaii economy remains solid and we are optimistic about 2005."

Diluted earnings per share for the fourth quarter of 2004 were \$0.82, up \$0.16 or 24.2 percent from \$0.66 per diluted share for the same period last year. Net income in the fourth quarter of 2004 was \$46.2 million, up \$7.6 million or 19.6 percent from net income of \$38.7 million in the fourth quarter last year. Results for the fourth quarter of 2004 included a return to income of \$6.5 million before tax (\$4.1 million after tax or \$0.07 per diluted share), resulting from a release of the allowance for loan and lease losses due to further improvement in the Company's credit quality and continued strong economic conditions. The return on average assets for the fourth quarter of 2004 was 1.89 percent, up from 1.66 percent in the fourth quarter of 2003. The return on average equity was 23.63 percent for the quarter, up from 18.59 percent in the same quarter last year.

### Financial Highlights

Net interest income, on a taxable equivalent basis, for the fourth quarter of 2004 was \$100.0 million, up \$1.2 million from \$98.8 million in the third quarter of 2004 and up \$6.6 million from \$93.4 million in the fourth quarter last year. The increase in net interest income from the previous quarter was largely due to an increase in average earning assets. An analysis of the change in net interest income for the full year of 2004 is included in Table 6.

The net interest margin was 4.40 percent for the fourth quarter of 2004, a 1 basis point increase from 4.39 percent in the previous quarter and a 5 basis point increase from 4.35 percent in the fourth quarter of 2003. The net interest margin for the full year of 2004 was 4.32 percent, a 9 basis point increase from 4.23 percent in 2003.

The Company returned to income \$6.5 million of the allowance for loan and lease losses during the fourth quarter of 2004. This was attributable to further improvement in the credit quality of the loan portfolio, lower than anticipated net charge-offs during 2004, management's ongoing assessment of the portfolio, and continued strength in the economic environment. In addition, the Company revised its allocation of the components of the allowance for loan and lease losses as a result of current accounting interpretations.

Non-interest income was \$48.4 million for the fourth quarter, a decrease of \$4.7 million or 8.9 percent compared to non-interest income of \$53.1 million in the third quarter of 2004. Non-interest income in the third quarter of 2004 included a gain of \$5.2 million on the sale of assets at the end of a leveraged lease transaction. Excluding this gain, non-interest income increased \$0.5 million as growth in trust and asset management fees and service charges on deposits offset losses on the sale of investment securities and a decline in insurance income. Non-interest income was down \$1.1 million or 2.2 percent from non-interest income of \$49.4 million in the fourth quarter of 2003 largely due to a decline in gains on sales of mortgage loans.

Non-interest expense was \$82.1 million in the fourth quarter of 2004, down \$2.1 million or 2.5 percent from \$84.2 million in the previous quarter and down \$1.3 million or 1.6 percent from \$83.4 million in the same quarter last year. The decrease for both periods was due to a reduction in salaries and benefits related to incentive compensation and separation expenses. In addition, the fourth quarter of 2003 included higher stock-based compensation expense that was offset by a curtailment gain on post-retirement benefits. An analysis of salary and benefit expenses is included in Table 7.

The efficiency ratio for the fourth quarter of 2004 was 55.37 percent, an improvement from 55.45 percent in the previous quarter and from 58.41

percent in the same quarter last year. The efficiency ratio for the full year of 2004 was 56.14 percent compared to 63.38 percent for 2003. Excluding systems replacement costs, the efficiency ratio for 2003 was 59.51 percent.

The Company's business segments are defined as Retail Banking, Commercial Banking, Investment Services Group, and Treasury and Other Corporate. Results are determined based on the Company's internal financial management reporting process and organizational structure. Previously reported results have been reclassified to conform to current methodologies. Business segment performance details are summarized in Tables 11a and 11b.

#### Asset Quality

Bank of Hawaii Corporation's strong credit quality continued to improve during the fourth quarter of 2004. Non-performing assets were \$13.9 million at the end of the quarter, a decrease of \$2.1 million, or 13.3 percent, compared to non-performing assets of \$16.0 million at the end of the previous quarter. Non-performing assets declined \$17.9 million, or 56.3 percent, compared to \$31.7 million at the end of 2003. At December 31, 2004 the ratio of non-performing assets to total loans and foreclosed real estate was 0.23 percent compared with 0.27 percent at September 30, 2004 and 0.55 percent at December 31, 2003.

Non-accrual loans were \$13.7 million at December 31, 2004, a reduction of \$2.1 million, or 13.3 percent, from \$15.8 million at September 30, 2004 and down \$13.7 million, or 50.0 percent, from \$27.3 million at December 31, 2003. Non-accrual loans as a percentage of total loans were 0.23 percent at December 31, 2004, down from 0.27 percent at the end of the previous quarter and down from 0.48 percent at the end of 2003.

Net charge-offs during the fourth quarter of 2004 were \$4.6 million, or 0.31 percent (annualized) of total average loans, compared to \$0.3 million, or 0.02 percent (annualized) of total average loans in the third quarter of 2004. Net charge-offs in the fourth quarter of 2004 were comprised of \$6.7 million in charge-offs partially offset by recoveries of \$2.1 million. Net charge-offs during the fourth quarter of 2003 were \$3.6 million, or 0.26 percent (annualized) of total average loans. Net charge-offs for the full year of 2004 were \$5.5 million, or 0.09 percent of total average loans, a decrease of \$8.3 million, or 60.2 percent, from net charge-offs of \$13.8 million, or 0.25 percent of total average loans in 2003.

The allowance for loan and lease losses was \$106.8 million at December 31, 2004 down from \$124.7 million at September 30, 2004 and down from \$129.1 million at December 31, 2003. The decrease in the allowance from the previous quarter was partially due to the previously mentioned \$6.5 million return to income from the allowance for loan and lease losses. The decrease from the previous year also reflects a \$3.5 million return to income from the allowance for loan and lease losses during the second quarter of 2004. In addition, during the fourth quarter of 2004 \$6.8 million was reclassified from the allowance for loan and lease losses to other liabilities representing the estimate for probable credit losses inherent in unfunded commitments to extend credit. The process used to determine the reserve for unfunded commitments remains consistent with the process for determining the allowance for loan and lease losses. The allowance for unfunded commitments at December 31, 2004 was up from \$6.7 million at September 30, 2004 and down from \$6.9 million at December 31, 2003.

The ratio of the allowance for loan and lease losses to total loans was 1.78 percent at December 31, 2004, down from 2.14 percent at September 30, 2004 and down from 2.24 percent at December 31, 2003. If the allowance for unfunded commitments had been reclassified at either September 30, 2004 or at December 31, 2003, the ratio of the allowance for loan and lease losses to total loans would have been 2.03 percent and 2.12 percent, respectively.

Concentrations of credit exposure to selected components of the portfolio are summarized in Table 8.

#### Other Financial Highlights

Total assets were \$9.77 billion at December 31, 2004, up from \$9.59 billion at September 30, 2004 and up from \$9.46 billion at December 31, 2003. Total loans and leases were \$5.99 billion at December 31, 2004, up from \$5.82 billion at September 30, 2004 and up from \$5.76 billion at December 31, 2003. Commercial lending increased during the quarter. Total commercial loans were \$2.04 billion at December 31, 2004, up \$87 million compared to \$1.96 billion at September 30, 2004 and up \$51 million from \$1.99 billion at December 31, 2003. Consumer lending continued its solid pace in the fourth quarter. Total consumer loans were \$3.86 billion at December 31, 2004, up \$79 million compared to \$3.78 billion at the end of the previous quarter and up \$163 million compared to \$3.69 billion at the end of 2003.

Total deposits at December 31, 2004 were \$7.56 billion, up \$151 million from total deposits of \$7.41 billion at September 30, 2004 and up \$232 million from total deposits of \$7.33 billion at December 31, 2003. Non-interest bearing demand deposits were \$1.98 billion at December 31, 2004, up \$79 million compared to \$1.90 billion at September 30, 2004 and up \$44 million from \$1.93 billion at December 31, 2003.

During the fourth quarter of 2004, Bank of Hawaii Corporation repurchased 1.0 million shares of common stock at a total cost of \$50.3 million under its share repurchase program. The average cost was \$49.01 per share repurchased during the quarter. From the beginning of the share repurchase program in July 2001 through December 31, 2004, the Company repurchased a total of 34.9 million shares and returned a total of \$1,087.5 million to the shareholders at an average cost of \$31.13 per share.

The Company's Board of Directors has increased the authorization under the share repurchase program by an additional \$100 million of common stock. This new authorization, combined with the previously announced authorizations of \$1,150 million, brings the total repurchase authority to \$1,250 million. From January 1, 2005 through January 21, 2005, the Company repurchased an additional 0.4 million shares of common stock at an average cost of \$48.98 per share. Remaining buyback authority under the share repurchase program was \$141.7 million at January 21, 2005.

The Company's capital and liquidity remain strong. At December 31, 2004 the Tier 1 leverage ratio was 8.29 percent compared to 7.69 percent at September 30, 2004 and 8.43 percent at December 31, 2003.

The Company's Board of Directors has declared a quarterly cash dividend of \$0.33 per share on the Company's outstanding shares. The dividend will be payable on March 14, 2005 to shareholders of record at the close of business on February 28, 2005.

#### Outlook

Hawaii enters 2005 with continued payroll growth, low unemployment, nominal personal income growth approaching 6.0 percent, reasonable inflation, and tourism at record levels. The dollar's continuing weakness and solid economic growth in Asia should contribute to further increases in international tourism. Construction and real estate investment are expected to remain strong drivers of growth in the Hawaii economy.

Bank of Hawaii Corporation currently estimates that its net income for 2005 should be approximately \$174 million to \$177 million. Based on current economic conditions, the Company expects further credit quality improvement and, as a result, the allowance for loan and lease losses may be further reduced. Net income estimates for 2005 include a \$10 million provision for loan and lease losses. An analysis of credit quality is performed quarterly to determine the adequacy of the allowance for loan and lease losses. The results of this analysis determine the timing and amount of the provision for loan and lease losses. Earnings per share and return on equity projections continue to be dependent upon, among other things, the terms and timing of share repurchases.

#### Conference Call Information

The Company will review its fourth quarter 2004 financial results today at 8:00 a.m. Hawaii Time (1:00 p.m. Eastern Time). The presentation will be accessible via teleconference and via the Investor Relations link of Bank of Hawaii Corporation's web site, [www.boh.com](http://www.boh.com). The conference call number is 800-573-4752 in the United States or 617-224-4324 for international callers. No confirmation code is required to access the call. A replay will be available for one week beginning Monday, January 24, 2005 by calling 888-286-8010 in the United States or 617-801-6888 for international callers and entering the number 60030955 when prompted. A replay of the presentation will also be available via the Investor Relations link of the Company's web site.

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](http://www.boh.com).

#### Forward-Looking Statements

This news release, including the statements under the caption "Outlook," contains forward-looking statements concerning, among other things, the economic and business environment in our service area and elsewhere, credit quality, the expected level of loan and lease loss provisioning, and anticipated net income and other financial and business matters in future periods. Our forward-looking statements are based on numerous assumptions, any of which could prove to be inaccurate and actual results may differ materially from those projected for a variety of reasons, including, but not limited to: 1) unanticipated changes in business and economic conditions, the competitive environment, fiscal and monetary policies, or legislation in Hawaii and the other markets we serve; 2) changes in our credit quality or risk profile which may increase or decrease the required level of allowance for loan and lease losses; 3) changes in market interest rates that may affect our credit markets and ability to maintain our net interest margin; 4) changes to the amount and timing of our proposed equity repurchases and repayment of maturing debt; 5) inability to achieve expected benefits of our business process changes due to adverse changes in implementation processes or costs, operational savings, or timing; 6) real or threatened acts of war or terrorist activity affecting business conditions; and 7) adverse weather and other natural conditions impacting our and our customers' operations. We do not undertake any obligation to update forward-looking statements to reflect later events or circumstances.

#### Bank of Hawaii Corporation and Subsidiaries

##### Highlights (Unaudited)

Table 1

(dollars in thousands except  
per share amounts)

Earnings Highlights and Performance Ratios	Three Months Ended		Year Ended	
	December 31, 2004	December 31, 2003	December 31, 2004	December 31, 2003
Net Income	\$46,241	\$38,673	\$173,339	\$135,195
Basic Earnings Per Share	0.86	0.70	3.26	2.32
Diluted Earnings Per Share	0.82	0.66	3.08	2.21
Cash Dividends	18,200	16,770	66,326	50,589
Net Income to Average Total Assets (ROA)	1.89%	1.66%	1.78%	1.44%
Net Income to Average Shareholders' Equity (ROE)	23.63%	18.59%	22.78%	15.02%
Net Interest Margin	4.40%	4.35%	4.32%	4.23%
Efficiency Ratio (1)	55.37%	58.41%	56.14%	63.38%
Efficiency Ratio excluding System Replacement Costs	55.37%	58.41%	56.14%	59.51%

##### Statement of Condition Highlights and Performance Ratios

December 31,  
2004 2003

Total Assets	\$9,766,191	\$9,461,647
Net Loans	5,880,134	5,628,095
Total Deposits	7,564,667	7,332,779
Total Shareholders' Equity	814,834	793,132
Book Value Per Common Share	\$14.83	\$14.44

Allowance / Loans and Leases		
Outstanding	1.78%	2.24%
Average Equity / Average		
Assets	7.81%	9.60%
Employees (FTE)	2,623	2,702
Branches and offices	87	89

Market Price Per Share of Common  
Stock for the Quarter Ended:

Closing	\$50.74	\$42.20
High	\$51.10	\$42.99
Low	\$46.80	\$33.69

(1) The efficiency ratio is defined as non-interest expense divided by total revenue (net interest income and non-interest income).

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

Table 2

(dollars in thousands except per share amounts)	Three Months Ended December 31,		Year Ended December 31,	
	2004	2003	2004	2003
<b>Interest Income</b>				
Interest and Fees on Loans and Leases	\$84,100	\$80,351	\$327,953	\$334,793
Income on Investment Securities - Available for Sale	26,394	19,032	93,528	77,793
Income on Investment Securities - Held to Maturity	6,147	7,183	26,204	18,956
Deposits	107	1,169	3,480	4,816
Funds Sold	356	85	1,058	1,919
Other	267	1,007	2,791	4,244
<b>Total Interest Income</b>	<b>117,371</b>	<b>108,827</b>	<b>455,014</b>	<b>442,521</b>
<b>Interest Expense</b>				
Deposits	9,993	9,433	36,743	47,473
Securities Sold Under Agreements to Repurchase	3,120	1,359	9,353	7,939
Funds Purchased	395	249	1,815	944
Short-Term Borrowings	39	17	82	92
Long-Term Debt	3,893	4,417	16,431	20,131
<b>Total Interest Expense</b>	<b>17,440</b>	<b>15,475</b>	<b>64,424</b>	<b>76,579</b>
<b>Net Interest Income</b>	<b>99,931</b>	<b>93,352</b>	<b>390,590</b>	<b>365,942</b>
Provision for Loan and Lease Losses	(6,500)	-	(10,000)	-
<b>Net Interest Income After Provision for Loan and Lease Losses</b>	<b>106,431</b>	<b>93,352</b>	<b>400,590</b>	<b>365,942</b>
<b>Non-Interest Income</b>				
Trust and Asset Management	13,934	12,759	53,465	50,996
Mortgage Banking	1,516	3,324	8,012	15,556
Service Charges on				

Deposit Accounts	10,155	9,442	39,117	35,938
Fees, Exchange, and Other Service Charges	13,684	13,725	54,907	56,221
Investment Securities Gains (Losses)	(757)	(20)	(794)	1,789
Insurance	4,234	4,762	19,241	19,145
Other	5,584	5,445	31,146	19,075
-----				
Total Non-Interest Income	48,350	49,437	205,094	198,720
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Non-Interest Expense				
Salaries and Benefits	45,043	46,409	184,299	186,280
Net Occupancy Expense	9,606	9,933	38,347	38,980
Net Equipment Expense	6,316	7,395	23,926	33,652
Information Technology Systems Replacement Project	-	-	-	21,871
Other	21,138	19,667	87,868	77,092
-----				
Total Non-Interest Expense	82,103	83,404	334,440	357,875
-----				
Income Before Income Taxes	72,678	59,385	271,244	206,787
Provision for Income Taxes	26,437	20,712	97,905	71,592
-----				
Net Income	\$46,241	\$38,673	\$173,339	\$135,195
=====				
Basic Earnings Per Share	\$0.86	\$0.70	\$3.26	\$2.32
Diluted Earnings Per Share	\$0.82	\$0.66	\$3.08	\$2.21
Dividends Declared Per Share	\$0.33	\$0.30	\$1.23	\$0.87
Basic Weighted Average Shares	53,766,057	55,374,874	53,232,815	58,338,566
Diluted Weighted Average Shares	56,055,531	58,570,941	56,241,044	61,085,567
=====				

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

Table 3

(dollars in thousands)	December 31, December 31,	
	2004	2003
-----		
Assets		
Interest-Bearing Deposits	\$4,592	\$154,735
Investment Securities - Available for Sale	2,483,719	1,991,116
Investment Securities - Held to Maturity (Market Value of \$585,836 and \$720,699)	589,908	727,233
Funds Sold	21,000	-
Loans Held for Sale	17,642	9,211
Loans and Leases	5,986,930	5,757,175
Allowance for Loan and Lease Losses	(106,796)	(129,080)

Net Loans	5,880,134	5,628,095
Total Earning Assets	8,996,995	8,510,390
Cash and Non-Interest-Bearing Deposits	225,359	363,495
Premises and Equipment	146,095	160,005
Customers' Acceptance Liability	1,406	1,707
Accrued Interest Receivable	36,044	32,672
Foreclosed Real Estate	191	4,377
Mortgage Servicing Rights	18,769	22,178
Goodwill	36,216	36,216
Other Assets	305,116	330,607
Total Assets	\$9,766,191	\$9,461,647
=====		
Liabilities		
Deposits		
Non-Interest-Bearing Demand	\$1,977,703	\$1,933,928
Interest-Bearing Demand	1,536,323	1,356,330
Savings	2,960,351	2,833,379
Time	1,090,290	1,209,142
Total Deposits	7,564,667	7,332,779
-----		
Securities Sold Under Agreements to Repurchase	568,981	472,757
Funds Purchased	149,635	109,090
Short-Term Borrowings	15,000	12,690
Banker's Acceptances Outstanding	1,406	1,707
Retirement Benefits Payable	65,708	61,841
Accrued Interest Payable	7,021	7,483
Taxes Payable and Deferred Taxes	229,928	207,101
Other Liabilities	96,373	138,999
Long-Term Debt	252,638	324,068
Total Liabilities	8,951,357	8,668,515
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Shareholders' Equity		
Common Stock (\$.01 par value); authorized 500,000,000 shares; issued / outstanding:		
December 2004 - 81,711,752 / 54,960,857,		
December 2003 - 81,647,729 / 54,928,480,	813	807
Capital Surplus	450,998	391,701
Accumulated Other Comprehensive Income (Loss)	(12,917)	(5,711)
Retained Earnings	1,282,425	1,199,077
Deferred Stock Grants	(8,433)	(8,309)
Treasury Stock, at Cost (Shares: December 2004 - 26,750,895, December 2003 - 26,719,249)	(898,052)	(784,433)
Total Shareholders' Equity	814,834	793,132
Total Liabilities and Shareholders' Equity	\$9,766,191	\$9,461,647
=====		

Bank of Hawaii Corporation and Subsidiaries  
Consolidated Statements of Shareholders' Equity (Unaudited) Table 4

Accum.  
Other  
Compre-

(dollars in thousands)	Total	Common Stock	Capital Surplus	Comprehensive Income (Loss)
Balance at December 31, 2003	\$793,132	\$807	\$391,701	\$(5,711)
Comprehensive Income:				
Net Income	173,339	-	-	-
Other Comprehensive Income, Net of Tax:				
Change in Unrealized Gains and Losses on Investment Securities	(5,519)	-	-	(5,519)
Change in Pension Liability Adjustments	(1,687)	-	-	(1,687)
Total Comprehensive Income				
Common Stock Issued under Stock Plans and Related Tax Benefits (5,280,205 shares)	159,972	6	59,297	-
Treasury Stock Purchased (5,243,458 shares)	(238,077)	-	-	-
Cash Dividends Paid	(66,326)	-	-	-

Balance at December 31, 2004 \$814,834 \$813 \$450,998 \$(12,917)

Balance at December 31, 2002	\$1,015,759	\$806	\$372,192	\$11,659
Comprehensive Income:				
Net Income	135,195	-	-	-
Other Comprehensive Income, Net of Tax:				
Change in Unrealized Gains and Losses on Investment Securities	(16,434)	-	-	(16,434)
Change in Pension Liability Adjustments	(936)	-	-	(936)
Total Comprehensive Income				

Common Stock Issued under Stock Plans and Related Tax Benefits (1,683,424 shares)	40,115	1	19,509	-
Treasury Stock Purchased (9,762,079 shares)	(329,978)	-	-	-
Cash Dividends Paid	(50,589)	-	-	-

Balance at December 31, 2003 \$793,132 \$807 \$391,701 \$(5,711)

(dollars in thousands)	Retained Earnings	Deferred Stock Grants	Treasury Stock	Compre- hensive Income
Balance at December 31, 2003	\$1,199,077	\$(8,309)	\$(784,433)	
Comprehensive Income:				
Net Income	173,339	-	-	\$173,339
Other Comprehensive Income, Net of Tax:				
Change in Unrealized Gains and Losses on Investment Securities	-	-	-	(5,519)
Change in Pension Liability Adjustments	-	-	-	(1,687)

Total Comprehensive Income				-----	\$166,133	=====
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Common Stock Issued under Stock Plans and Related Tax Benefits (5,280,205 shares)	(23,665)	(124)	124,458
Treasury Stock Purchased (5,243,458 shares)	-	-	(238,077)
Cash Dividends Paid	(66,326)	-	-

Balance at December 31, 2004	\$1,282,425	\$(8,433)	\$(898,052)
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Balance at December 31, 2002	\$1,115,910	\$(1,424)	\$(483,384)
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Comprehensive Income:

Net Income	135,195	-	-	\$135,195
Other Comprehensive Income, Net of Tax:				
Change in Unrealized Gains and Losses on Investment Securities	-	-	-	(16,434)
Change in Pension Liability Adjustments	-	-	-	(936)

Total Comprehensive Income				-----	\$117,825	=====
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Common Stock Issued under Stock Plans and Related Tax Benefits (1,683,424 shares)	(1,439)	(6,885)	28,929
Treasury Stock Purchased (9,762,079 shares)	-	-	(329,978)
Cash Dividends Paid	(50,589)	-	-

Balance at December 31, 2003	\$1,199,077	\$(8,309)	\$(784,433)
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Bank of Hawaii Corporation and Subsidiaries

Consolidated Average Balances and Interest Rates - Taxable

Equivalent Basis (Unaudited)

Table 5a

	Three Months Ended December 31, 2004			Three Months Ended September 30, 2004		
(dollars in millions)	Average Balance	Income/ Expense	Yield/ Rate	Average Balance	Income/ Expense	Yield/ Rate
Earning Assets						
Interest-Bearing						
Deposits	\$21.0	\$0.1	2.05%	\$82.6	\$0.5	2.39%
Funds Sold	74.3	0.4	1.92	28.6	0.1	1.51
Investment Securities						
Available for Sale	2,444.9	26.4	4.32	2,325.5	24.6	4.23
Held to Maturity	615.1	6.1	4.00	659.0	6.3	3.87
Loans Held for Sale	15.9	0.2	5.72	11.3	0.2	5.74
Loans and Leases						
Commercial and Industrial	773.6	11.2	5.78	796.2	10.6	5.34
Construction	115.2	1.5	5.10	81.1	1.0	5.01
Commercial Mortgage	624.4	8.6	5.47	658.9	8.8	5.29
Residential Mortgage	2,304.9	32.3	5.61	2,282.6	32.1	5.62
Installment	738.2	15.6	8.38	722.7	15.2	8.38
Home Equity	632.6	8.4	5.25	583.7	7.1	4.83



Purchased Home Equity	134.4	1.2	3.71	155.2	1.7	4.29
Lease Financing	511.1	5.1	3.97	516.0	5.4	4.17
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Total Loans and Leases	5,834.4	83.9	5.73	5,796.4	81.9	5.63
-----						
Other	60.7	0.3	1.74	78.7	0.8	4.05
-----						
Total Earning Assets	9,066.3	117.4	5.17	8,982.1	114.4	5.08
-----						
Cash and Non-Interest-Bearing Deposits	307.5			316.9		
Other Assets	369.2			369.5		
-----						
Total Assets	\$9,743.0			\$9,668.5		
=====						
Interest-Bearing Liabilities						
Interest-Bearing Deposits						
Demand	\$1,500.0	\$1.3	0.33%	\$1,471.0	\$0.9	0.24%
Savings	2,998.5	3.6	0.48	2,998.4	3.2	0.43
Time	1,063.7	5.1	1.92	1,078.4	4.9	1.81
-----						
Total Interest-Bearing Deposits	5,562.2	10.0	0.71	5,547.8	9.0	0.64
-----						
Short-Term Borrowings	776.0	3.5	1.82	816.9	2.8	1.36
Long-Term Debt	252.6	3.9	6.16	246.8	3.8	6.22
-----						
Total Interest-Bearing Liabilities	6,590.8	17.4	1.05	6,611.5	15.6	0.94
-----						
Net Interest Income	\$100.0			\$98.8		
=====						
Interest Rate Spread			4.12%			4.14%
Net Interest Margin			4.40%			4.39%
Non-Interest-Bearing						
Demand Deposits	1,954.2			1,932.0		
Other Liabilities	419.4			393.4		
Shareholders' Equity	778.6			731.6		
-----						
Total Liabilities and Shareholders' Equity	\$9,743.0			\$9,668.5		
=====						
-----						
Three Months Ended						
December 31, 2003						
Average Income/ Yield/						
(dollars in millions)	Balance	Expense	Rate			
-----						
Earning Assets						
Interest-Bearing						
Deposits	\$218.6	\$1.2	2.12%			
Funds Sold	34.3	0.1	0.99			
Investment Securities						
Available for Sale	1,900.2	19.0	4.01			
Held to Maturity	740.5	7.2	3.88			
Loans Held for Sale	13.9	0.2	6.21			
Loans and Leases						
Commercial and Industrial	858.2	10.6	4.90			
Construction	99.2	1.1	4.30			

Commercial Mortgage	627.4	8.9	5.62
Residential Mortgage	2,336.3	34.5	5.90
Installment	598.1	13.4	8.89
Home Equity	453.0	5.6	4.89
Purchased Home Equity	104.7	0.6	2.24
Lease Financing	494.0	5.5	4.44
-----			
Total Loans and Leases	5,570.9	80.2	5.73
-----			
Other	76.8	1.0	5.20
-----			
Total Earning Assets	8,555.2	108.9	5.07
-----			
Cash and Non-Interest-			
Bearing Deposits	323.5		
Other Assets	379.1		
-----			
Total Assets	\$9,257.8		
=====			

Interest-Bearing			
Liabilities			
Interest-Bearing			
Deposits			
Demand	\$1,293.8	0.5	0.16%
Savings	2,786.6	3.2	0.46
Time	1,227.9	5.7	1.83
-----			
Total Interest-Bearing			
Deposits	5,308.3	9.4	0.71
-----			
Short-Term Borrowings	608.0	1.7	1.06
Long-Term Debt	324.2	4.4	5.43
-----			
Total Interest-Bearing			
Liabilities	6,240.5	15.5	0.99
-----			
Net Interest Income	\$93.4		
=====			
Interest Rate Spread			4.08%
Net Interest Margin			4.35%
Non-Interest-Bearing			
Demand Deposits	1,836.4		
Other Liabilities	355.7		
Shareholders' Equity	825.2		
-----			
Total Liabilities and			
Shareholders' Equity	\$9,257.8		
=====			

Bank of Hawaii Corporation and Subsidiaries  
Consolidated Average Balances and Interest Rates - Taxable  
Equivalent Basis (Unaudited) Table 5b

(dollars in millions)	Year Ended			Year Ended		
	December 31, 2004			December 31, 2003		
	Average Income/	Yield/		Average Income/	Yield/	
	Balance	Expense	Rate	Balance	Expense	Rate
-----						
Earning Assets						
Interest-Bearing						
Deposits	\$189.7	\$3.5	1.83%	\$227.3	\$4.8	2.12%
Funds Sold	85.6	1.0	1.24	162.9	1.9	1.18

Investment Securities						
Available for Sale	2,227.8	93.7	4.21	2,142.8	77.9	3.64
Held to Maturity	675.7	26.2	3.88	487.6	19.0	3.89
Loans Held for Sale	15.8	0.9	5.58	39.5	2.2	5.48
Loans and Leases						
Commercial and Industrial	810.4	42.3	5.22	860.3	41.9	4.87
Construction	99.3	4.5	4.56	96.3	4.4	4.56
Commercial Mortgage	639.1	34.5	5.40	644.8	37.4	5.81
Residential Mortgage	2,296.7	129.9	5.66	2,295.0	145.6	6.34
Installment	703.2	59.6	8.47	548.8	52.6	9.59
Home Equity	560.3	27.4	4.88	444.6	22.5	5.05
Purchased Home Equity	168.2	7.4	4.41	144.7	5.9	4.10
Lease Financing	509.5	21.5	4.21	489.9	22.3	4.55
-----						
Total Loans and Leases	5,786.7	327.1	5.65	5,524.4	332.6	6.02
-----						
Other	73.8	2.8	3.78	75.7	4.3	5.61
-----						
Total Earning Assets	9,055.1	455.2	5.03	8,660.2	442.7	5.11
-----						
Cash and Non-Interest-						
Bearing Deposits	314.6			328.4		
Other Assets	375.8			388.9		
	-----			-----		
Total Assets	\$9,745.5			\$9,377.5		
	=====			=====		
Interest-Bearing Liabilities						
Interest-Bearing Deposits						
Demand	\$1,433.1	\$3.2	0.22%	\$1,215.7	\$2.5	0.20%
Savings	2,945.3	13.2	0.45	2,723.9	15.7	0.58
Time	1,114.8	20.3	1.82	1,352.3	29.3	2.17
-----						
Total Interest-Bearing Deposits	5,493.2	36.7	0.67	5,291.9	47.5	0.90
-----						
Short-Term Borrowings	884.0	11.3	1.27	724.2	9.0	1.24
Long-Term Debt	284.2	16.4	5.78	352.7	20.1	5.71
-----						
Total Interest-Bearing Liabilities	6,661.4	64.4	0.97	6,368.8	76.6	1.20
-----						
Net Interest Income		\$390.8			\$366.1	
		=====			=====	
Interest Rate Spread			4.06%			3.91%
Net Interest Margin			4.32%			4.23%
Non-Interest-Bearing						
Demand Deposits	1,929.1			1,753.9		
Other Liabilities	394.0			354.7		
Shareholders' Equity	761.0			900.1		
	-----			-----		
Total Liabilities and Shareholders' Equity	\$9,745.5			\$9,377.5		
	=====			=====		

Bank of Hawaii Corporation and Subsidiaries

Analysis of Change in Net Interest Income - Taxable Equivalent

Basis (Unaudited)

Table 6

Year Ended December 31, 2004

(dollars in millions)	Compared to December 31, 2003		
	Volume (1)	Rate (1)	Total
-----			
Change in Interest Income:			
Interest-Bearing Deposits	\$(0.7)	\$(0.6)	\$(1.3)
Funds Sold	(1.0)	0.1	(0.9)
Investment Securities			
Available for Sale	3.2	12.6	15.8
Held to Maturity	7.2	-	7.2
Loans Held for Sale	(1.3)	-	(1.3)
Loans and Leases			
Commercial and Industrial	(2.5)	2.9	0.4
Construction	0.1	-	0.1
Commercial Mortgage	(0.3)	(2.6)	(2.9)
Residential Mortgage	0.1	(15.8)	(15.7)
Installment	13.6	(6.6)	7.0
Home Equity	5.7	(0.8)	4.9
Purchased Home Equity	1.0	0.5	1.5
Lease Financing	0.9	(1.7)	(0.8)
-----			
Total Loans and Leases	18.6	(24.1)	(5.5)
-----			
Other	(0.1)	(1.4)	(1.5)
-----			
Total Change in Interest Income	25.9	(13.4)	12.5
-----			
Change in Interest Expense:			
Interest-Bearing Deposits			
Demand	0.5	0.2	0.7
Savings	1.2	(3.7)	(2.5)
Time	(4.7)	(4.3)	(9.0)
-----			
Total Interest-Bearing Deposits	(3.0)	(7.8)	(10.8)
-----			
Short-Term Borrowings	2.1	0.2	2.3
Long-Term Debt	(3.9)	0.2	(3.7)
-----			
Total Change in Interest Expense	(4.8)	(7.4)	(12.2)
-----			
Change in Net Interest Income	\$30.7	\$(6.0)	\$24.7
=====			

(1) The changes for each category of interest income and expense are divided between the portion of changes attributable to the variance in volume or rate for that category.

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

Table 7

(dollars in thousands)	Three Months		Year	
	Ended		Ended	
	December 31,		December 31,	
	2004	2003	2004	2003
-----				
Salaries	\$27,947	\$27,972	\$110,851	\$114,376
Incentive Compensation	3,999	5,130	15,458	15,747
Stock-Based Compensation	2,926	5,128	11,726	9,215
Commission Expense	1,991	1,833	7,682	10,797
Retirement and Other Benefits	3,230	882	15,900	14,353

Payroll Taxes	2,115	2,009	11,063	10,454
Medical, Dental, and Life Insurance	2,050	1,981	8,354	7,371
Separation Expense	785	1,474	3,265	3,967
-----				
Total Salaries and Benefits	\$45,043	\$46,409	\$184,299	\$186,280
=====				

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

Table 8

	December 31, 2004	September 30, 2004	June 30, 2004	March 31, 2004	December 31, 2003
(dollars in thousands)					
-----					
Domestic Loans					
Commercial					
Commercial and Industrial	\$871,485	\$755,455	\$776,815	\$793,293	\$816,246
Commercial Mortgage	602,678	648,991	643,382	650,566	639,354
Construction	122,355	104,709	98,916	91,002	101,321
Lease Financing	446,937	447,005	447,673	442,590	435,934
-----					
Total Commercial	2,043,455	1,956,160	1,966,786	1,977,451	1,992,855
-----					
Consumer					
Residential					
Mortgage	2,293,202	2,261,814	2,257,624	2,254,654	2,320,410
Home Equity	657,164	609,981	559,225	510,378	467,019
Purchased Home Equity	122,728	143,300	162,730	191,066	212,514
Other					
Consumer Lease	751,821	729,747	721,386	671,893	658,831
Financing	32,535	33,796	34,676	34,816	35,320
-----					
Total Consumer	3,857,450	3,778,638	3,735,641	3,662,807	3,694,094
-----					
Total Domestic Loans	5,900,905	5,734,798	5,702,427	5,640,258	5,686,949
-----					
Foreign Loans	86,025	80,777	84,887	74,738	70,226
-----					
Total Loans and Leases	\$5,986,930	\$5,815,575	\$5,787,314	\$5,714,996	\$5,757,175
=====					

Selected Concentrations of Credit Exposure (Unaudited)

	December 31, 2004		Sept. 30, 2004		Dec. 31, 2003 (1)
	Unused	Total	Total	Total	
(dollars in thousands)	Outstanding	Commitments	Exposure	Exposure	Exposure
-----					
Air					
Transportation					
United States					
Regional					

Passenger Carriers	\$41,057	\$11,707	\$52,764	\$57,505	\$59,231
United States National Passenger Carriers	39,594	-	39,594	37,771	37,259
Passenger Carriers Based Outside United States	25,910	-	25,910	28,540	31,549
Cargo Carriers	13,771	-	13,771	13,771	14,405
-----					
Total Air Transportation	\$120,332	\$11,707	\$132,039	\$137,587	\$142,444
=====					
Guam					
Hotel	\$6,014	\$-	\$6,014	\$9,348	\$17,733
Other Commercial	143,819	42,467	186,286	197,460	184,129
Consumer	376,948	13,486	390,434	321,657	288,831
-----					
Total Guam	\$526,781	\$55,953	\$582,734	\$528,465	\$490,693
=====					
Syndicated Exposure	\$201,359	\$588,399	\$789,758	\$790,354	\$925,864
=====					
Other Large Borrowers (2)	\$109,921	\$192,481	\$302,402	\$298,026	\$336,748
=====					

Exposure includes loans, leveraged leases and operating leases.

- (1) For three borrowers, reclassifications occurred between Regional and National Carriers. Syndicated Exposure was restated.
- (2) Other Large Borrowers is defined as exposure with commitments of \$25 million and greater, excluding those collateralized by cash and those separately identified as Air Transportation, Guam, and Syndicated Exposure.

Bank of Hawaii Corporation and Subsidiaries  
Consolidated Non-Performing Assets and Accruing Loans Past Due  
90 Days or More (Unaudited) Table 9

	December	September	June	March	December
(dollars in thousands)	31, 2004	30, 2004	30, 2004	31, 2004	31, 2003
-----					

Non-Performing Assets					
Non-Accrual Loans					
Commercial					
Commercial and Industrial	\$683	\$775	\$680	\$6,009	\$6,015
Commercial Mortgage	2,106	5,552	5,649	7,388	9,337
Lease Financing	2,973	1,913	1,948	1,962	2,181

Total					
Commercial	5,762	8,240	8,277	15,359	17,533
Consumer					
Residential					
Mortgage	7,688	7,278	7,688	7,685	9,354
Home Equity	218	251	306	406	460
Total Consumer	7,906	7,529	7,994	8,091	9,814
Total Non-					
Accrual Loans	13,668	15,769	16,271	23,450	27,347
Foreclosed Real					
Estate	191	208	4,889	4,416	4,377
Total Non-					
Performing					
Assets	\$13,859	\$15,977	\$21,160	\$27,866	\$31,724

Accruing Loans					
Past Due 90					
Days or More					
Commercial					
Commercial					
and					
Industrial	\$52	\$65	\$19	\$707	\$725
Commercial					
Mortgage	-	688	693	702	-
Lease					
Financing	-	-	-	-	117

Total					
Commercial	52	753	712	1,409	842
Consumer					
Residential					
Mortgage	387	2,588	698	595	1,430
Purchased					
Home Equity	183	97	32	107	-
Other					
Consumer	1,433	1,533	1,142	1,180	1,210
Lease					
Financing	30	32	57	-	-
Total Consumer	2,033	4,250	1,929	1,882	2,640

Total Accruing					
and Past Due	\$2,085	\$5,003	\$2,641	\$3,291	\$3,482

Total Loans and					
Leases	\$5,986,930	\$5,815,575	\$5,787,314	\$5,714,996	\$5,757,175

Ratio of Non-					
Accrual Loans					
to Total Loans	0.23%	0.27%	0.28%	0.41%	0.48%

Ratio of Non-  
Performing  
Assets to

Total Loans and Foreclosed Real Estate	0.23%	0.27%	0.37%	0.49%	0.55%
-----					
Ratio of Non- Performing Assets and Accruing Loans Past Due 90 Days or More to Total Loans	0.27%	0.36%	0.41%	0.55%	0.61%
-----					
Quarter to Quarter Changes in Non-Performing Assets Balance at Beginning of Quarter	\$15,977	\$21,160	\$27,866	\$31,724	\$40,144
Additions	7,178	2,094	3,909	3,293	2,340
Reductions					
Payments	(8,449)	(1,386)	(4,232)	(4,555)	(3,416)
Return to Accrual	(456)	(1,122)	(2,700)	(1,444)	(839)
Sales of Foreclosed Assets	(206)	(682)	(147)	(310)	(4,418)
Charge- offs/Write- downs	(185)	(88)	(3,536)	(842)	(2,087)
Transfer to Premises	-	(3,999)	-	-	-
-----					
Total Reductions	(9,296)	(7,277)	(10,615)	(7,151)	(10,760)
-----					
Balance at End of Quarter	\$13,859	\$15,977	\$21,160	\$27,866	\$31,724
=====					

Bank of Hawaii Corporation and Subsidiaries  
Consolidated Allowance for Loan and Lease Losses (Unaudited) Table 10

	Three Months Ended			Year Ended	
	December	September	December	December	
(dollars in thousands)	31, 2004	30, 2004	31, 2003	31, 2004	31, 2003
-----					

Balance at Beginning of Period	\$124,651	\$124,904	\$132,675	\$129,080	\$142,853
Loans Charged- Off					
Commercial					
Commercial					
and					
Industrial	465	227	1,997	4,408	5,311
Commercial					
Mortgage	-	-	-	575	548



Construction	-	-	-	-	529
Lease					
Financing	774	-	-	1,381	353
Consumer					
Residential					
Mortgage	128	226	462	819	1,877
Home Equity	-	11	250	20	339
Purchased					
Home Equity	343	173	143	807	257
Other					
Consumer	4,903	4,268	3,919	18,390	17,412
Lease					
Financing	47	45	100	155	267
-----					
Total Loans					
Charged-Off	6,660	4,950	6,871	26,555	26,893
-----					
Recoveries on					
Loans					
Previously					
Charged-Off					
Commercial					
Commercial					
and					
Industrial	542	1,206	936	3,973	3,878
Commercial					
Mortgage	119	1,093	23	2,052	129
Construction	-	94	3	529	958
Lease					
Financing	1	2	88	19	106
Consumer					
Residential					
Mortgage	109	207	115	915	1,027
Home Equity	5	14	4	158	-
Purchased					
Home Equity	16	51	-	125	133
Other					
Consumer	1,267	1,502	2,015	6,136	6,177
Lease					
Financing	23	9	30	103	82
Foreign	23	519	62	7,061	630
-----					
Total					
Recoveries on					
Loans					
Previously					
Charged-Off	2,105	4,697	3,276	21,071	13,120
-----					
Net Loan					
Recoveries					
(Charge-Offs)	(4,555)	(253)	(3,595)	(5,484)	(13,773)
Provision for					
Loan and					
Lease Losses	(6,500)	-	-	(10,000)	-
Other					
Adjustments	(6,800)	-	-	(6,800)	-
-----					
Balance at End					
of Period	\$106,796	\$124,651	\$129,080	\$106,796	\$129,080
=====					
Average Loans					
Outstanding	\$5,834,379	\$5,796,350	\$5,570,844	\$5,786,663	\$5,524,423
=====					

Ratio of Net Loan Charge- Offs to Average Loans Outstanding (annualized)	0.31%	0.02%	0.26%	0.09%	0.25%
Ratio of Allowance to Loans and Leases Outstanding	1.78%	2.14%	2.24%	1.78%	2.24%

Bank of Hawaii Corporation and Subsidiaries  
Business Segment Selected Financial Information (Unaudited) Table 11a

(dollars in thousands)	Investment Treasury				
	Retail Banking	Commercial Banking	Services Group	and Other Corporate	Consolidated Total
Three Months Ended December 31, 2004					
Net Interest Income	\$52,531	\$33,905	\$2,995	\$10,500	\$99,931
Provision for Loan and Lease Losses	2,991	1,602	-	(11,093)	(6,500)
Net Interest Income After Provision for Loan and Lease Losses	49,540	32,303	2,995	21,593	106,431
Non-Interest Income	22,590	9,410	13,747	2,603	48,350
	72,130	41,713	16,742	24,196	154,781
Non-Interest Expense	(43,287)	(21,758)	(12,377)	(4,681)	(82,103)
Income Before Income Taxes	28,843	19,955	4,365	19,515	72,678
Provision for Income Taxes	(10,672)	(7,379)	(1,615)	(6,771)	(26,437)
Allocated Net Income	18,171	12,576	2,750	12,744	46,241
Allowance Funding Value	(162)	(608)	(6)	776	-
GAAP Provision	2,991	1,602	-	(11,093)	(6,500)
Economic Provision	(3,565)	(2,463)	(91)	(1)	(6,120)
Tax Effect of Adjustments	272	544	36	3,817	4,669
Income Before Capital Charge	17,707	11,651	2,689	6,243	38,290
Capital Charge	(5,461)	(4,672)	(1,289)	(9,992)	(21,414)
Net Income (Loss) After					

Capital Charge (NIACC)	\$12,246	\$6,979	\$1,400	\$(3,749)	\$16,876
=====					
RAROC (ROE for the Company)	35%	27%	23%	16%	24%
=====					
Total Assets at December 31, 2004	\$3,773,950	\$2,376,776	\$117,602	\$3,497,863	\$9,766,191
=====					
Three Months Ended December 31, 2003 (1)					
Net Interest Income	\$49,691	\$33,685	\$2,888	\$7,088	\$93,352
Provision for Loan and Lease Losses	2,288	1,694	-	(3,982)	-
-----					
Net Interest Income After Provision for Loan and Lease Losses	47,403	31,991	2,888	11,070	93,352
Non-Interest Income	23,229	11,218	12,461	2,529	49,437
-----					
	70,632	43,209	15,349	13,599	142,789
Non-Interest Expense	(44,340)	(21,102)	(12,716)	(5,246)	(83,404)
-----					
Income Before Income Taxes	26,292	22,107	2,633	8,353	59,385
Provision for Income Taxes	(9,728)	(8,049)	(974)	(1,961)	(20,712)
-----					
Allocated Net Income	16,564	14,058	1,659	6,392	38,673
-----					
Allowance Funding Value	(130)	(806)	(8)	944	-
GAAP Provision	2,288	1,694	-	(3,982)	-
Economic Provision	(3,309)	(2,879)	(98)	(4)	(6,290)
Tax Effect of Adjustments	426	737	39	1,126	2,328
-----					
Income Before Capital Charge	15,839	12,804	1,592	4,476	34,711
Capital Charge	(5,663)	(5,367)	(1,271)	(10,396)	(22,697)
-----					
Net Income (Loss) After Capital Charge (NIACC)	\$10,176	\$7,437	\$321	\$(5,920)	\$12,014
=====					
RAROC (ROE for the Company)	31%	26%	14%	21%	19%
=====					

Total Assets at  
December 31,  
2003           \$3,667,095   \$2,323,267   \$109,003   \$3,362,282   \$9,461,647  
=====

(1) Certain 2003 information has been reclassified to conform to 2004 presentation.

Bank of Hawaii Corporation and Subsidiaries  
Business Segment Selected Financial Information (Unaudited) Table 11b

(dollars in thousands)	Investment Treasury				
	Retail Banking	Commercial Banking	Services Group	and Other Corporate	Consolidated Total
-----					
Year Ended December 31, 2004					
Net Interest					
Income	\$203,541	\$135,477	\$11,524	\$40,048	\$390,590
Provision for Loan and Lease Losses	10,446	3,232	47	(23,725)	(10,000)
-----					
Net Interest					
Income After Provision for Loan and Lease Losses	193,095	132,245	11,477	63,773	400,590
Non-Interest Income	90,424	47,470	53,847	13,353	205,094
-----					
	283,519	179,715	65,324	77,126	605,684
Non-Interest Expense	(174,670)	(91,097)	(52,018)	(16,655)	(334,440)
-----					
Income Before Income Taxes	108,849	88,618	13,306	60,471	271,244
Provision for Income Taxes	(40,274)	(32,790)	(4,924)	(19,917)	(97,905)
-----					
Allocated Net Income	68,575	55,828	8,382	40,554	173,339
-----					
Allowance Funding Value	(605)	(2,653)	(25)	3,283	-
GAAP Provision	10,446	3,232	47	(23,725)	(10,000)
Economic Provision	(14,054)	(10,528)	(370)	(8)	(24,960)
Tax Effect of Adjustments	1,559	3,681	129	7,566	12,935
-----					
Income Before Capital Charge	65,921	49,560	8,163	27,670	151,314
Capital Charge	(22,157)	(19,905)	(5,209)	(36,458)	(83,729)
-----					
Net Income (Loss) After Capital Charge (NIACC)	\$43,764	\$29,655	\$2,954	\$(8,788)	\$67,585
=====					

RAROC (ROE for the Company)	33%	27%	17%	22%	23%
=====					
Total Assets at December 31, 2004	\$3,773,950	\$2,376,776	\$117,602	\$3,497,863	\$9,766,191
=====					
Year Ended December 31, 2003 (1)					
Net Interest Income	\$208,189	\$137,164	\$11,515	\$9,074	\$365,942
Provision for Loan and Lease Losses	6,909	8,415	(5)	(15,319)	-
-----					
Net Interest Income After Provision for Loan and Lease Losses	201,280	128,749	11,520	24,393	365,942
Non-Interest Income	95,168	40,975	49,998	12,579	198,720
-----					
	296,448	169,724	61,518	36,972	564,662
Information Technology Systems Replacement Project	(986)	(23)	(333)	(20,529)	(21,871)
Non-Interest Expense	(180,484)	(91,376)	(49,174)	(14,970)	(336,004)
-----					
Income Before Income Taxes	114,978	78,325	12,011	1,473	206,787
Provision for Income Taxes	(42,542)	(28,502)	(4,444)	3,896	(71,592)
-----					
Allocated Net Income	72,436	49,823	7,567	5,369	135,195
-----					
Allowance Funding Value	(595)	(3,987)	(32)	4,614	-
GAAP Provision	6,909	8,415	(5)	(15,319)	-
Economic Provision	(11,932)	(12,120)	(432)	(25)	(24,509)
Tax Effect of Adjustments	2,079	2,846	174	3,969	9,068
-----					
Income (Loss) Before Capital Charge	68,897	44,977	7,272	(1,392)	119,754
Capital Charge	(22,715)	(21,889)	(5,032)	(49,405)	(99,041)
-----					
Net Income (Loss) After Capital Charge (NIACC)	\$46,182	\$23,088	\$2,240	\$(50,797)	\$20,713
=====					
RAROC (ROE for the Company)	33%	23%	16%	(1)%	15%

```

=====
Total Assets at
December 31,
2003          $3,667,095 $2,323,267  $109,003 $3,362,282  $9,461,647
=====

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(1) Certain 2003 information has been reclassified to conform to 2004 presentation.

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

Table 12

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-----
                                Three Months Ended
(dollars in      December September   June      March      December
thousands except 31,       30,       30,       31,       31,
per share amounts) 2004      2004      2004      2004      2003
-----

```

Quarterly Operating  
Results

Interest Income

Interest and Fees

on Loans and  
Leases

\$84,100    \$82,079    \$80,346    \$81,428    \$80,351

Income on  
Investment  
Securities -  
Available for  
Sale

26,394    24,543    21,745    20,846    19,032

Income on  
Investment  
Securities -  
Held to Maturity

6,147    6,370    6,711    6,976    7,183

Deposits

107    496    1,646    1,231    1,169

Funds Sold

356    108    177    417    85

Other

267    801    865    858    1,007

Total Interest

Income    117,371    114,397    111,490    111,756    108,827

Interest Expense

Deposits

9,993    8,990    8,560    9,200    9,433

Securities Sold  
Under Agreements  
to Repurchase

3,120    2,085    2,222    1,926    1,359

Funds Purchased

395    683    506    231    249

Short-Term

Borrowings

39    15    13    15    17

Long-Term Debt

3,893    3,845    4,340    4,353    4,417

Total Interest

Expense    17,440    15,618    15,641    15,725    15,475

Net Interest Income

99,931    98,779    95,849    96,031    93,352

Provision for Loan  
and Lease Losses

(6,500)    -    (3,500)    -    -

Net Interest Income

After Provision

for Loan and Lease

Losses

106,431    98,779    99,349    96,031    93,352

-----					
Non-Interest Income					
Trust and Asset Management	13,934	12,672	12,995	13,864	12,759
Mortgage Banking Service Charges on Deposit Accounts	1,516	1,711	2,808	1,977	3,324
Fees, Exchange, and Other Service Charges	10,155	9,472	9,540	9,950	9,442
Investment Securities Gains (Losses)	13,684	13,741	14,243	13,239	13,725
Insurance	(757)	-	(37)	-	(20)
Other	4,234	5,423	4,926	4,658	4,762
	5,584	10,035	10,373	5,154	5,445
-----					
Total Non-Interest Income	48,350	53,054	54,848	48,842	49,437
-----					
Non-Interest Expense					
Salaries and Benefits	45,043	46,566	46,689	46,001	46,409
Net Occupancy Expense	9,606	9,812	9,543	9,386	9,933
Net Equipment Expense	6,316	5,847	5,799	5,964	7,395
Other	21,138	21,965	23,094	21,671	19,667
-----					
Total Non-Interest Expense	82,103	84,190	85,125	83,022	83,404
-----					
Income Before Income Taxes	72,678	67,643	69,072	61,851	59,385
Provision for Income Taxes	26,437	24,576	24,840	22,052	20,712
-----					
Net Income	\$46,241	\$43,067	\$44,232	\$39,799	\$38,673
=====					
Basic Earnings Per Share					
	\$0.86	\$0.82	\$0.84	\$0.73	\$0.70
Diluted Earnings Per Share					
	\$0.82	\$0.78	\$0.79	\$0.69	\$0.66
Balance Sheet Totals					
Total Assets	9,766,191	9,594,809	9,688,769	10,013,442	9,461,647
Net Loans	5,880,134	5,690,924	5,662,410	5,587,811	5,628,095
Total Deposits	7,564,667	7,413,240	7,469,288	7,363,922	7,332,779
Total Shareholders' Equity	814,834	756,707	699,438	785,768	793,132
Performance Ratios					
Net Income to Average Total Assets (ROA)	1.89%	1.77%	1.80%	1.65%	1.66%
Net Income to Average Shareholders' Equity (ROE)	23.63%	23.42%	24.28%	19.98%	18.59%
Efficiency Ratio (1)	55.37%	55.45%	56.49%	57.31%	58.41%

(1) The efficiency ratio is defined as non-interest expense divided by total revenue (net interest income and non-interest income).

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SOURCE: Bank of Hawaii Corporation