

FDIC State Profile

Hawaii

Second Quarter 2008

ECONOMIC INDICATORS (Change from year ago, unless noted)

Employment Growth Rates	Q2-08	Q1-08	Q2-07	2007	2006
Total Nonfarm (share of trailing four quarter employment in parentheses)	0.4%	0.9%	1.3%	1.1%	2.6%
Manufacturing (2%)	-0.7%	-1.3%	0.4%	-0.6%	0.8%
Other (non-manufacturing) Goods-Producing (6%)	1.6%	4.7%	8.5%	6.8%	9.3%
Private Service-Producing (72%)	-0.1%	0.6%	1.0%	0.8%	2.4%
Government (20%)	1.8%	1.1%	0.1%	0.6%	1.4%
Unemployment Rate (% of labor force)	3.6%	3.1%	2.5%	2.7%	2.5%
Other Indicators	Q2-08	Q1-08	Q2-07	2007	2006
Single-Family Home Permits	-45.2%	-45.8%	-3.0%	-19.5%	-19.2%
Multifamily Building Permits	-2.4%	-62.9%	97.5%	15.3%	-19.7%
Home Price Index	-2.9%	-0.4%	4.2%	3.2%	15.1%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.43	1.26	1.06	1.04	0.74

BANKING TRENDS

General Information	Q2-08	Q1-08	Q2-07	2007	2006
Institutions (#)	9	9	9	9	9
Total Assets (in millions)	37,176	38,953	38,141	38,102	37,476
New Institutions (# < 3 years)	2	2	2	2	2
Subchapter S Institutions	0	0	0	0	0

Asset Quality	Q2-08	Q1-08	Q2-07	2007	2006
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.81	0.78	0.30	0.41	0.18
ALLL/Total Loans (median %)	1.38	1.38	1.29	1.38	1.35
ALLL/Noncurrent Loans (median multiple)	3.40	4.52	12.22	7.08	9.62
Net Loan Losses / Total Loans (median %)	0.14	0.14	0.05	0.17	0.01

Capital / Earnings	Q2-08	Q1-08	Q2-07	2007	2006
Tier 1 Leverage (median %)	9.64	9.58	9.56	9.57	9.77
Return on Assets (median %)	0.77	0.70	0.76	0.61	0.82
Pretax Return on Assets (median %)	1.14	1.10	1.18	0.89	1.31
Net Interest Margin (median %)	3.78	3.73	4.05	3.90	3.29
Yield on Earning Assets (median %)	5.84	6.12	6.85	6.62	6.19
Cost of Funding Earning Assets (median %)	1.89	2.35	2.66	2.64	2.06
Provisions to Avg. Assets (median %)	0.20	0.31	0.07	0.15	0.03
Noninterest Income to Avg. Assets (median %)	0.41	0.80	0.81	0.84	0.78
Overhead to Avg. Assets (median %)	3.58	2.58	2.75	3.08	2.52

Liquidity / Sensitivity	Q2-08	Q1-08	Q2-07	2007	2006
Loans to Assets (median %)	73.1	69.5	61.1	63.1	56.0
Noncore Funding to Assets (median %)	26.3	27.5	25.8	26.9	26.1
Long-term Assets to Assets (median %, call filers)	23.1	21.3	17.2	20.1	18.1
Brokered Deposits (number of institutions)	4	4	5	4	5
Brokered Deposits to Assets (median % for those above)	4.1	2.8	1.2	2.8	0.2

Loan Concentrations (median % of Tier 1 Capital)	Q2-08	Q1-08	Q2-07	2007	2006
Commercial and Industrial	104.9	95.7	86.6	89.6	89.3
Commercial Real Estate	266.6	247.0	132.9	208.4	111.1
Construction & Development	33.8	39.2	34.2	42.5	38.8
Multifamily Residential Real Estate	39.9	37.0	13.2	37.3	8.7
Nonresidential Real Estate	129.6	133.1	71.2	124.8	66.0
Residential Real Estate	213.1	192.5	142.0	185.1	154.8
Consumer	15.0	16.8	23.5	17.0	21.6
Agriculture	0.4	0.4	0.4	0.4	0.1

BANKING PROFILE

Largest Deposit Markets (from 2007 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Honolulu, HI	12	21,445	< \$250 million	2 (22.2%)
			\$250 million to \$1 billion	2 (22.2%)
			\$1 billion to \$10 billion	3 (33.3%)
			> \$10 billion	2 (22.2%)