

“Central Pacific Bank is committed to creating value for our customers, employees, community, and shareholders”

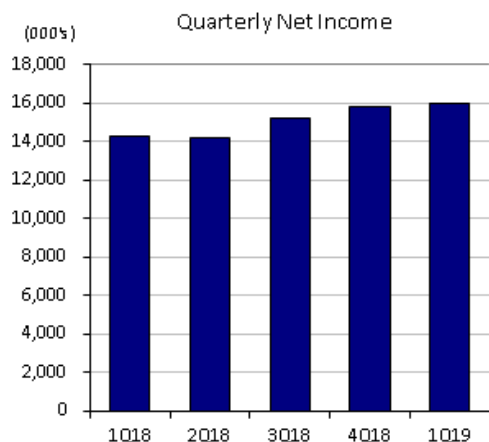
Central Pacific Financial Corp. is a Hawaii-based bank holding company with approximately \$5.8 billion in assets. Central Pacific Bank, its primary subsidiary, operates 35 branches and 79 ATMs in the state of Hawaii ¹.

Executive Officers

- Paul Yonamine, Executive Chairman
- A. Catherine Ngo, President & Chief Executive Officer
- David Morimoto, Executive Vice President, Chief Financial Officer & Treasurer
- Anna Hu, Executive Vice President & Chief Credit Officer
- Lee Moriwaki, Executive Vice President & Chief Information Officer

CPF Reports \$16.0 Million First Quarter Earnings

- Reported net income of \$16.0 million, compared to net income in the fourth quarter of 2018 of \$15.8 million.
- Increased loans and leases portfolio by \$285.4 million from the prior year period and increased by \$23.2 million during the quarter to \$4.10 billion at March 31, 2019.
- Decreased total deposits by \$32.3 million from the prior year period and remained relatively unchanged during the quarter to \$4.95 billion.
- Reported net interest income of \$45.1 million, compared to \$44.7 million in the fourth quarter of 2018. Reported net interest margin of 3.34%, compared to 3.28% in the fourth quarter of 2018.
- Recorded a provision for loan and lease losses of \$1.3 million in the first quarter of 2019, compared to a \$1.4 million credit from prior quarter.
- Reported an efficiency ratio of 60.49% in the first quarter of 2019, compared to 62.21% in the fourth quarter of 2018.
- Maintained a strong capital position with leverage capital, tier 1 risk-based capital, total risk-based capital, and the common equity tier 1 ratios of 9.5%, 13.0%, 14.1%, and 11.8%, respectively, as of March 31, 2019.
- Declared a quarterly cash dividend of \$0.23 per share, a 9.5% increase over the dividend paid in the prior quarter.



Contact Information

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Consolidated Financial Highlights

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| For the Quarter Ending : | <u>3/31/2019</u> | <u>12/31/2018</u> | <u>% Chg</u> |
|------------------------------------|-------------------------|--------------------------|---------------------|
| Net Interest Income | 45,113 | 44,679 | 1.0% |
| Provision (Credit) for Loan Losses | 1,283 | -1,386 | 192.6% |
| Other Operating Income | 11,673 | 9,400 | 24.2% |
| Other Operating Expense | 34,348 | 33,642 | 2.1% |
| Net Income | 16,037 | 15,792 | 1.6% |
| Diluted Earnings per Share | \$0.55 | \$0.54 | 1.9% |
| Net Interest Margin | 3.34% | 3.28% | 1.8% |
| Efficiency ratio | 60.49% | 62.21% | -2.8% |
| As of | <u>3/31/2019</u> | <u>12/31/2018</u> | <u>% Chg</u> |
| Total Assets | 5,841,352 | 5,807,026 | 0.6% |
| Loans and Leases | 4,101,571 | 4,078,366 | 0.6% |
| Total Deposits | 4,948,128 | 4,946,490 | 0.0% |
| Total Shareholders' Equity | 502,638 | 491,725 | 2.2% |
| Capital Ratios: | <u>3/31/2019</u> | <u>12/31/2018</u> | |
| Leverage Capital Ratio | 9.5% | 9.9% | |
| Tier-1 Risk Capital Ratio | 13.0% | 13.5% | |
| Total Risk-Based Capital Ratio | 14.1% | 14.7% | |
| Common Equity Tier 1 Cap Ratio | 11.8% | 11.9% | |