

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, in Hawaiian mortgages for example, tripled between the years 1960 and 1966.

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 1967 was \$17 million. Trading in mainland stocks is many times this amount.

Hawaiian banking laws allow branch banking. The seven banks in Hawaii have more than 120 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 have merged, and 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 34. -- MORTGAGES ON HAWAIIAN REAL ESTATE HELD BY SELECTED TYPES OF INSTITUTIONS: 1950 AND 1960 TO 1966

Year ending Dec. 31	Total	Commercial banks	Savings and loan association	Insurance companies	State retirement fund	Industrial loan companies	Trust companies
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
1966...	1,206.6	298.5	438.0	379.4	68.0	20.9	1.8

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

Table 35. -- COMMERCIAL BANKS IN HAWAII, DEPOSITS AND ASSETS: 1950 TO 1967

Year ending 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
1966...	7	126	1,043	428	384	231	1,196
1967...	7	126	1,181	495	434	252	1,130

Source: Department of Regulatory Agencies, Bank Examination Division.

Table 36. -- SAVINGS AND LOAN ASSOCIATIONS, TRUST COMPANIES AND INDUSTRIAL LOAN COMPANIES IN HAWAII: 1940, 1950, 1958-1967

Year ending Dec. 31	Savings & Loan Associations		Trust companies		Industrial Loan companies	
	Number of companies	Total assets (in millions)	Number of companies	Total assets (in millions)	Number of companies	Total assets (in millions)
1940...	10	\$ 8	5	\$13	31	\$ --
1950...	10	47	5	20	40	--
1958...	11	156	5	23	96	--
1959...	10	183	5	24	114	--
1960...	10	210	5	23	124	89.1
1961...	13	243	5	27	143	102.2
1962...	16	288	5	25	166	108.8
1963...	16	302	5	27	162	118.3
1964...	18	430	5	26	171	143.8
1965...	17	482	5	32	173	174.2
1966...	14	508	4	25	175	184.4
1967...	14	540	4	27	187	195.2

Source: Department of Regulatory Agencies, Bank Examination Division.