

FINANCE AND BANKING

A tremendous increase in investments in Hawaii by mainland United States and foreign capital has taken place during the past few years. Insurance company investments, for example, doubled between the years 1959 and 1964.

Stocks and bonds are traded actively in Hawaii. Six members of the New York Stock Exchange have offices in Honolulu. Representatives of Japanese and other foreign investments companies operate in Honolulu. The value of stocks traded on the Honolulu Stock Exchange in 1965 was \$15 million. Trading in mainland stocks is many times this amount.

Hawaiian banking laws allow branch banking. The seven banks in Hawaii have a total of 123 branch facilities throughout the state and in the Pacific area. Permissive legislation recently enacted by the State legislature allows banks to perform trust functions. One trust company and bank merged in 1966; others may follow suit.

All banks and other financial institutions operating in Hawaii come under the regulations of the Department of Regulatory Agencies, Bank Examination Division. Insurance companies—including domestic (Hawaiian-based), foreign (mainland U. S.) and alien (non-United States)—come under the jurisdiction of the Department of Regulatory Agencies, Insurance Division.

These two divisions are the primary sources of information for statistics on banking, insurance and other financial operations in Hawaii.

Table 31 -- MORTGAGES ON HAWAIIAN REAL ESTATE HELD BY SELECTED TYPES
OF INSTITUTIONS: 1950 AND 1960 TO 1965

Year (Dec. 31)	Total	Com- mercial banks	Savings and loan associ- ation	Insur- ance compa- nies	State retire- ment fund	Finance compa- nies	Trust compa- nies
1950 ...	129.7	84.7	39.9	0.7	0.2	0.4	3.8
1960 ...	535.1	203.1	185.0	110.0	27.0	5.5	4.4
1961 ...	616.7	203.6	209.0	159.9	34.7	6.4	3.1
1962 ...	680.7	220.9	229.2	181.3	39.3	7.4	2.6
1963 ...	812.2	226.3	312.8	218.5	42.2	9.7	2.7
1964 ...	949.8	249.3	377.2	261.3	43.8	15.7	2.4
1965 ...	1,073.6	259.4	423.6	321.4	50.9	16.4	2.0

Source: Department of Regulatory Agencies, Bank Examination Division and Department of Budget and Finance, Employee Retirement System.

Table 32 --COMMERCIAL BANKS IN HAWAII, DEPOSITS AND ASSETS: 1950 TO 1965

Year (Dec. 31)	Number of banks	Number of branches	Total deposits	Time deposits	Demand deposits	Other deposits	Total assets
			(in millions of dollars)				
1950 ...	4	40	385	188	120	76	409
1958 ...	5	68	563	196	220	146	609
1959 ...	6	73	668	214	267	187	726
1960 ...	7	87	743	233	275	235	813
1961 ...	7	95	805	266	287	252	887
1962 ...	7	111	844	305	296	243	936
1963 ...	7	114	853	331	312	210	948
1964 ...	7	118	908	350	335	222	1,036
1965 ...	7	123	1,005	394	373	238	1,155

Source: Department of Regulatory Agencies, Bank Examination Division.

Table 33 -- SAVINGS AND LOAN ASSOCIATIONS AND TRUST COMPANIES IN HAWAII: 1940, 1950, 1958 TO 1965

Year (Dec. 31)	Savings & Loan Associations			Trust companies	
	Number	Investment shares	Total assets	Number	Total assets
		(in millions)			(in millions)
1940 ...	10	\$ 7	\$ 8	5	\$13
1950 ...	10	39	47	5	20
1958 ...	11	137	156	5	23
1959 ...	10	158	183	5	24
1960 ...	10	175	210	5	23
1961 ...	13	206	243	5	27
1962 ...	16	242	288	5	25
1963 ...	16	299	302	5	27
1964 ...	18	346	430	5	26
1965 ...	17	378	482	5	32

Source: Department of Regulatory Agencies, Bank Examination Division.

Table 34 -- INDUSTRIAL LOAN COMPANIES IN HAWAII: 1940, 1950, 1958 TO 1965

Year (Dec. 31)	Number of companies licensed	Total loans (in millions)	Selected assets				
			Selected mortgage loans	Retail installment contracts	Charac- ter loans	Collateral loans	Other
1940 ...	31	\$ 5.8	\$ 0.2	\$ 2.4	\$ 1.6	\$ 0.8	\$ 0.8
1950 ...	40	14.2	0.4	6.1	2.0	3.1	2.5
1958 ...	96	47.8	1.6	18.8	8.7	12.0	7.0
1959 ...	114	55.0	4.1	19.1	13.0	12.0	6.8
1960 ...	124	74.5	5.5	27.8	14.3	15.9	11.1
1961 ...	143	80.4	6.4	29.2	17.2	17.1	10.4
1962 ...	166	85.8	7.5	25.8	23.7	18.6	10.1
1963 ...	162	95.4	9.7	23.6	27.6	19.2	15.2
1964 ...	171	115.6	15.7	27.9	32.0	26.8	13.2
1965 ...	173	139.5	16.4	28.5	33.1	34.4	27.2

Source: Department of Regulatory Agencies, Bank Examination Division