



State Profile

Hawaii

Second Quarter 2012

ECONOMIC INDICATORS

Employment Growth Rates (change from year ago, unless noted)

| | Q2-12 | Q1-12 | Q2-11 | 2011 | 2010 |
|--|-------|-------|-------|-------|-------|
| Total Nonfarm (share of trailing four quarter employment in parentheses) | 1.3% | 0.7% | 0.7% | 0.9% | -0.8% |
| Manufacturing (2%) | -2.8% | -2.0% | 2.1% | 1.7% | -5.1% |
| Other (non-manufacturing) Goods-Producing (5%) | -2.1% | -1.3% | -1.2% | -2.2% | -8.0% |
| Private Service-Producing (72%) | 2.2% | 1.3% | 1.3% | 1.4% | -0.2% |
| Government (21%) | -0.4% | -0.4% | -0.7% | -0.4% | -0.4% |
| Unemployment Rate (% of labor force) | 6.3% | 6.4% | 6.6% | 6.7% | 6.9% |

Other Indicators (change from year ago, unless noted)

| | Q2-12 | Q1-12 | Q2-11 | 2011 | 2010 |
|---|-------|--------|-------|--------|--------|
| Single-Family Home Permits | 10.9% | 2.0% | -8.8% | -10.2% | -2.5% |
| Multifamily Building Permits | 13.0% | 211.0% | 66.3% | 8.0% | 125.8% |
| Home Price Index | -0.7% | 0.9% | -0.4% | -0.9% | -3.4% |
| Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level) | 1.86 | 2.00 | 2.64 | 2.32 | 2.80 |

BANKING TRENDS

General Information

| | Q2-12 | Q1-12 | Q2-11 | 2011 | 2010 |
|--------------------------------|--------|--------|--------|--------|--------|
| Institutions (#) | 9 | 9 | 9 | 9 | 9 |
| Total Assets (in millions) | 42,054 | 41,914 | 39,853 | 41,611 | 39,896 |
| New Institutions (# < 3 years) | 0 | 0 | 0 | 0 | 0 |
| Subchapter S Institutions | 0 | 0 | 0 | 0 | 0 |

Asset Quality

| | Q2-12 | Q1-12 | Q2-11 | 2011 | 2010 |
|--|-------|-------|-------|------|------|
| Past-Due and Nonaccrual Loans / Total Loans (median %) | 1.66 | 2.43 | 2.57 | 1.70 | 2.19 |
| Noncurrent Loans / Total Loans (median %) | 0.81 | 1.18 | 1.57 | 1.20 | 1.65 |
| ALLL/Total Loans (median %) | 2.10 | 2.12 | 2.30 | 2.31 | 2.64 |
| ALLL/Noncurrent Loans (median multiple) | 1.35 | 0.88 | 0.81 | 0.91 | 1.01 |
| Net Loan Losses / Total Loans (median %) | 0.20 | 0.27 | 0.54 | 0.45 | 0.74 |

Capital / Earnings

| | Q2-12 | Q1-12 | Q2-11 | 2011 | 2010 |
|--|-------|-------|-------|------|------|
| Tier 1 Leverage (median %) | 9.27 | 9.15 | 9.10 | 9.04 | 8.81 |
| Return on Assets (median %) | 1.02 | 1.27 | 0.93 | 0.89 | 0.30 |
| Pretax Return on Assets (median %) | 1.25 | 1.48 | 0.99 | 1.04 | 0.35 |
| Net Interest Margin (median %) | 3.52 | 3.52 | 3.62 | 3.60 | 3.99 |
| Yield on Earning Assets (median %) | 4.06 | 4.04 | 4.29 | 4.28 | 4.50 |
| Cost of Funding Earning Assets (median %) | 0.34 | 0.35 | 0.48 | 0.43 | 1.03 |
| Provisions to Avg. Assets (median %) | 0.00 | 0.09 | 0.11 | 0.10 | 0.44 |
| Noninterest Income to Avg. Assets (median %) | 0.61 | 0.80 | 0.65 | 0.62 | 0.63 |
| Overhead to Avg. Assets (median %) | 3.04 | 2.84 | 2.96 | 2.93 | 3.05 |

Liquidity/Sensitivity

| | Q2-12 | Q1-12 | Q2-11 | 2011 | 2010 |
|--|-------|-------|-------|-------|-------|
| Net Loans to Assets (median %) | 55.27 | 54.67 | 54.87 | 54.30 | 53.74 |
| Noncore Funding to Assets (median %) | 19.53 | 18.82 | 21.53 | 20.32 | 22.61 |
| Long-term Assets to Assets (median %, call filers)* | 29.88 | 27.71 | 20.33 | 24.03 | 22.55 |
| Brokered Deposits (number of institutions) | 4 | 4 | 5 | 5 | 4 |
| Brokered Deposits to Assets (median % for those above) | 0.39 | 0.31 | 0.07 | 0.07 | 2.36 |

Loan Concentrations (median % of Total Risk-Based Capital)

| | Q2-12 | Q1-12 | Q2-11 | 2011 | 2010 |
|-------------------------------------|--------|--------|--------|--------|--------|
| Commercial and Industrial | 87.25 | 86.06 | 97.86 | 84.19 | 102.75 |
| Commercial Real Estate | 154.33 | 163.52 | 192.07 | 167.54 | 263.58 |
| Construction & Development | 19.19 | 19.22 | 19.90 | 18.90 | 21.34 |
| Multifamily Residential Real Estate | 14.45 | 13.56 | 11.96 | 13.51 | 23.49 |
| Nonresidential Real Estate | 119.04 | 124.99 | 135.36 | 126.25 | 169.14 |
| Residential Real Estate | 159.38 | 158.51 | 162.60 | 160.70 | 258.74 |
| Consumer | 18.45 | 18.71 | 17.25 | 18.21 | 16.75 |
| Agriculture | 0.22 | 0.23 | 0.21 | 0.25 | 0.22 |

BANKING PROFILE

Largest Deposit Markets (from 2011 Summary of Deposits)

| | Institutions in Market | Deposits (\$ millions) | Asset Distribution | Institutions |
|--------------|------------------------|------------------------|--------------------------------|--------------|
| Honolulu, HI | 11 | 25,061 | < \$100 million | 1 (11.1%) |
| | | | \$100 million to \$250 million | 1 (11.1%) |
| | | | \$250 million to \$1 billion | 2 (22.2%) |
| | | | \$1 billion to \$10 billion | 3 (33.3%) |
| | | | > \$10 billion | 2 (22.2%) |

* Prior to 2012, does not include data for insured savings institutions that filed Thrift Financial Reports. Beginning in 2012, all insured institutions file Call Reports.