

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION**  
Washington, D. C. 20549

**FORM 8-K**

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

Date of Report  
(Date of earliest event reported)

July 24, 2023

**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>
<b>Common Stock, par value \$0.01 per share</b>	<b>BOH</b>	<b>New York Stock Exchange</b>
<b>Depository Shares, Each Representing 1/40<sup>th</sup> Interest in a Share of 4.375% Fixed Rate Non-Cumulative Preferred Stock, Series A</b>	<b>BOH.PRA</b>	<b>New York Stock Exchange</b>

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 2.02. Results of Operations and Financial Condition.**

On July 24, 2023, Bank of Hawaii Corporation announced its results of operations for the quarter ended June 30, 2023. The public announcement was made by means of a press release, the text of which is furnished as Exhibit 99.1 hereto and incorporated herein by reference.

**Item 9.01. Financial Statements and Exhibits.**

(d) Exhibits

Exhibit No.

99.1	<a href="#">July 24, 2023 Press Release: Bank of Hawaii Corporation Second Quarter 2023 Financial Results. Any internet addresses provided in this release are for informational purposes only and are not intended to be hyperlinks. Furnished herewith.</a>
99.2	<a href="#">Bank of Hawaii Corporation Second Quarter 2023 Financial Report</a>
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

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**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: July 24, 2023

Bank of Hawaii Corporation

By: /s/ Patrick M. McGuirk

Patrick M. McGuirk

Senior Executive Vice President and Corporate Secretary

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## NewsRelease

## Investor/Analyst Inquiries

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NYSE: BOH

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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.

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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.

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

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**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](http://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	2023	June 30, 2022	2022
(dollars in thousands, except per share amounts)						
<b>For the Period:</b>						
<b>Operating Results</b>						
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	
<b>Performance Ratios</b>						
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 <sup>1</sup>	62.07	63.34	58.80	62.72	60.14	
Net Interest Margin <sup>2</sup>	2.22	2.47	2.47	2.34	2.41	
Dividend Payout Ratio <sup>3</sup>	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	
<b>Average Balances</b>						
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	
<b>Per Share of Common Stock</b>						
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	
<b>Market Value</b>						
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, 2023	March 31, 2023	December 31, 2022	June 30, 2022	
<b>As of Period End:</b>						
<b>Balance Sheet Totals</b>						
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		
<b>Asset Quality</b>						
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 <sup>4</sup>	1.04 %	1.04 %	1.06 %	1.15 %		
<b>Capital Ratios <sup>5</sup></b>						
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 <sup>6</sup>	4.60	4.78	4.69	4.90		
Tangible Common Equity to Risk-Weighted Assets <sup>6</sup>	7.97	7.97	7.76	8.72		
<b>Non-Financial Data</b>						
Full-Time Equivalent Employees	2,025	2,025	2,076	2,114		
Branches	51	51	51	54		
ATMs	320	320	320	310		

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

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

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

<sup>4</sup> The numerator comprises the Allowance for Credit Losses - Loans and Leases.

<sup>5</sup> Regulatory capital ratios as of June 30, 2023 are preliminary.

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

<sup>6</sup> 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 <sup>1</sup>	\$ 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 <sup>1</sup>	12.21 %	12.10 %	12.15 %	13.01 %
Tangible Common Equity to Risk-Weighted Assets (Non-GAAP) <sup>1</sup>	7.97 %	7.97 %	7.76 %	8.72 %

<sup>1</sup> 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	2023	June 30, 2022	2022
(dollars in thousands, except per share amounts)						
<b>Interest Income</b>						
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	
<b>Total Interest Income</b>	<b>199,751</b>	<b>188,332</b>	<b>139,562</b>	<b>388,083</b>	<b>270,135</b>	
<b>Interest Expense</b>						
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	
<b>Total Interest Expense</b>	<b>75,403</b>	<b>52,377</b>	<b>6,660</b>	<b>127,780</b>	<b>11,970</b>	
<b>Net Interest Income</b>	<b>124,348</b>	<b>135,955</b>	<b>132,902</b>	<b>260,303</b>	<b>258,165</b>	
Provision for Credit Losses	2,500	2,000	(2,500)	4,500	(8,000)	
<b>Net Interest Income After Provision for Credit Losses</b>	<b>121,848</b>	<b>133,955</b>	<b>135,402</b>	<b>255,803</b>	<b>266,165</b>	
<b>Noninterest Income</b>						
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	
<b>Total Noninterest Income</b>	<b>43,255</b>	<b>40,737</b>	<b>42,158</b>	<b>83,992</b>	<b>85,709</b>	
<b>Noninterest Expense</b>						
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	
<b>Total Noninterest Expense</b>	<b>104,036</b>	<b>111,919</b>	<b>102,939</b>	<b>215,955</b>	<b>206,813</b>	
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	
<b>Net Income</b>	<b>\$ 46,061</b>	<b>\$ 46,842</b>	<b>\$ 56,862</b>	<b>\$ 92,903</b>	<b>\$ 111,696</b>	
Preferred Stock Dividends	1,969	1,969	1,969	3,938	3,938	
<b>Net Income Available to Common Shareholders</b>	<b>\$ 44,092</b>	<b>\$ 44,873</b>	<b>\$ 54,893</b>	<b>\$ 88,965</b>	<b>\$ 107,758</b>	
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**

(dollars in thousands)	Three Months Ended			Six Months Ended		
	June 30,	March 31,	June 30,	June 30,		
	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**

(dollars in thousands)	June 30, 2023	March 31, 2023	December 31, 2022	June 30, 2022
<b>Assets</b>				
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
<b>Total Earning Assets</b>	<b>22,917,672</b>	<b>22,085,564</b>	<b>21,847,066</b>	<b>21,663,438</b>
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
<b>Total Assets</b>	<b>\$ 24,947,936</b>	<b>\$ 23,931,977</b>	<b>\$ 23,606,877</b>	<b>\$ 23,232,699</b>
<b>Liabilities</b>				
<b>Deposits</b>				
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
<b>Total Deposits</b>	<b>20,508,615</b>	<b>20,491,300</b>	<b>20,615,696</b>	<b>21,025,681</b>
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
<b>Total Liabilities</b>	<b>23,589,657</b>	<b>22,577,547</b>	<b>22,289,882</b>	<b>21,883,953</b>
<b>Shareholders' Equity</b>				
Preferred Stock (\$0.01 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 (\$0.01 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)
<b>Total Shareholders' Equity</b>	<b>1,358,279</b>	<b>1,354,430</b>	<b>1,316,995</b>	<b>1,348,746</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>\$ 24,947,936</b>	<b>\$ 23,931,977</b>	<b>\$ 23,606,877</b>	<b>\$ 23,232,699</b>

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

**Table 6**

(dollars in thousands)	Preferred Shares Outstanding	Preferred Stock	Common Shares Outstanding	Common Stock	Capital Surplus	Accumulated Other Comprehensive Income (Loss)	Retained Earnings	Treasury Stock	Total
<b>Balance as of December 31, 2022</b>	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)
<b>Balance as of June 30, 2023</b>	180,000	\$ 180,000	39,725,348	\$ 583	\$ 628,202	\$ (423,431)	\$ 2,091,289	\$ (1,118,364)	\$ 1,358,279
<b>Balance as of December 31, 2021</b>	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)
<b>Balance as of June 30, 2022</b>	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 <sup>1</sup>

Table 7a

	Three Months Ended June 30, 2023			Three Months Ended March 31, 2023			Three Months Ended June 30, 2022		
	Average Balance	Income / Expense <sup>2</sup>	Yield / Rate	Average Balance	Income / Expense <sup>2</sup>	Yield / Rate	Average Balance	Income / Expense <sup>2</sup>	Yield / Rate
(dollars in millions)									
<b>Earning Assets</b>									
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
<b>Investment Securities</b>									
<b>Available-for-Sale</b>									
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
<b>Held-to-Maturity</b>									
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
<b>Total Investment Securities</b>	<b>8,017.2</b>	<b>46.7</b>	<b>2.33</b>	<b>8,201.4</b>	<b>47.9</b>	<b>2.34</b>	<b>8,538.7</b>	<b>36.9</b>	<b>1.73</b>
Loans Held for Sale	2.7	-	5.50	1.5	-	5.30	6.3	0.1	4.06
<b>Loans and Leases <sup>3</sup></b>									
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 <sup>4</sup>	423.5	6.4	6.04	427.8	6.2	5.83	420.4	5.6	5.38
<b>Total Loans and Leases</b>	<b>13,876.8</b>	<b>144.9</b>	<b>4.19</b>	<b>13,717.5</b>	<b>136.9</b>	<b>4.03</b>	<b>12,700.8</b>	<b>101.8</b>	<b>3.21</b>
Other	94.8	2.2	8.94	67.2	0.6	3.56	38.2	0.3	3.70
<b>Total Earning Assets</b>	<b>22,496.7</b>	<b>200.2</b>	<b>3.56</b>	<b>22,285.2</b>	<b>188.8</b>	<b>3.42</b>	<b>21,561.0</b>	<b>139.8</b>	<b>2.60</b>
Cash and Due from Banks	316.6	-	-	319.1	-	-	238.4	-	-
Other Assets	1,301.1	-	-	1,261.2	-	-	1,091.9	-	-
<b>Total Assets</b>	<b>\$ 24,114.4</b>			<b>\$ 23,865.5</b>			<b>\$ 22,891.3</b>		
<b>Interest-Bearing Liabilities</b>									
<b>Interest-Bearing Deposits</b>									
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
<b>Total Interest-Bearing Deposits</b>	<b>14,001.1</b>	<b>53.8</b>	<b>1.54</b>	<b>14,014.8</b>	<b>37.8</b>	<b>1.09</b>	<b>13,085.4</b>	<b>3.5</b>	<b>0.11</b>
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
<b>Total Interest-Bearing Liabilities</b>	<b>16,192.2</b>	<b>75.4</b>	<b>1.87</b>	<b>15,565.3</b>	<b>52.4</b>	<b>1.36</b>	<b>13,603.3</b>	<b>6.7</b>	<b>0.20</b>
<b>Net Interest Income</b>		<b>\$ 124.8</b>			<b>\$ 136.4</b>			<b>\$ 133.1</b>	
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	-	-
<b>Total Liabilities and Shareholders' Equity</b>	<b>\$ 24,114.4</b>			<b>\$ 23,865.5</b>			<b>\$ 22,891.3</b>		

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

<sup>2</sup> 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.

<sup>3</sup> 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.

<sup>4</sup> 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 <sup>1</sup>**

Table 7b

(dollars in millions)	Six Months Ended June 30, 2023			Six Months Ended June 30, 2022		
	Average Balance	Income / Expense <sup>2</sup>	Yield / Rate	Average Balance	Income / Expense <sup>2</sup>	Yield / Rate
<b>Earning Assets</b>						
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
<b>Investment Securities</b>						
<b>Available-for-Sale</b>						
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
<b>Held-to-Maturity</b>						
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
<b>Total Investment Securities</b>	<b>8,108.8</b>	<b>94.6</b>	<b>2.34</b>	<b>8,771.1</b>	<b>72.7</b>	<b>1.66</b>
Loans Held for Sale	2.1	0.1	5.42	10.0	0.2	3.19
<b>Loans and Leases <sup>3</sup></b>						
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 <sup>4</sup>	425.6	12.5	5.94	412.1	11.1	5.42
<b>Total Loans and Leases</b>	<b>13,797.6</b>	<b>281.8</b>	<b>4.11</b>	<b>12,496.8</b>	<b>196.3</b>	<b>3.16</b>
Other	81.0	2.7	6.70	37.3	0.6	2.97
<b>Total Earning Assets</b>	<b>22,391.5</b>	<b>389.0</b>	<b>3.49</b>	<b>21,574.8</b>	<b>270.6</b>	<b>2.52</b>
Cash and Due from Banks		317.8			235.8	
Other Assets		1,281.3			1,058.9	
<b>Total Assets</b>	<b>\$ 23,990.6</b>			<b>\$ 22,869.5</b>		
<b>Interest-Bearing Liabilities</b>						
<b>Interest-Bearing Deposits</b>						
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
<b>Total Interest-Bearing Deposits</b>	<b>14,007.9</b>	<b>91.6</b>	<b>1.32</b>	<b>13,126.2</b>	<b>5.9</b>	<b>0.09</b>
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
<b>Total Interest-Bearing Liabilities</b>	<b>15,880.5</b>	<b>127.7</b>	<b>1.62</b>	<b>13,619.2</b>	<b>12.0</b>	<b>0.18</b>
<b>Net Interest Income</b>		<b>\$ 261.3</b>			<b>\$ 258.6</b>	
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		
<b>Total Liabilities and Shareholders' Equity</b>	<b>\$ 23,990.6</b>			<b>\$ 22,869.5</b>		

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

<sup>2</sup> 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.

<sup>3</sup> 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.

<sup>4</sup> 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 <sup>1</sup>	Rate <sup>1</sup>	Total
<b>Change in Interest Income:</b>			
Funds Sold	\$ 2.6	\$ 0.4	\$ 3.0
Investment Securities			
Available-for-Sale			
Taxable	(0.6)	-	(0.6)
Non-Taxable	-	-	-
Held-to-Maturity			
Taxable	(0.5)	(0.1)	(0.6)
Non-Taxable	-	-	-
Total Investment Securities	(1.1)	(0.1)	(1.2)
Loans Held for Sale	-	-	-
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 <sup>2</sup>	(0.1)	0.3	0.2
Total Loans and Leases	2.0	6.0	8.0
Other	0.4	1.2	1.6
<b>Total Change in Interest Income</b>	<b>3.9</b>	<b>7.5</b>	<b>11.4</b>
<b>Change in Interest Expense:</b>			
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)
Securities Sold Under Agreements to Repurchase	-	-	-
Other Debt	8.2	-	8.2
<b>Total Change in Interest Expense</b>	<b>9.6</b>	<b>13.4</b>	<b>23.0</b>
<b>Change in Net Interest Income</b>	<b>\$ (5.7)</b>	<b>\$ (5.9)</b>	<b>\$ (11.6)</b>

<sup>1</sup> 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.

<sup>2</sup> 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**

(dollars in millions)	Three Months Ended June 30, 2023 Compared to June 30, 2022		
	Volume <sup>1</sup>	Rate <sup>1</sup>	Total
<b>Change in Interest Income:</b>			
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
Non-Taxable	-	-	-
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 <sup>2</sup>	-	0.8	0.8
Total Loans and Leases	10.0	33.1	43.1
Other	1.0	0.9	1.9
<b>Total Change in Interest Income</b>	<b>8.1</b>	<b>52.3</b>	<b>60.4</b>
<b>Change in Interest Expense:</b>			
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
<b>Total Change in Interest Expense</b>	<b>19.5</b>	<b>49.2</b>	<b>68.7</b>
<b>Change in Net Interest Income</b>	<b>\$ (11.4)</b>	<b>\$ 3.1</b>	<b>\$ (8.3)</b>

<sup>1</sup> 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.

<sup>2</sup> 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 <sup>1</sup>	Rate <sup>1</sup>	Total
<b>Change in Interest Income:</b>			
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
Non-Taxable	-	-	-
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 <sup>2</sup>	0.3	1.1	1.4
Total Loans and Leases	21.4	64.1	85.5
Other	1.0	1.1	2.1
<b>Total Change in Interest Income</b>	<b>14.8</b>	<b>103.6</b>	<b>118.4</b>
<b>Change in Interest Expense:</b>			
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
<b>Total Change in Interest Expense</b>	<b>30.9</b>	<b>84.8</b>	<b>115.7</b>
<b>Change in Net Interest Income</b>	<b>\$ (16.1)</b>	<b>\$ 18.8</b>	<b>\$ 2.7</b>

<sup>1</sup> 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.

<sup>2</sup> 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
<b>Total Salaries and Benefits</b>	<b>\$ 56,175</b>	<b>\$ 65,088</b>	<b>\$ 57,769</b>	<b>\$ 121,263</b>	<b>\$ 117,693</b>

**Bank of Hawai'i Corporation and Subsidiaries**  
**Loan and Lease Portfolio Balances**

**Table 10**

(dollars in thousands)	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
<b>Commercial</b>					
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
<b>Total Commercial</b>	<b>5,612,441</b>	<b>5,565,888</b>	<b>5,464,503</b>	<b>5,294,351</b>	<b>5,155,632</b>
<b>Consumer</b>					
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 <sup>1</sup>	423,600	429,356	432,499	435,408	432,693
<b>Total Consumer</b>	<b>8,302,448</b>	<b>8,258,634</b>	<b>8,181,917</b>	<b>8,027,255</b>	<b>7,795,941</b>
<b>Total Loans and Leases</b>	<b>\$ 13,914,889</b>	<b>\$ 13,824,522</b>	<b>\$ 13,646,420</b>	<b>\$ 13,321,606</b>	<b>\$ 12,951,573</b>

<sup>1</sup> Comprised of other revolving credit, installment, and lease financing.

**Deposits**

(dollars in thousands)	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
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
<b>Total Deposits</b>	<b>\$ 20,508,615</b>	<b>\$ 20,491,300</b>	<b>\$ 20,615,696</b>	<b>\$ 20,888,773</b>	<b>\$ 21,025,681</b>

**Average Deposits**

(dollars in thousands)	Three Months Ended				
	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
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
<b>Total Deposits</b>	<b>\$ 20,018,601</b>	<b>\$ 20,430,882</b>	<b>\$ 20,341,327</b>	<b>\$ 20,863,681</b>	<b>\$ 20,569,363</b>

**Bank of Hawai'i Corporation and Subsidiaries**  
**Non-Performing Assets and Accruing Loans and Leases Past Due 90 Days or More**

**Table 11**

(dollars in thousands)	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
<b>Non-Performing Assets</b>					
<b>Non-Accrual Loans and Leases</b>					
<b>Commercial</b>					
Commercial and Industrial	\$ 17	\$ 31	\$ 37	\$ 49	\$ 85
Commercial Mortgage	3,107	3,216	3,309	3,396	3,462
<b>Total Commercial</b>	<b>3,124</b>	<b>3,247</b>	<b>3,346</b>	<b>3,445</b>	<b>3,547</b>
<b>Consumer</b>					
Residential Mortgage	3,504	4,199	4,239	4,945	5,179
Home Equity	3,809	3,638	4,022	4,438	4,435
<b>Total Consumer</b>	<b>7,313</b>	<b>7,837</b>	<b>8,261</b>	<b>9,383</b>	<b>9,614</b>
<b>Total Non-Accrual Loans and Leases</b>	<b>10,437</b>	<b>11,084</b>	<b>11,607</b>	<b>12,828</b>	<b>13,161</b>
Foreclosed Real Estate	1,040	1,040	1,040	1,040	2,332
<b>Total Non-Performing Assets</b>	<b>\$ 11,477</b>	<b>\$ 12,124</b>	<b>\$ 12,647</b>	<b>\$ 13,868</b>	<b>\$ 15,493</b>
<b>Accruing Loans and Leases Past Due 90 Days or More</b>					
<b>Consumer</b>					
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 <sup>1</sup>	633	632	683	513	508
<b>Total Consumer</b>	<b>6,792</b>	<b>7,519</b>	<b>5,374</b>	<b>5,320</b>	<b>5,534</b>
<b>Total Accruing Loans and Leases Past Due 90 Days or More</b>	<b>\$ 6,792</b>	<b>\$ 7,519</b>	<b>\$ 5,374</b>	<b>\$ 5,320</b>	<b>\$ 5,534</b>
<b>Total Loans and Leases</b>	<b>\$ 13,914,889</b>	<b>\$ 13,824,522</b>	<b>\$ 13,646,420</b>	<b>\$ 13,321,606</b>	<b>\$ 12,951,573</b>
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 %
<b>Quarter to Quarter Changes in Non-Performing Assets</b>					
<b>Balance at Beginning of Quarter</b>	\$ 12,124	\$ 12,647	\$ 13,868	\$ 15,493	\$ 19,979
Additions	1,116	552	704	489	2,293
<b>Reductions</b>					
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)
<b>Total Reductions</b>	<b>(1,763)</b>	<b>(1,075)</b>	<b>(1,925)</b>	<b>(2,114)</b>	<b>(6,779)</b>
<b>Balance at End of Quarter</b>	<b>\$ 11,477</b>	<b>\$ 12,124</b>	<b>\$ 12,647</b>	<b>\$ 13,868</b>	<b>\$ 15,493</b>

<sup>1</sup> 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	2023	June 30, 2022	2022
(dollars in thousands)						
<b>Balance at Beginning of Period</b>	\$ 150,579	\$ 151,247	\$ 157,264	\$ 151,247	\$ 164,297	
<b>Loans and Leases Charged-Off</b>						
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 <sup>1</sup>	(2,004)	(2,335)	(1,854)	(4,339)	(3,815)	
<b>Total Loans and Leases Charged-Off</b>	<b>(3,511)</b>	<b>(4,309)</b>	<b>(3,346)</b>	<b>(7,820)</b>	<b>(7,254)</b>	
<b>Recoveries on Loans and Leases Previously Charged-Off</b>						
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 <sup>1</sup>	618	674	644	1,292	1,389	
<b>Total Recoveries on Loans and Leases Previously Charged-Off</b>	<b>2,134</b>	<b>1,641</b>	<b>2,715</b>	<b>3,775</b>	<b>5,137</b>	
<b>Net Charged-Off - Loans and Leases</b>	<b>(1,377)</b>	<b>(2,668)</b>	<b>(631)</b>	<b>(4,045)</b>	<b>(2,117)</b>	
<b>Net Charged-Off - Accrued Interest Receivable</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(47)</b>	
<b>Provision for Credit Losses:</b>						
Loans and Leases	3,167	1,806	(2,885)	4,973	(7,192)	
Accrued Interest Receivable	-	-	-	-	(367)	
Unfunded Commitments	(667)	194	350	(473)	(476)	
<b>Total Provision for Credit Losses</b>	<b>2,500</b>	<b>2,000</b>	<b>(2,535)</b>	<b>4,500</b>	<b>(8,035)</b>	
<b>Balance at End of Period</b>	<b>\$ 151,702</b>	<b>\$ 150,579</b>	<b>\$ 154,098</b>	<b>\$ 151,702</b>	<b>\$ 154,098</b>	
<b>Components</b>						
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	
<b>Total Reserve for Credit Losses</b>	<b>\$ 151,702</b>	<b>\$ 150,579</b>	<b>\$ 154,098</b>	<b>\$ 151,702</b>	<b>\$ 154,098</b>	
<b>Average Loans and Leases Outstanding</b>	<b>\$ 13,876,754</b>	<b>\$ 13,717,483</b>	<b>\$ 12,700,825</b>	<b>\$ 13,797,559</b>	<b>\$ 12,496,747</b>	
<b>Ratio of Net Loans and Leases Charged-Off to</b>						
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 <sup>2</sup>	1.04 %	1.04 %	1.15 %	1.04 %	1.15 %	

<sup>1</sup> Comprised of other revolving credit, installment, and lease financing.

<sup>2</sup> 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
<b>Three Months Ended June 30, 2023</b>							
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)
<b>Net Income (Loss)</b>	<b>\$</b>	<b>36,446</b>	<b>\$</b>	<b>31,615</b>	<b>\$</b>	<b>(22,000)</b>	<b>\$ 46,061</b>
<b>Total Assets as of June 30, 2023</b>	<b>\$</b>	<b>8,739,294</b>	<b>\$</b>	<b>5,714,929</b>	<b>\$</b>	<b>10,493,713</b>	<b>\$ 24,947,936</b>
<b>Three Months Ended June 30, 2023<sup>1</sup></b>							
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)
<b>Net Income</b>	<b>\$</b>	<b>18,913</b>	<b>\$</b>	<b>30,889</b>	<b>\$</b>	<b>7,060</b>	<b>\$ 56,862</b>
<b>Total Assets as of June 30, 2023<sup>1</sup></b>	<b>\$</b>	<b>8,205,352</b>	<b>\$</b>	<b>5,339,224</b>	<b>\$</b>	<b>9,688,123</b>	<b>\$ 23,232,699</b>

<sup>1</sup> 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**

(dollars in thousands)	Consumer Banking		Commercial Banking		Treasury and Other		Consolidated Total
<b>Six Months Ended June 30, 2023</b>							
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)
<b>Net Income (Loss)</b>	<b>\$</b>	<b>67,243</b>	<b>\$</b>	<b>65,888</b>	<b>\$</b>	<b>(40,228)</b>	<b>\$ 92,903</b>
<b>Total Assets as of June 30, 2023</b>	<b>\$</b>	<b>8,739,294</b>	<b>\$</b>	<b>5,714,929</b>	<b>\$</b>	<b>10,493,713</b>	<b>\$ 24,947,936</b>
<b>Six Months Ended June 30, 2022 <sup>1</sup></b>							
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)
<b>Net Income</b>	<b>\$</b>	<b>33,036</b>	<b>\$</b>	<b>59,767</b>	<b>\$</b>	<b>18,893</b>	<b>\$ 111,696</b>
<b>Total Assets as of June 30, 2022 <sup>1</sup></b>	<b>\$</b>	<b>8,205,352</b>	<b>\$</b>	<b>5,339,224</b>	<b>\$</b>	<b>9,688,123</b>	<b>\$ 23,232,699</b>

<sup>1</sup> Certain prior period information has been reclassified to conform to current presentation.

**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)					
<b>Quarterly Operating Results</b>					
<b>Interest Income</b>					
Interest and Fees on Loans and Leases	\$ 144,541	\$ 136,501	\$ 128,683	\$ 115,013	\$ 101,663
<b>Income on Investment Securities</b>					
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
<b>Total Interest Income</b>	<b>199,751</b>	<b>188,332</b>	<b>172,313</b>	<b>154,918</b>	<b>139,562</b>
<b>Interest Expense</b>					
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
<b>Total Interest Expense</b>	<b>75,403</b>	<b>52,377</b>	<b>31,575</b>	<b>13,263</b>	<b>6,660</b>
<b>Net Interest Income</b>	<b>124,348</b>	<b>135,955</b>	<b>140,738</b>	<b>141,655</b>	<b>132,902</b>
Provision for Credit Losses	2,500	2,000	200	-	(2,500)
<b>Net Interest Income After Provision for Credit Losses</b>	<b>121,848</b>	<b>133,955</b>	<b>140,538</b>	<b>141,655</b>	<b>135,402</b>
<b>Noninterest Income</b>					
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
<b>Total Noninterest Income</b>	<b>43,255</b>	<b>40,737</b>	<b>41,172</b>	<b>30,660</b>	<b>42,158</b>
<b>Noninterest Expense</b>					
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
<b>Total Noninterest Expense</b>	<b>104,036</b>	<b>111,919</b>	<b>102,703</b>	<b>105,749</b>	<b>102,939</b>
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
<b>Net Income</b>	<b>\$ 46,061</b>	<b>\$ 46,842</b>	<b>\$ 61,307</b>	<b>\$ 52,801</b>	<b>\$ 56,862</b>
Preferred Stock Dividends	1,969	1,969	1,969	1,969	1,969
<b>Net Income Available to Common Shareholders</b>	<b>\$ 44,092</b>	<b>\$ 44,873</b>	<b>\$ 59,338</b>	<b>\$ 50,832</b>	<b>\$ 54,893</b>
<b>Earnings Per Share</b>					
Basic Earnings Per Common Share	\$ 1.12	\$ 1.14	\$ 1.51	\$ 1.28	\$ 1.38
Diluted Earnings Per Common Share	\$ 1.12	\$ 1.14	\$ 1.50	\$ 1.28	\$ 1.38
<b>Balance Sheet Totals</b>					
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
<b>Performance Ratios</b>					
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 <sup>1</sup>	62.07	63.34	56.46	61.37	58.80
Net Interest Margin <sup>2</sup>	2.22	2.47	2.60	2.60	2.47

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

<sup>2</sup> 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								
<b>Hawaii Economic Trends</b>													
State General Fund Revenues <sup>1</sup>	\$	4,204.9	(3.6)	%	\$	9,441.3	16.0	%	\$	8,137.9	26.9	%	
General Excise and Use Tax Revenue <sup>1</sup>		1,916.0	9.4			4,263.4	18.3			3,604.3	18.6		
Jobs <sup>2</sup>		657.4				654.5				642.6			
<b>Unemployment, seasonally adjusted <sup>3</sup></b>													
Statewide						3.0	%			3.7	%	3.2	%
Honolulu County						3.1				3.3		3.7	
Hawaii County						3.0				4.7		1.8	
Mauui County						2.5				4.5		2.4	
Kauai County						2.6				4.7		2.7	
<b>Housing Trends (Single Family Oahu) <sup>4</sup></b>													
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	
<b>Tourism <sup>5</sup></b>													
			Monthly Visitor Arrivals, Not Seasonally Adjusted			Percentage Change from Previous Year							
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	%

<sup>1</sup> Source: Hawaii Department of Business, Economic Development & Tourism

<sup>2</sup> Source: U.S. Bureau of Labor Statistics

<sup>3</sup> Source: University of Hawaii Economic Research Organization (UHERO)

<sup>4</sup> Source: Honolulu Board of Realtors

<sup>5</sup> 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%

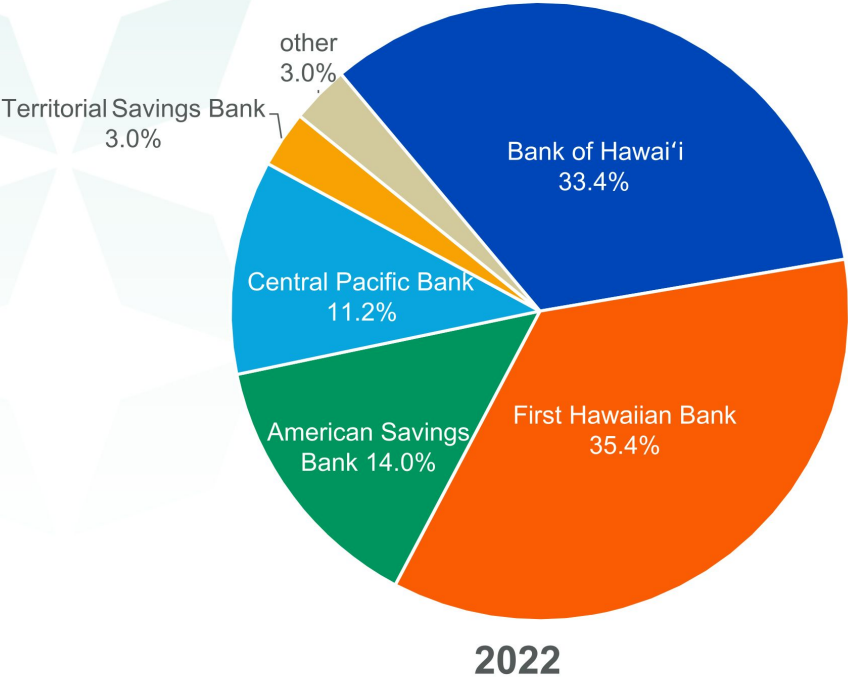
- \$1.12 earnings per diluted share
- 1.08% total average cost of deposits
- \$104.0 million noninterest expense
- 14.95% return on average common equity

# 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

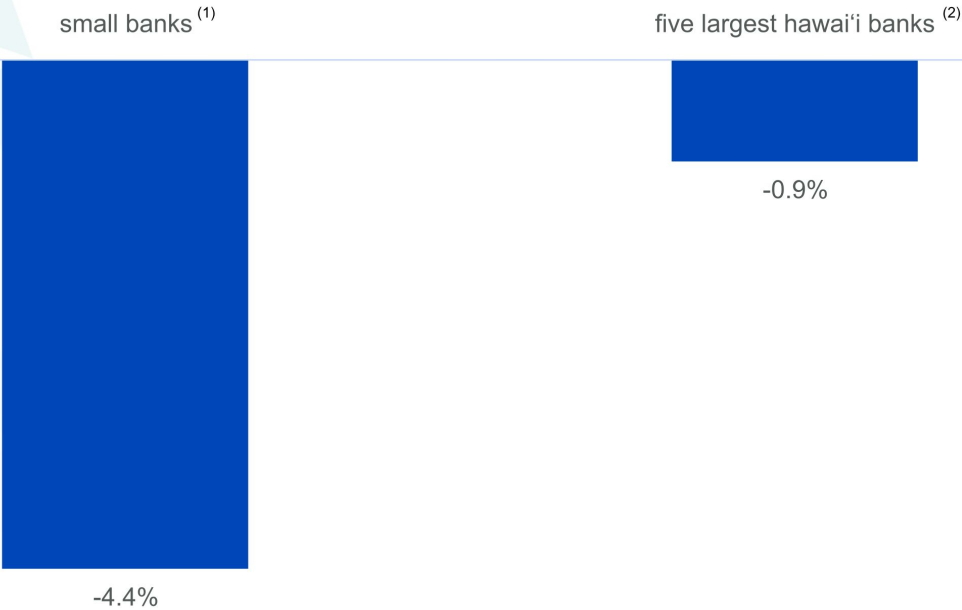
# unique deposit market



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

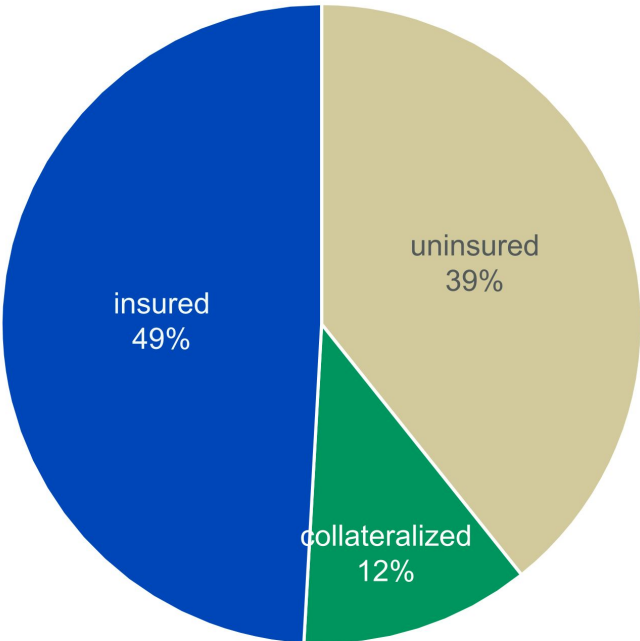
source: FDIC Annual Summary of Deposits as of June 30, 2022

# 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

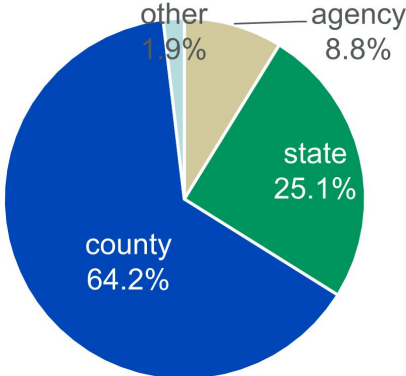
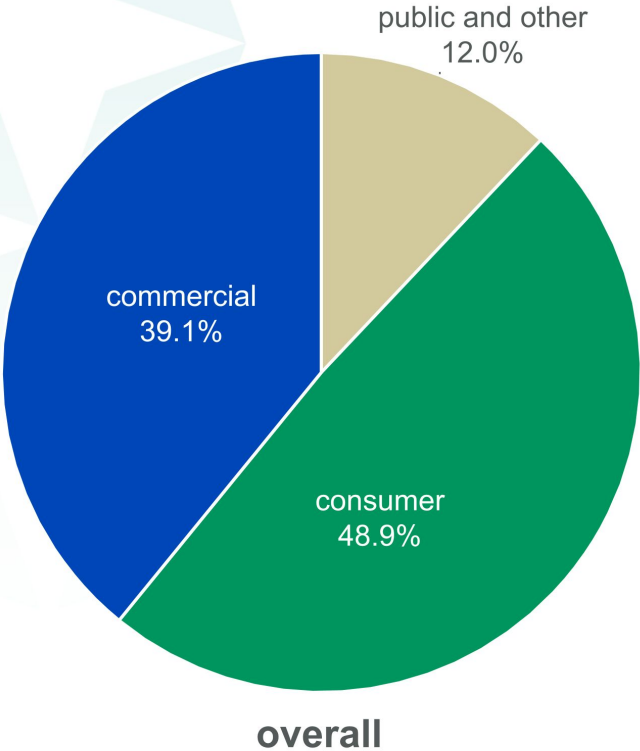
# majority of deposits insured or collateralized



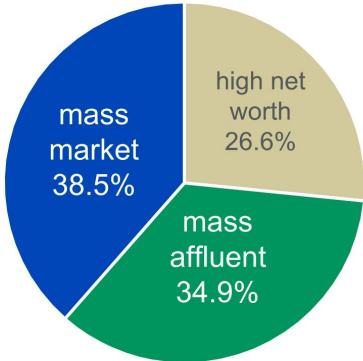
note: as of June 30, 2023



# diversified deposit base



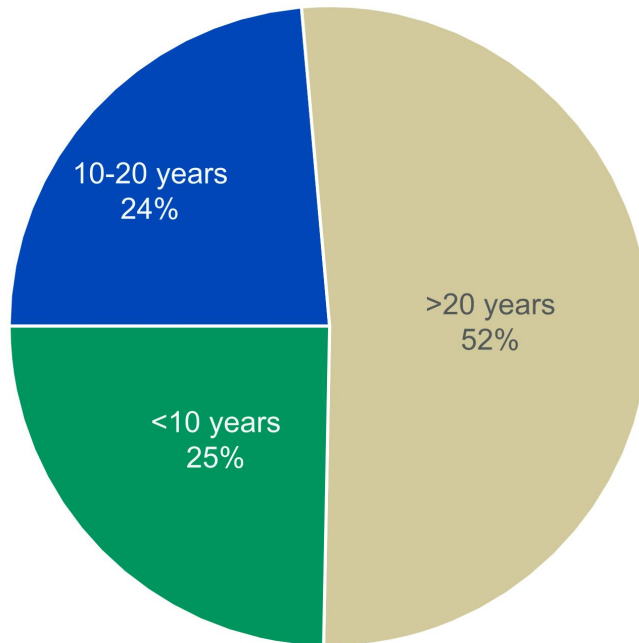
governmental



consumer

note: as of June 30, 2023

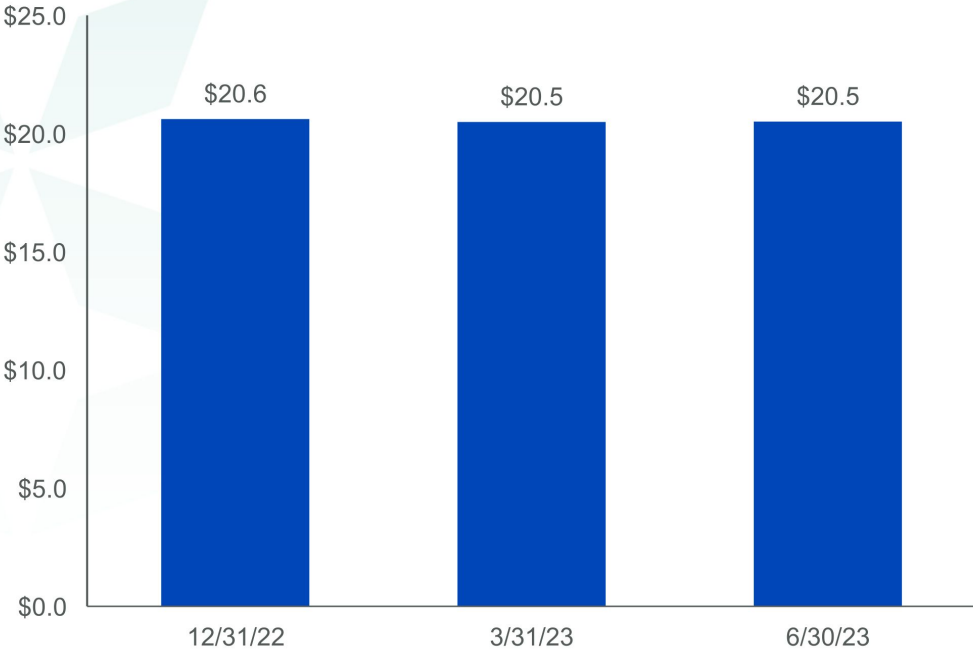
# tenured deposit base



note: as of June 30, 2023, numbers may not add up due to rounding

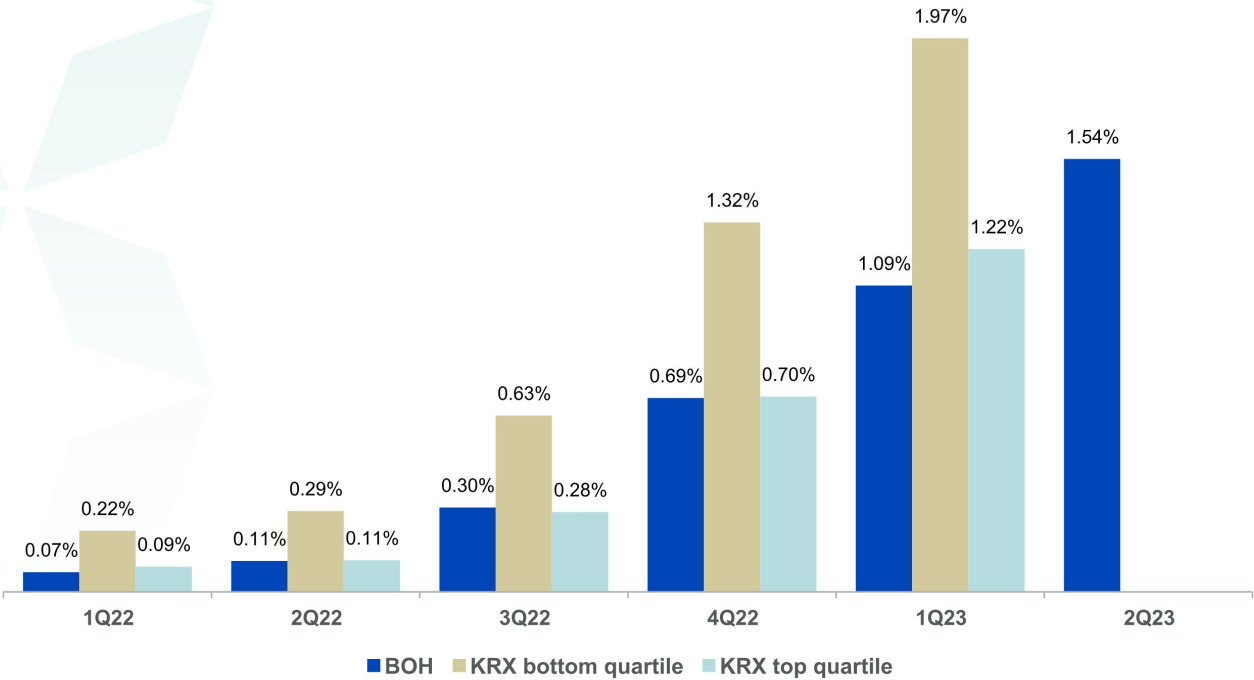
# deposit balances

\$ in billions



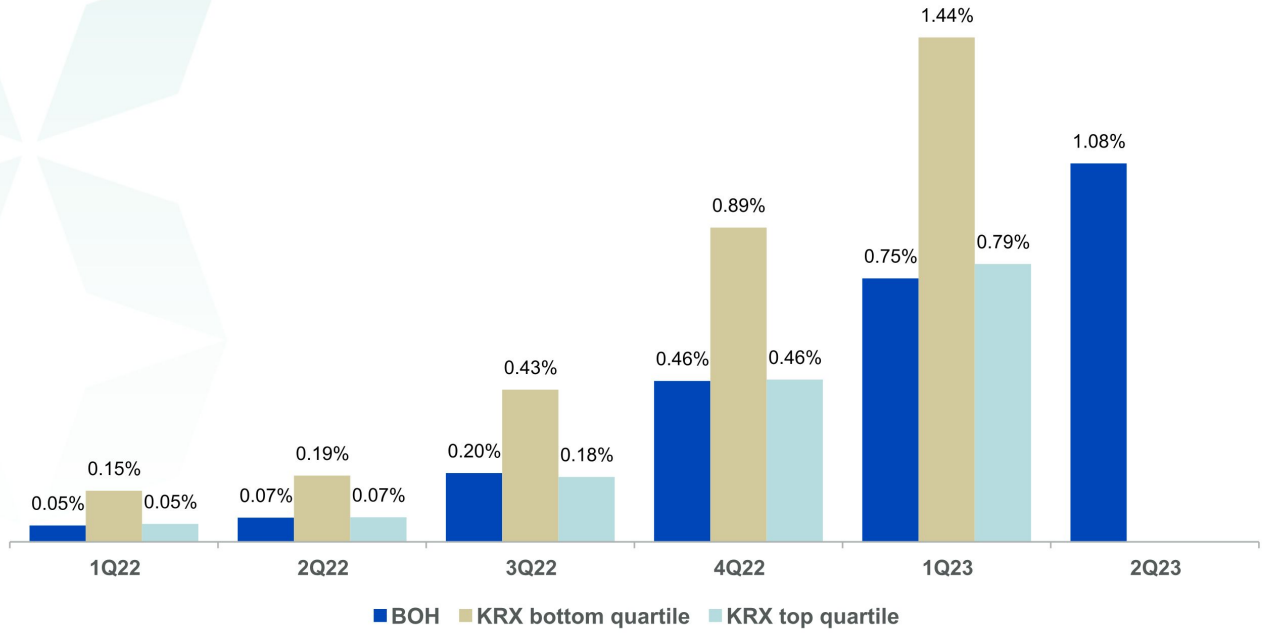
- spot balance increased by 0.1%
- average balance decreased by 2.0%

# cost of funds interest-bearing deposits



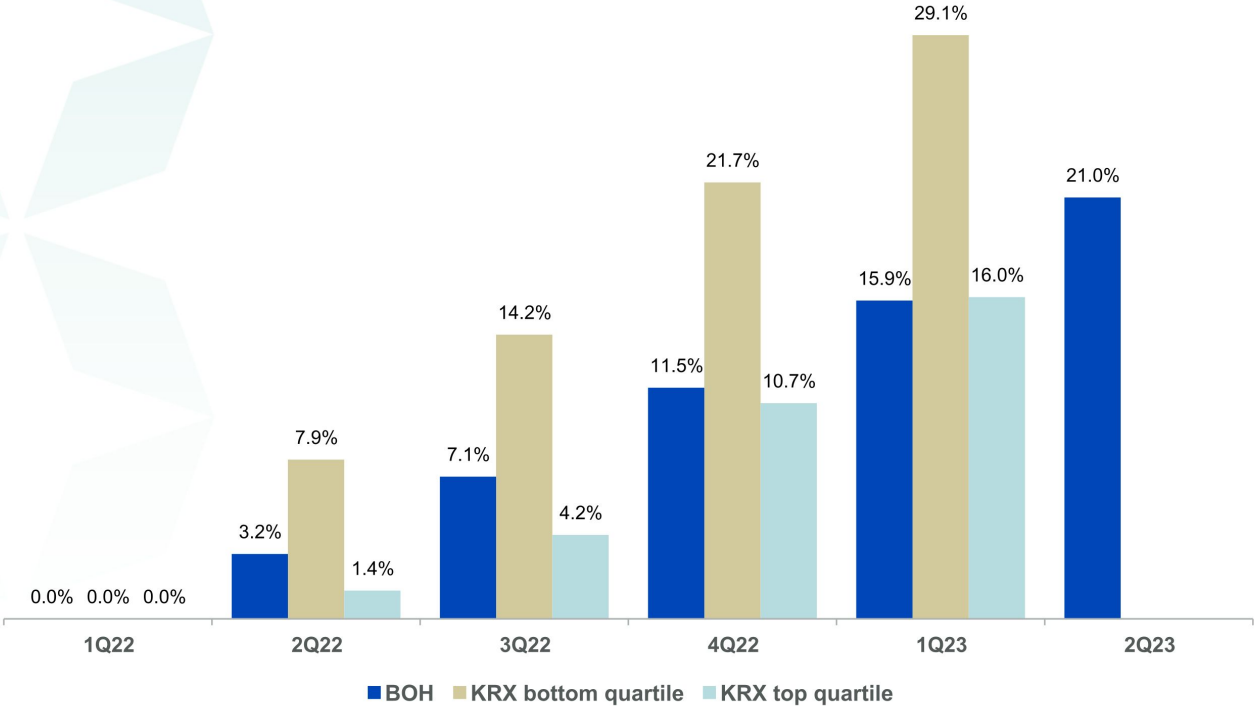
source: S&P Capital IQ; KBW Regional Banking Index (KRX) as of 1/3/23, top quartile represents 25<sup>th</sup> percentile and bottom quartile represents 75<sup>th</sup> percentile, when sorted by lowest to highest

# cost of funds total deposit costs



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

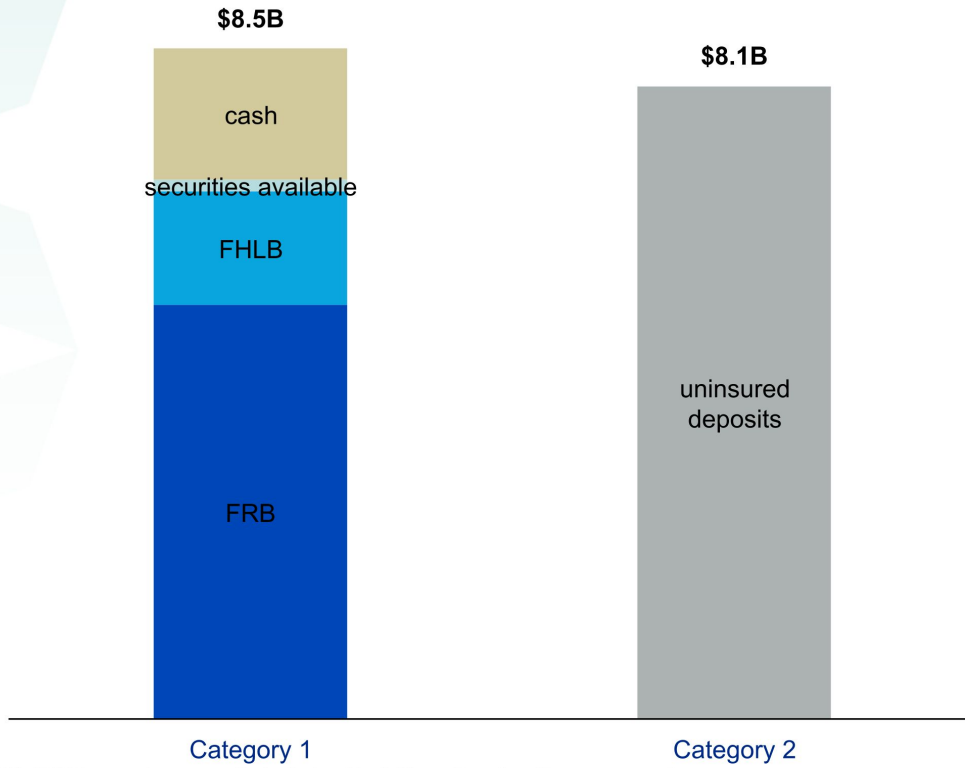
# deposit beta performance



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 25<sup>th</sup> percentile and bottom quartile represents 75<sup>th</sup> 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



note: as of June 30, 2023, FRB borrowing capacity includes Bank Term Funding Program margins



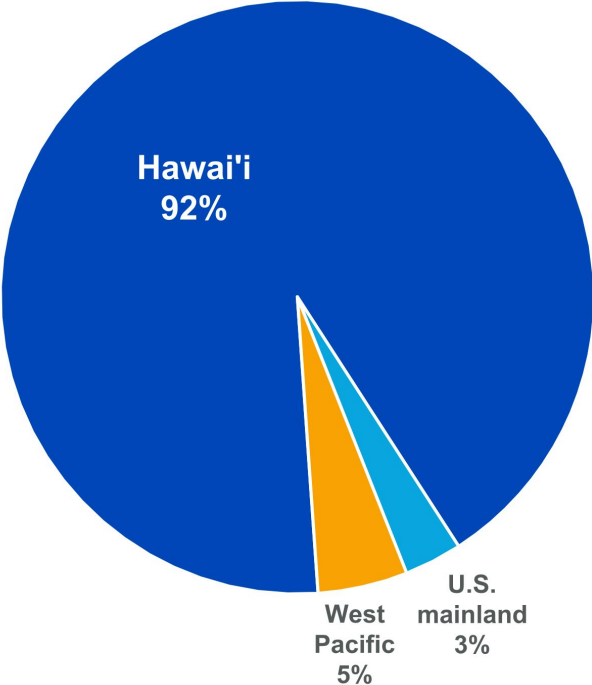
# credit performance

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# lending philosophy

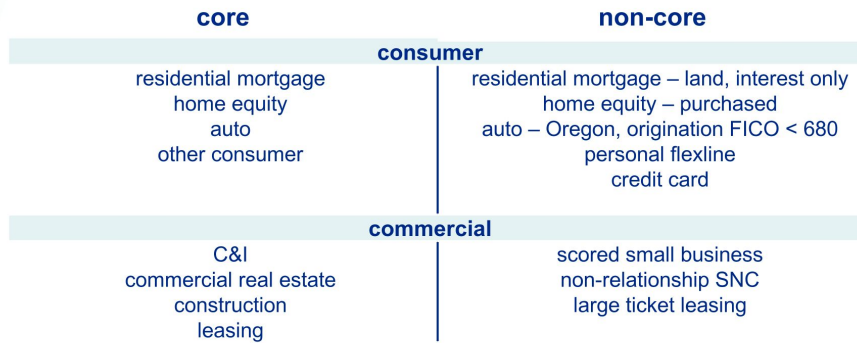
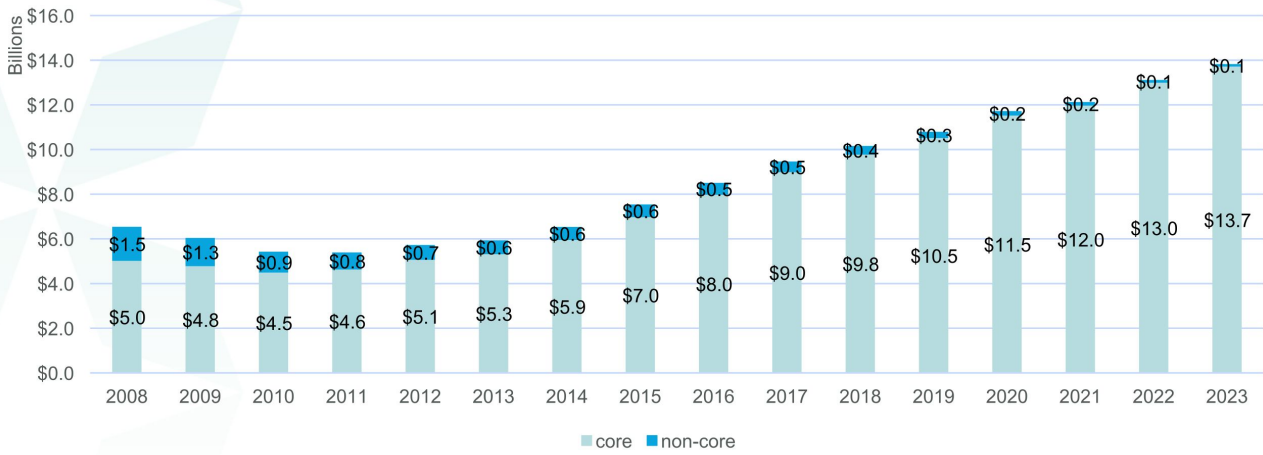
**we lend in markets we know  
& to long-standing relationships we understand**



note: as of June 30, 2023

# de-risking the balance sheet

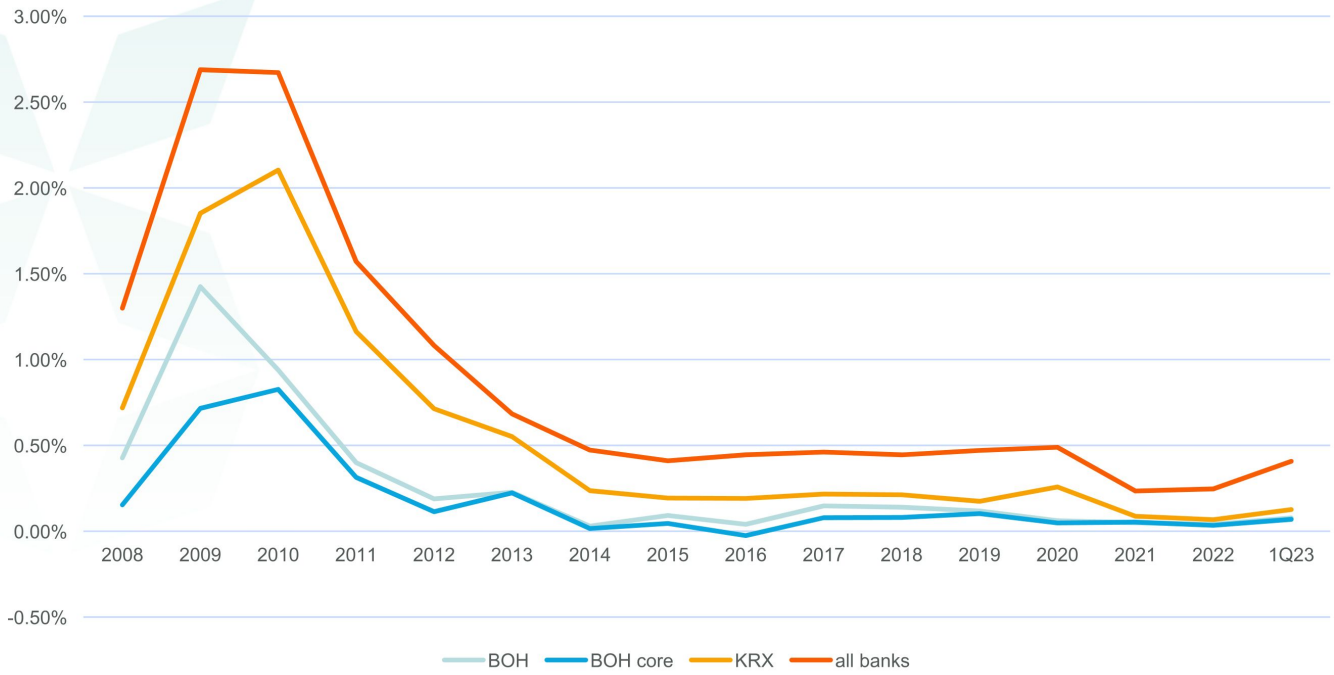
loan portfolio balance



# historical net charge-off rates

lower net charge offs through different economic cycles

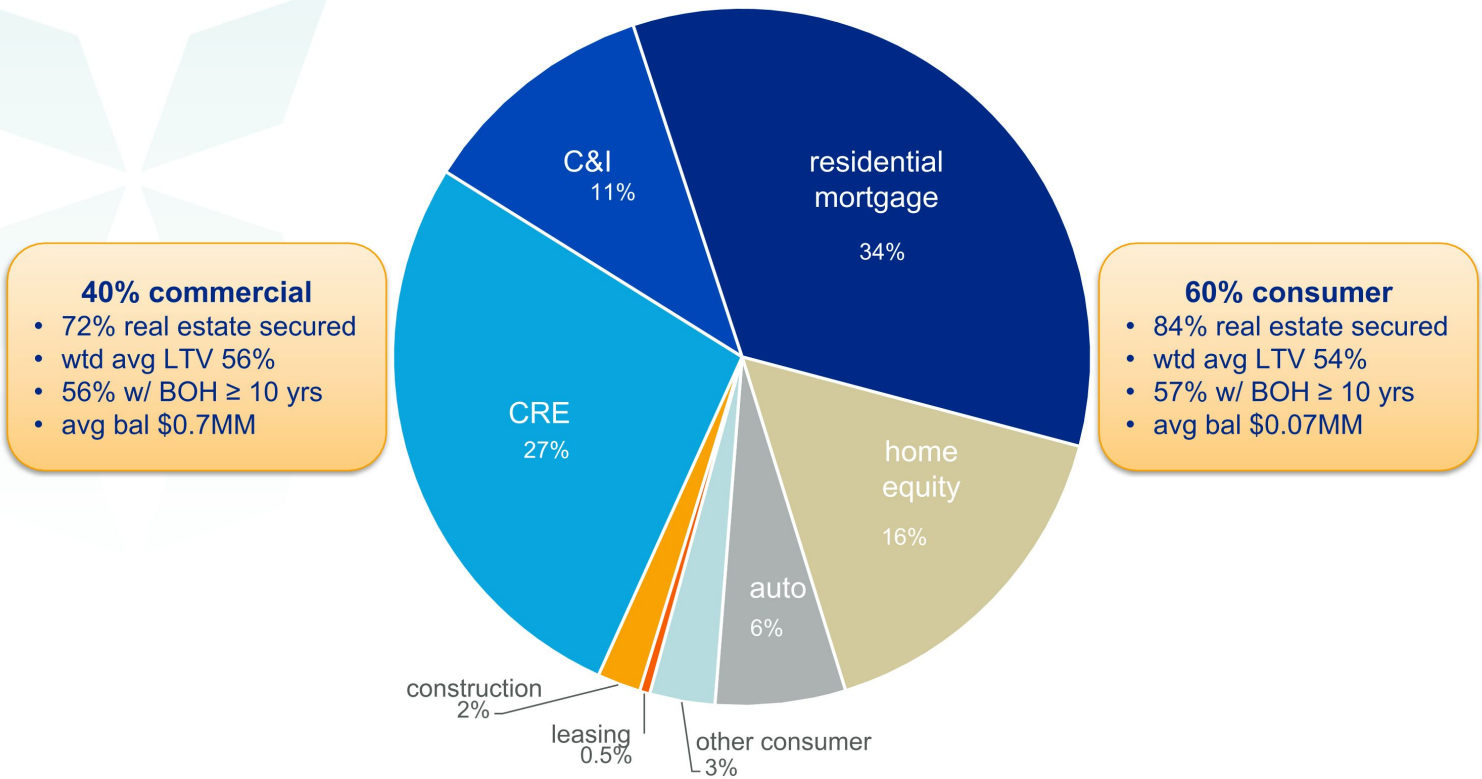
annual net charge-off rate



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

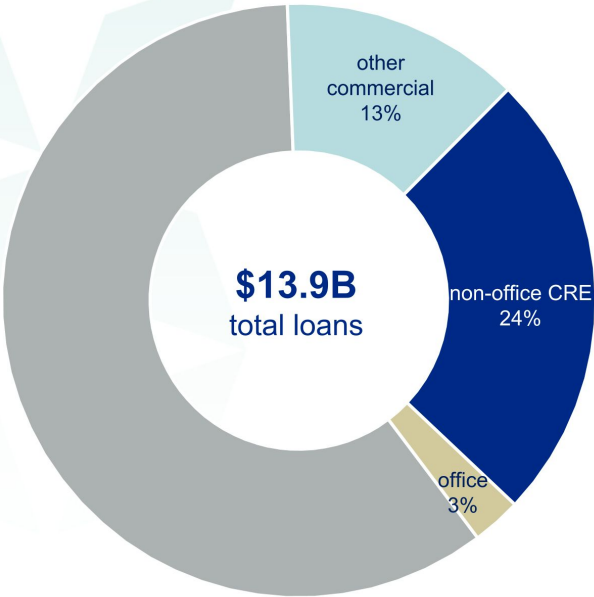
**79% of portfolio secured with real estate  
with combined weighted average loan to value of 55%**



note: excludes \$14MM in PPP loan balances including deferred costs and fees

# commercial real estate (CRE)

27% of total loans

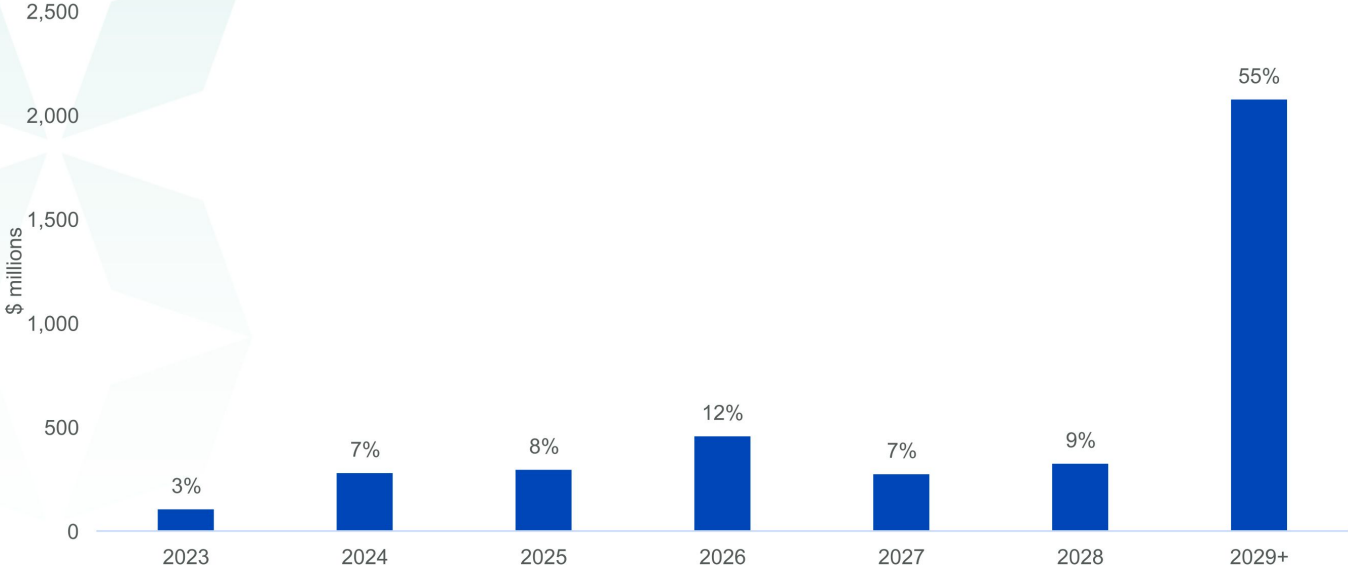


asset type	% total loans	wtd avg LTV
multi-family	6.5%	59%
industrial	5.5%	56%
retail	5.2%	55%
lodging	4.1%	53%
office	2.7%	56%
specialty	2.9%	53%
other	0.6%	48%
<b>total CRE</b>	<b>27.3%</b>	<b>56%</b>

# CRE scheduled maturities

10% maturing prior to 2025

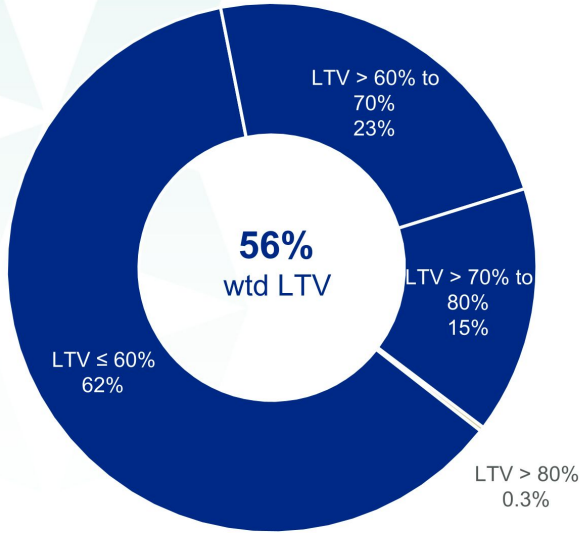
scheduled maturity



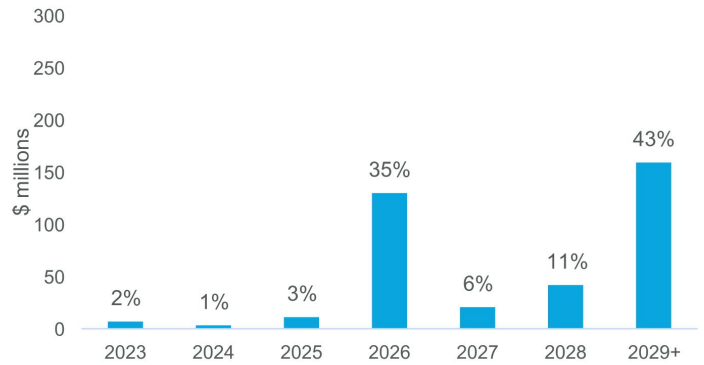
# CRE office

3% of total loans

## LTV distribution



## scheduled maturity

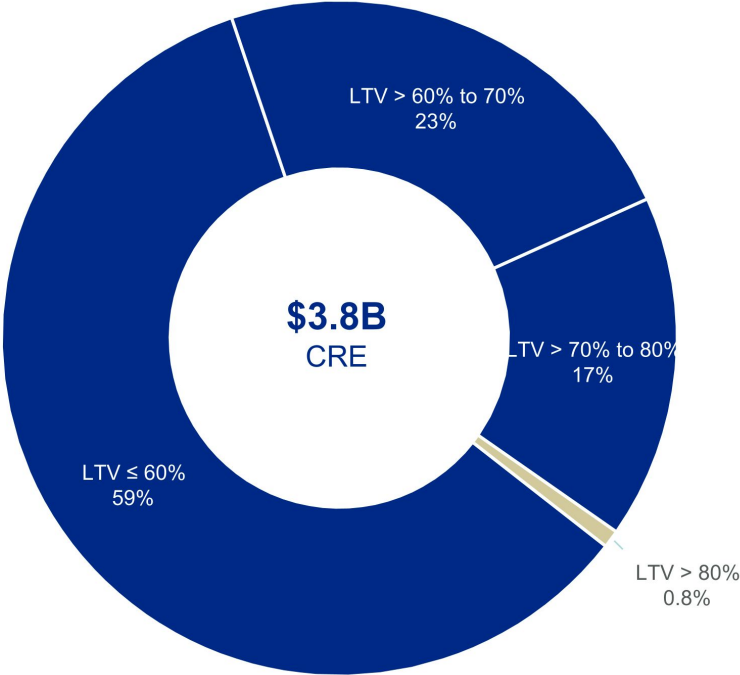


## highlights

- 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

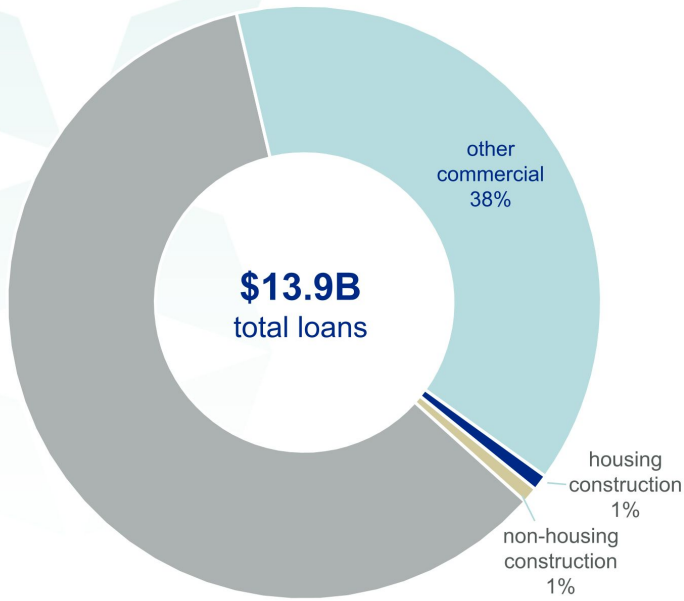
LTV > 80% - 0.8% of CRE, 0.2% of total loans





# construction

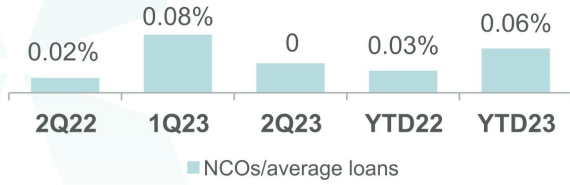
2% of total loans



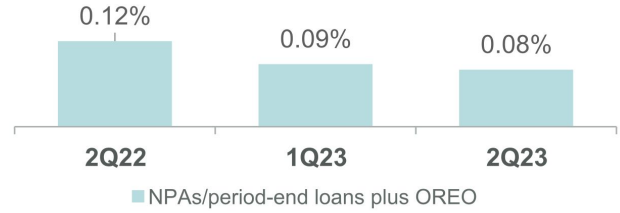
asset type	% total loans	wtd avg LTV
housing – low income / affordable	0.8%	63%
housing – other	0.1%	46%
retail	0.4%	64%
industrial	0.2%	67%
lodging	0.2%	49%
office	0.1%	71%
specialty	0.01%	56%
<b>total construction</b>	<b>1.7%</b>	<b>62%</b>

# credit quality

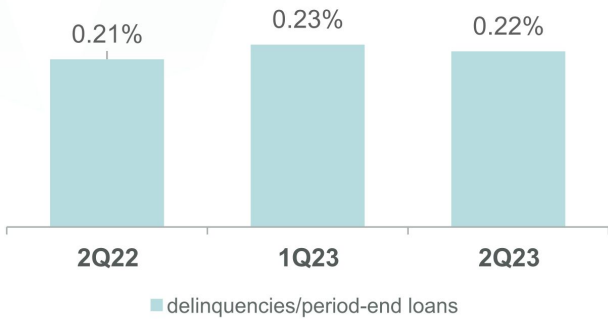
## net charge-offs



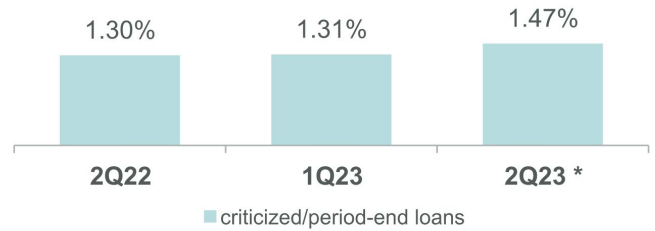
## non-performing assets



## delinquencies



## criticized



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

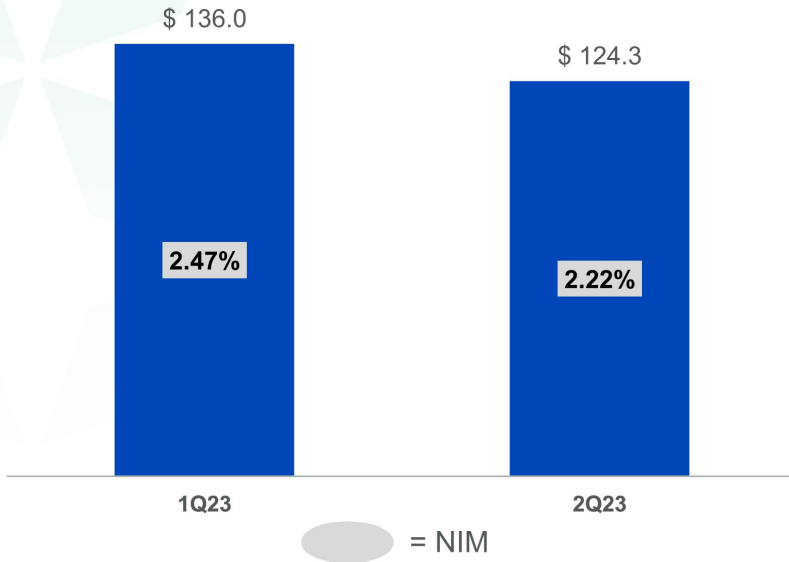


# financial update

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# NII and NIM

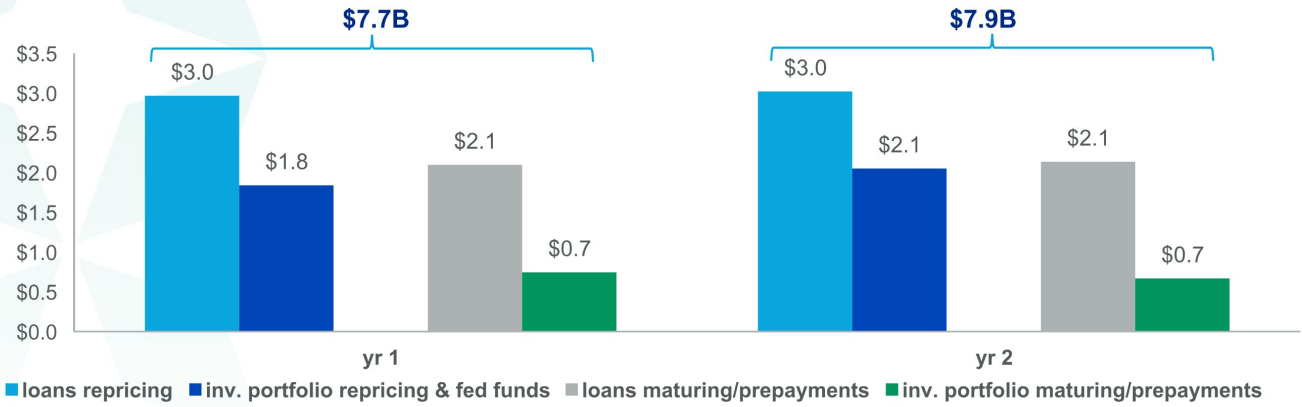
\$ in millions



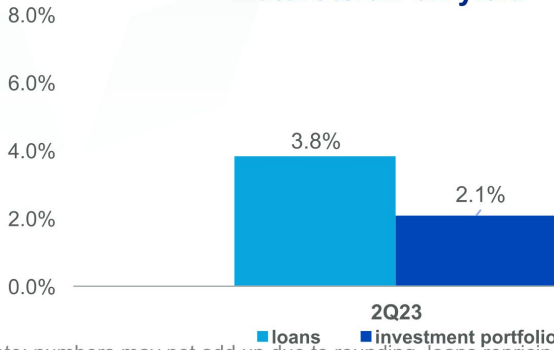
- NII and NIM challenges from inverted yield curve and higher short term rates
- deposit rates and betas remain well below peers
- \$1.7 billion in cash & cash equivalents reduced NIM by approximately 4 bps

# asset repricing

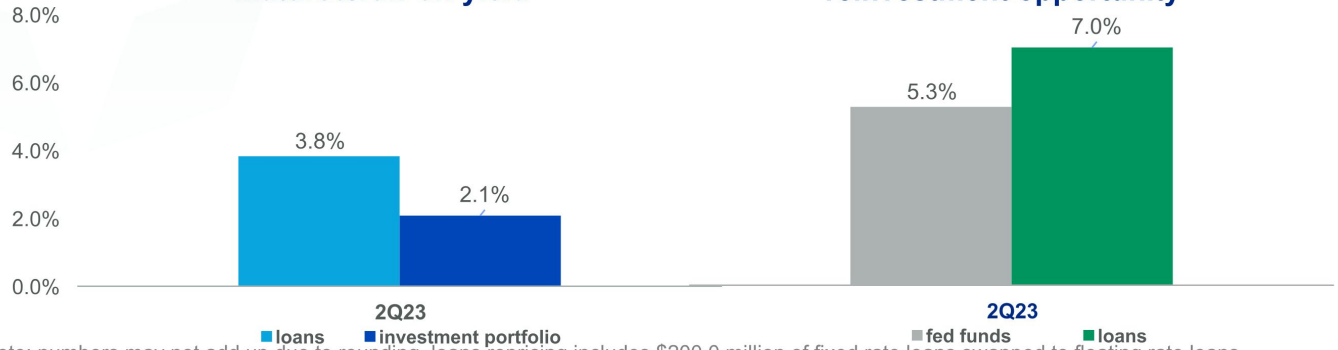
## projected repricing, maturities & prepayments (\$ in billions)



## matured/run-off yield



## reinvestment opportunity

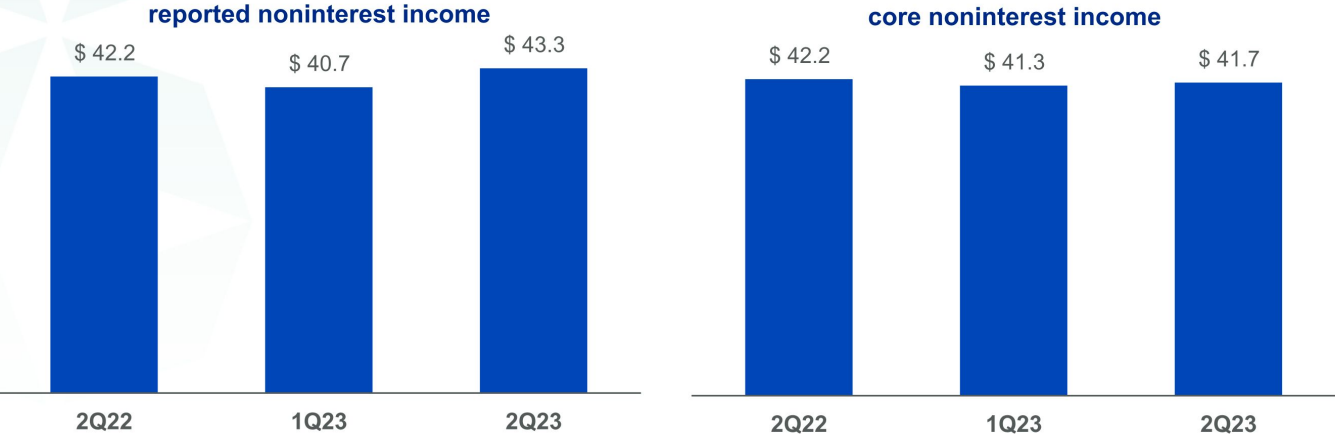


note: numbers may not add up due to rounding, loans repricing includes \$200.0 million of fixed rate loans swapped to floating rate loans, matured/run-off yield for loans includes only fixed-rate loans; matured/run-off yield for investment portfolio excludes security called in 2Q23

# noninterest income

\$ in millions

## stable core noninterest income from diverse sources

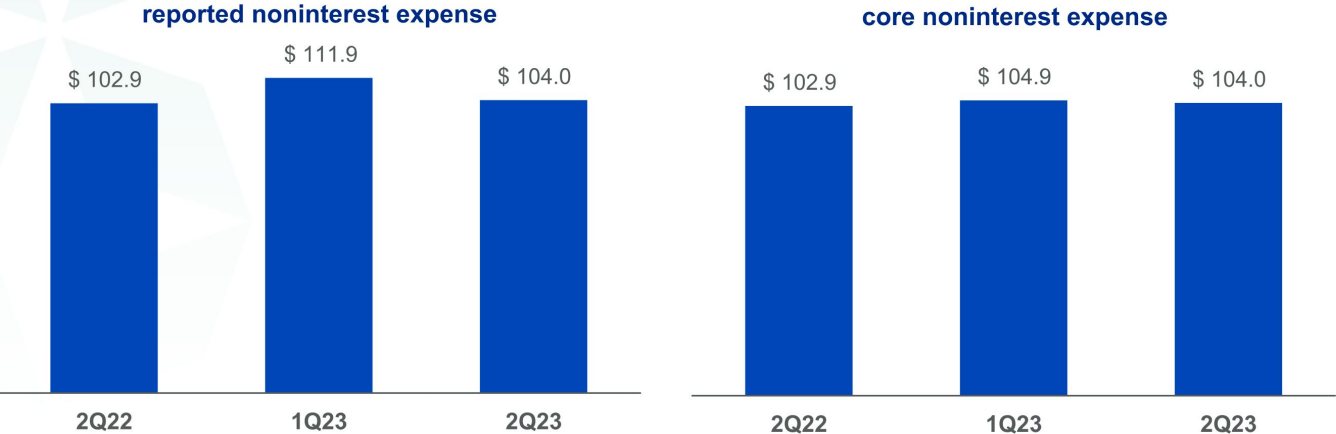


note: 1Q23 reported noninterest income included a negative \$0.6 million adjustment related to a change in the Visa Class B conversion ratio, 2Q23 reported noninterest income includes \$1.5 million related to the sale of a low-income housing tax credit investment

# 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

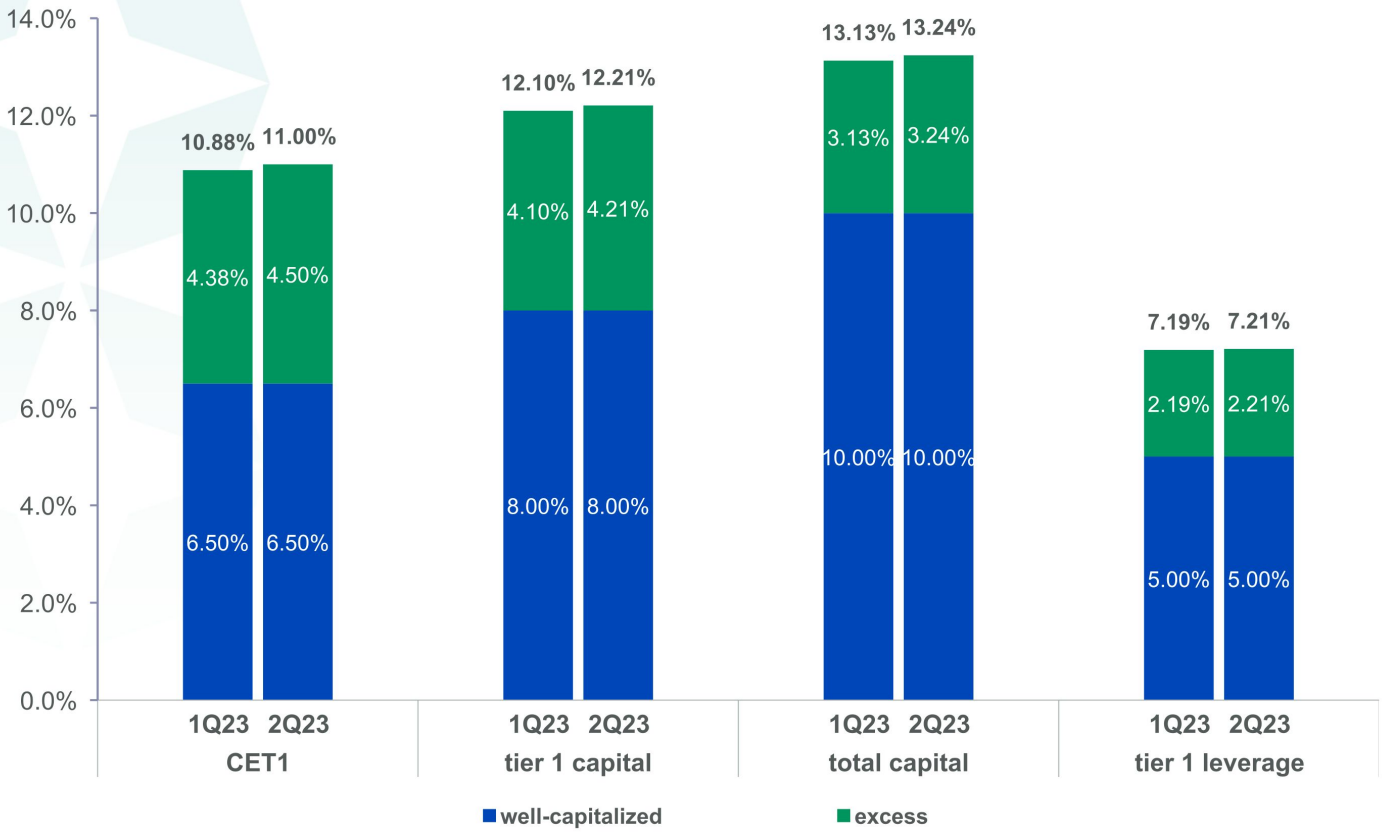
\$ in millions, except per share amounts

	<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
<b>total revenue</b>	<b>167.6</b>	<b>176.7</b>	<b>175.1</b>	<b>(9.1)</b>	<b>(7.5)</b>
noninterest expense	104.0	111.9	102.9	(7.9)	1.1
<b>operating income</b>	<b>63.6</b>	<b>64.8</b>	<b>72.1</b>	<b>(1.2)</b>	<b>(8.6)</b>
credit provision	2.5	2.0	(2.5)	0.5	5.0
income taxes	15.0	15.9	17.8	(0.9)	(2.8)
<b>net income</b>	<b>\$ 46.1</b>	<b>\$ 46.8</b>	<b>\$ 56.9</b>	<b>\$ (0.8)</b>	<b>\$ (10.8)</b>
<b>net income available to common</b>	<b>\$ 44.1</b>	<b>\$ 44.9</b>	<b>54.9</b>	<b>\$ (0.8)</b>	<b>\$ (10.8)</b>
<b>diluted EPS</b>	<b>\$ 1.12</b>	<b>\$ 1.14</b>	<b>\$ 1.38</b>	<b>\$ (0.02)</b>	<b>\$ (0.26)</b>
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
<b>end of period balances</b>					
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

note: numbers may not add up due to rounding



# capital

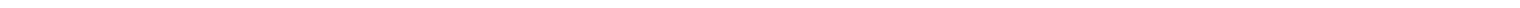


note: 2Q23 regulatory capital ratios are preliminary

# 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

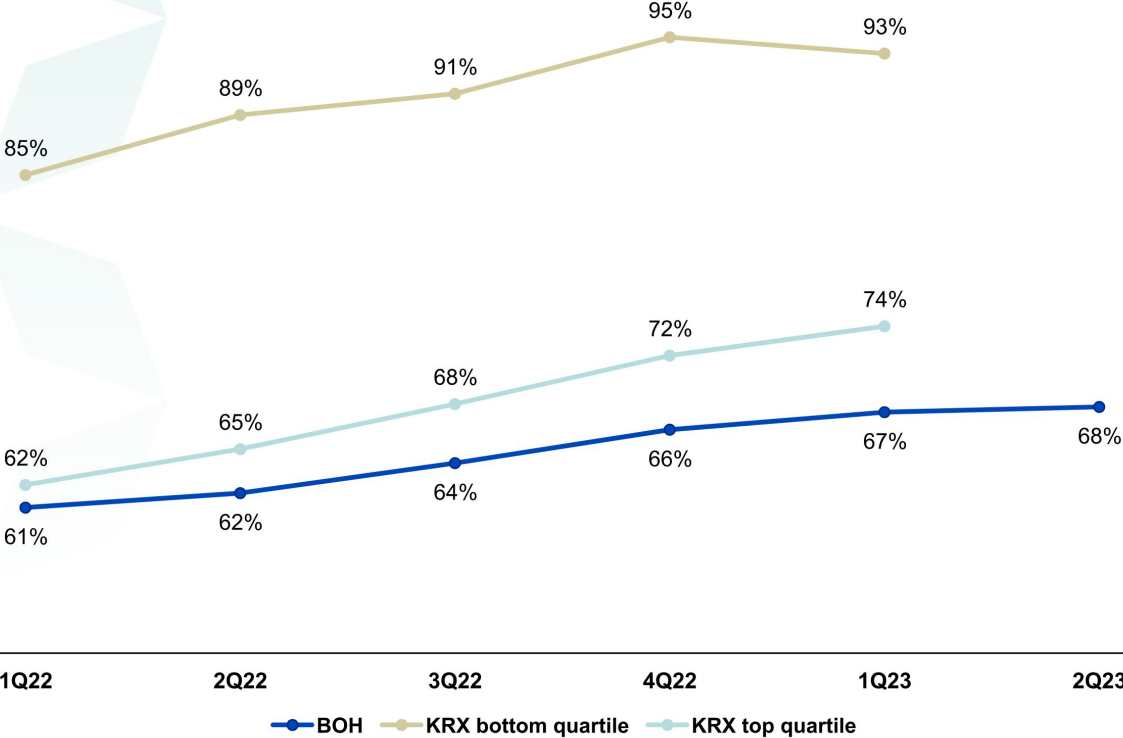




# appendix

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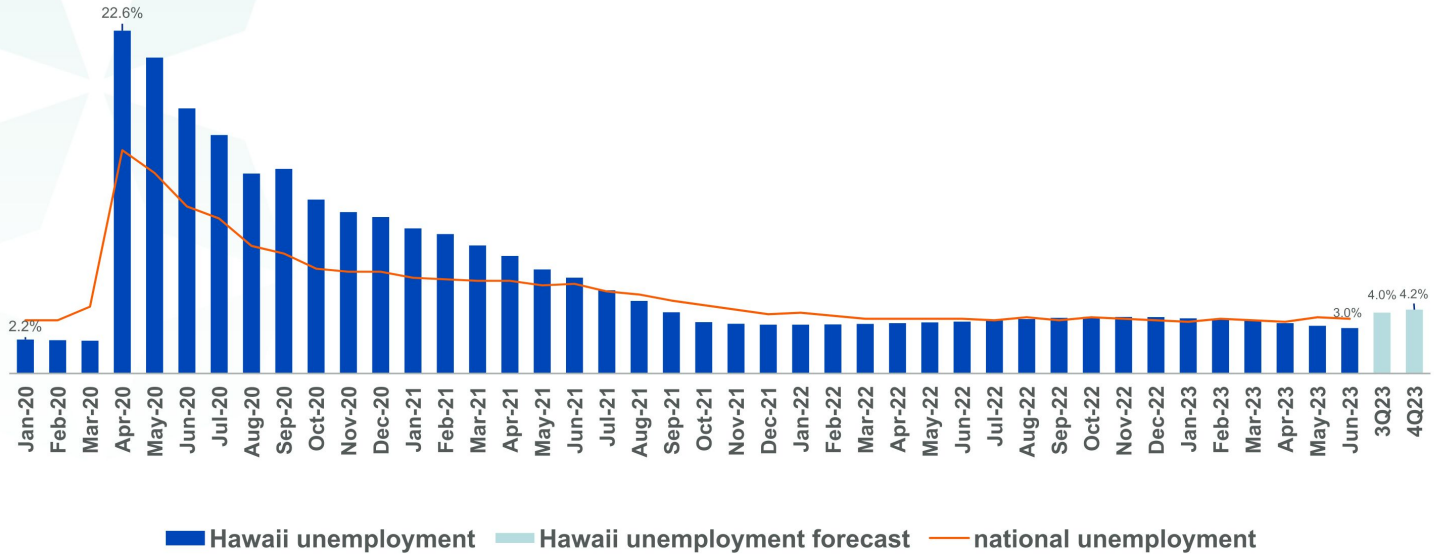
# loan to deposit ratio



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

# unemployment

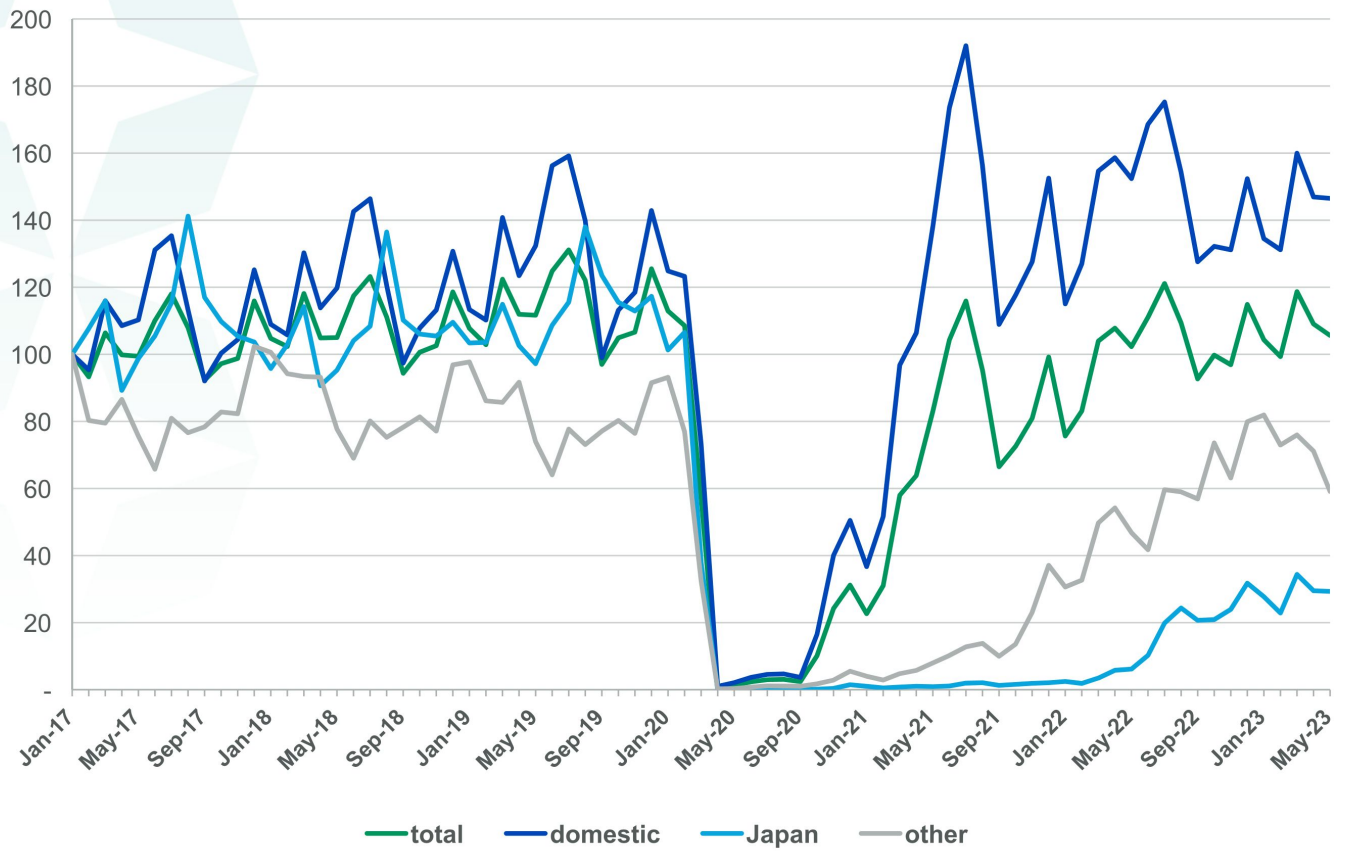
experience & forecast



source for Hawaii unemployment: University of Hawaii Economic Research Organization (UHRO), seasonally adjusted  
 source for national unemployment: Bureau of Labor Statistics, seasonally adjusted

# visitor arrivals

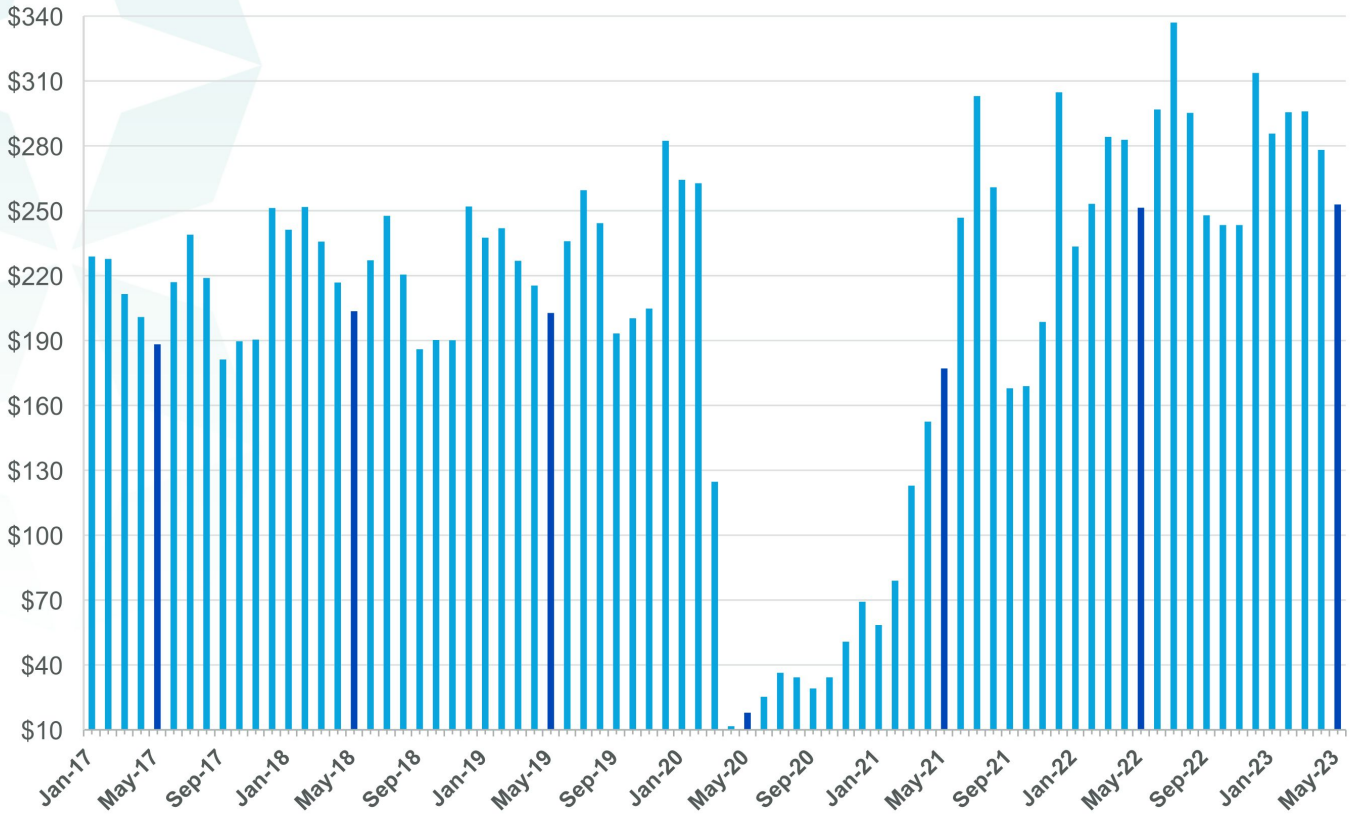
monthly by market, indexed to January 2017



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

# revenue per available room

revenue per available room (RevPAR)



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



# stable real estate prices

Oahu market indicators – June 2023

	single family homes					condominiums				
	June 2023	June 2022	June 2019	Δ June 2022	Δ June 2019	June 2023	June 2022	June 2019	Δ June 2022	Δ June 2019
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

source: Honolulu Board of Realtors, compiled from MLS data