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CB BANCSHARES INC/HI
Form 425
June 06, 2003

Filed by CPB Inc.

Pursuant to Rule 425 of the Securities Act
of 1933, as amended, and deemed filed
pursuant to Rule 14d-2 and Rule 14a-12
under the Securities Exchange Act of
1934, as amended

Subject Company: CB Bancshares, Inc.

Commission File No. 0-12396

The following is a copy of materials used in a presentation made to investors by Central Pacific Financial Corp. held on June 5, 2003 and posted on its web site (www.cpbi.com) on June 5, 2003.

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Central Pacific Financial Corp.

Merger with

CB Bancshares, Inc.

*Creating A Stronger, Focused
Hawaii Bank*

June 5, 2003

[LOGO]

FORWARD LOOKING INFORMATION

This document contains forward-looking statements. Such statements include, but are not limited to, (i) statements about the benefits of a merger between Central Pacific Financial Corp. (CPF) and CB Bancshares, Inc. (CBBI), including future financial and operating results, costs savings and accretion to reported and cash earnings that may be realized from such merger; (ii) statements with respect to CPF 's plans, objectives, expectations and intentions and other statements that are not historical facts; and (iii) other statements identified by words such as believes , expects , anticipates , estimates , intends , plans , targets , projects and other similar expressions. All such statements are based upon the current beliefs and expectations of CPF 's management and are subject to significant risks and uncertainties. Actual results may differ from those set forth in the forward-looking statements.

The following factors, among others, could cause actual results to differ materially from the anticipated results or other expectations expressed in the forward-looking statements: (1) the business of CPF and CBBI may not be integrated successfully or such integration may be more difficult, time-consuming or costly than expected; (2) expected revenue synergies and cost savings from the merger may not be fully realized or realized within the expected time frame; (3) revenues following the merger may be lower than expected; (4) deposit attrition, operating costs, customer loss and business disruption, including, without limitation, difficulties in maintaining relationships with employees, customers, clients or suppliers, may be greater than expected following the merger; (5) the regulatory approvals required for the merger may not be obtained on the proposed terms; (6) the failure of CPF 's and CBBI 's shareholders to approve the merger; (7) competitive pressures among depository and other financial institutions may increase significantly and may have an effect on pricing, spending, third-party relationships and revenues; (8) the strength of the United States economy in general and the strength of the Hawaii economy may be different than expected, resulting in, among other things, a deterioration in credit quality or a reduced demand for credit, including the resultant effect on the combined company 's loan portfolio and allowance for loan losses; (9) changes in the U.S. legal and regulatory framework; and (10) adverse conditions in the stock market, the public debt market and other capital markets (including changes in interest rate conditions) and the impact of such conditions on the combined company 's activities.

Additional factors that could cause CPF results to differ materially from those described in the forward-looking statements can be found in CPF's reports (such as Annual Reports on Form 10-K, Quarterly Reports on Form 10-Q and Current Reports on Form 8-K) filed with the Securities and Exchange Commission (SEC) and available at the SEC's Internet web site (www.sec.gov). All subsequent written and oral forward-looking statements concerning the proposed transaction or other matters attributable to CPF or any person acting on its behalf are expressly qualified in their entirety by the cautionary statements above. CPF does not undertake any obligation to update any forward-looking statement to reflect circumstances or events that occur after the date the forward-looking statement is made.

With respect to financial projections for CBBI contained in this document, neither CBBI nor any analyst has published any information for 2003, 2004 or 2005. In addition, CPF has not been given the opportunity to do any due diligence on CBBI other than reviewing its publicly available information. Therefore, management of CPF has created its own financial model for CBBI based on CBBI's historical performance and CPF's assumptions regarding the reasonable future performance of CBBI on a stand-alone basis. These assumptions may or may not prove to be correct. The assumptions are inherently subject to significant uncertainties and contingencies, many of which are beyond the control of CBBI. There is no assurance that these projections will be realized and actual results are likely to differ significantly from such projections.

CPF filed with the SEC a registration statement on Form S-4 on April 28, 2003, to register the shares of CPF common stock to be issued in a proposed exchange offer, and filed amendments thereto on May 5, 2003 and May 9, 2003, respectively. The registration statement is not final and will be further amended. CPF filed a definitive proxy revocation statement on May 22, 2003 and a preliminary proxy statement on May 9, 2003 (as revised on May 20, 2003 and May 28, 2003) for solicitation of revocation of proxies and proxies, as applicable, from CBBI shareholders for special meetings of CBBI shareholders. Subject to future developments, CPF may file additional proxy statements for solicitation of proxies from CBBI or CPF shareholders, in connection with special meetings of such shareholders at a date or dates subsequent hereto and may file a tender offer statement. Investors and security holders are urged to read the registration statement and proxy statements and any other relevant documents (when available), including the tender offer statement if filed, filed with the SEC, as well as any amendments or supplements to those documents, because they contain and will contain important information. Investors and security holders may obtain a free copy of the registration statement, any amendments thereto and proxy statements and other relevant documents (when available), including the tender offer statement if filed, at the SEC's Internet web site at (www.sec.gov). The registration statement, any amendments thereto and proxy statements and other relevant documents (when available), including the tender offer statement if filed, may also be obtained free of charge from CPF by directing such request to: Central Pacific Financial Corp., 220 South King Street, Honolulu, Hawaii 96813, Attention: David Morimoto, (808) 544-0627.

CPF, its directors and executive officers and certain other persons may be deemed to be participants if CPF solicits proxies from CBBI and CPF shareholders. A detailed list of the names, affiliations and interests of the participants in any such solicitation is contained in CPF's definitive proxy revocation statement as filed on May 22, 2003 and a preliminary proxy statement as filed on May 9, 2003 (as revised on May 20, 2003 and May 28, 2003) for solicitation of revocation of proxies and proxies, as applicable. Information about the directors and executive officers of CPF and their ownership of and interests in CPF stock is set forth in the proxy statement for CPF's 2003 Annual Meeting of Shareholders.

Transaction Summary

| | |
|--|--|
| Consideration per CBBI Share(1) | 1.7606 shares of CPF Stock + \$24.50 in cash |
| Offer Price(2) | \$72.99 per CBBI share |
| Premium Over Closing Price (4/14/03) | 60% |
| Premium Over Unaffected Price (2/25/03)(3) | 69% |
| Implied Transaction Value | \$298 million |
| Pro Forma Ownership(4) | 70% CPF; 30% CBBI |
| Anticipated Closing | Q4-2003 |
| Required Approvals & Conditions | CPF and CBBI shareholders, regulatory approvals, satisfactory due diligence and redemption of CBBI's poison pill |

(1) Consideration is prior to stock dividend announced by CBBI to be paid 6/27/03. After stock dividend, consideration is 1.6005 shares of CPF stock + \$22.27

(2) Based on CPF stock price of \$27.54 on 6/3/03.

(3) Unaffected Price: Price the day before CPF began purchasing shares of CBBI in the open market.

(4) Assumes 7.1 million CPF shares issued to CBBI shareholders.

An Attractive Offer

| | 4/14/03 | CBB Transaction |
|-------------------------------|-----------------|--------------------|
| Price Per Share | \$ 45.60 | \$ 72.99(1) |
| Price/2002A EPS | 13.3x | 21.3x |
| Price/2003E EPS(2) | 10.0x | 16.0x |
| Price/Tangible Book(3) | 1.23x | 1.97x |

(1) **Based on CPF stock price of \$27.54 on 6/3/03.**

(2) **Assumes 2003 EPS of \$4.56 (based on projections prepared by CPF Management).**

(3) **Based on tangible book of \$151M as of 12/31/02.**

Good For Hawaii, Local Community & Customers

Creates a stronger, locally based and managed bank for Hawaii

\$2.4B in loans(1); \$2.8B in deposits(1); \$3.7B in assets(1)

14% deposit market share in Hawaii(2)

Provides a strong local alternative to mainland-managed and foreign-owned banks

Customers in the local community benefit

Expanded fiercely loyal personalized service

Added convenience: larger branch & ATM network

Broader menu of products and services

Larger lending capacity

(1) Source: CPF and CBBI financials as of 12/31/02.

(2) Source: SNL Securities as of 6/30/02.

Shareholders of Both Banks Win

Combined bank offers anticipated EPS accretion

Consolidation, scale and efficiency result in fully phased-in anticipated annual cost saves of \$16 million

CBBI shareholders receive 60%(1) premium and over 220%(1)(2) increase in cash dividends

Opportunity to own a company with an outstanding track record of performance

Increased investor visibility & trading liquidity

Over \$600 million pro forma market cap(3)

NYSE listing

-
- (1) **Based on CPF stock price of \$27.54 on 6/3/03 and CBBI stock price of \$45.60 on 4/14/03.**
- (2) **Assumed reinvestment of cash proceeds in CPF stock at CPF's share price of \$27.54 on 6/3/03.**
- (3) **As of 6/3/03.**

It s a Logical Fit and Easy to Integrate

Similar roots and culture

Common roots, post-WWII founding

Local values

Focused on personalized service

Same market

Small and mid-sized businesses, retail customers

Overlapping geography

Common Fiserv based technology platform

CPF: Our Track Record Makes The Case

CPF Snapshot

Earnings Per Share

[CHART]

| | | |
|------------------------------|-----------|---------------|
| Assets(1) | \$ | 2.0B |
| Deposits(1) | \$ | 1.6B |
| Market Cap(2) | \$ | 441M |
| ROAE(3) | | 20.55% |
| ROAA(3) | | 1.74% |
| Price(2)/2003E EPS(4) | | 13.1x |
| Price(2)/Book(5) | | 2.54x |

(1) **As of 12/31/02.**

(2) **As of 6/3/03.**

(3) **ROAE: Return on Average Equity. ROAA: Return on Average Assets. Based on 2002 performance.**

(4) **2003E EPS based on FirstCall estimates.**

(5) **Book value as of 12/31/02.**

CPF Stock Outperforms

[CHART]

Source: FactSet.

Note: As of 6/3/03.

CPF: Consistent Earnings Growth

(\$ in millions)

CPF

[CHART]

CBBI

[CHART]

Source: CPF and CBBI financials.

CPF: Rising Returns

CPF

[CHART]

CBBI

[CHART]

Source: CPF and CBBI financials.

- (1) Return on Average Assets.**
- (2) Return on Average Equity.**

CPF: Unmatched Credit Quality

CPF

[CHART]

CBBI

[CHART]

Source: CPF and CBBI financials.

CPF: Strong Deposit Growth

(\$ in millions)

CPF

[CHART]

CBBI

[CHART]

Source: CPF and CBBI financials.

CPF: Superior Efficiency Ratio

CPF

[CHART]

CBBI

[CHART]

Source: CPF and CBBI financials.

**CPF-CBBI:
A Powerful Combination**

CPF-CBBI: A Great Fit

| | CPF | CBBI |
|------------------------|---|---|
| Founded in | 1954 | 1959 |
| Operations | 24 branches on 4 islands | 21 branches on 4 islands |
| Lead Product | Commercial Mortgage (42% of loans) | Residential Mortgage (42% of loans) |
| Deposit Rank | #4 | #5 |
| Common Heritage | Founded to serve the Japanese-American Community in Hawaii | |
| Market Focus | Become local bank of choice in Hawaii | |
| Opportunity | Proven success at creating value for shareholders | Opportunity for cost savings and performance enhancement |

CPF-CBBI: Well-Positioned for Hawaii Market Leadership

(\$ in millions)

| | CPF | CBBI | Pro Forma |
|---------------------|----------|----------|-----------|
| Net Loans | \$ 1,272 | \$ 1,134 | \$ 2,406 |
| Intangible Assets | | | 151 |
| Assets | 2,028 | 1,674 | 3,728 |
| Deposits | 1,641 | 1,163 | 2,804 |
| Shareholders Equity | 173 | 151 | 390 |

Note: Data as of 12/31/02 except that pro forma assets includes merger adjustments assuming that the transaction had closed then, and pro forma intangible assets and pro forma shareholders equity is as of 12/31/03. Pro forma shareholders equity includes merger adjustments as well as giving effect to estimated earnings and dividends for 2003.

CPF-CBBI: Significantly Builds Deposit Market Share in Hawaii

[CHART]

Source: SNL Securities. Data as of 6/30/02.

CPF-CBBI: Diversified Loan Portfolio

CPF

[CHART]

CBBI

[CHART]

Pro Forma

[CHART]

Source: CPF and CBBI financials.

Note: As of 12/31/02.

(1) Excludes Loans Held for Sale.

CPF-CBBI: Strong Core-Deposit Base

CPF

[CHART]

CBBI

[CHART]

Pro Forma

[CHART]

Source: CPF and CBBI financials.

Note: As of 12/31/02.

Transaction Assumptions

Earnings for CPF(1)

\$2.11 per share for 2003, \$2.28 for 2004, 10% growth thereafter

Earnings Projections for CBBI

No due diligence performed on CBBI

No research coverage

Projections based on model prepared by CPF's management

\$16 million cost saves

15% of combined operating expenses

75% in 2004, 100% in 2005

Core-deposit intangible estimated at \$21 million, amortized over 7 years

\$32 million restructuring charge

No revenue enhancements assumed

(1) Source: FirstCall.

Key Assumptions in Developing Model for CBBI

(\$ in millions)

| | 2001A | 2002A | 2003E | 2004E | 2005E |
|-----------------------------|----------|----------|----------|----------|----------|
| Net Interest Margin (NIM) | 4.48% | 5.18% | 4.60% | 4.60% | 4.60% |
| Change in NIM (bps)(1) | | 70 | (58) | | |
| Non-Interest Expense Growth | 10 | 4 | 3 | 3 | 3 |
| Gross Loans | \$ 1,192 | \$ 1,062 | \$ 1,094 | \$ 1,127 | \$ 1,160 |
| Growth Rate(1) | (6)% | (11)% | 3% | 3% | 3% |
| Deposits | \$ 1,138 | \$ 1,163 | \$ 1,198 | \$ 1,234 | \$ 1,271 |
| Growth Rate(1) | (7)% | 2% | 3% | 3% | 3% |
| Reserves/Loans | 1.57% | 2.34% | 2.35% | 2.28% | 2.22% |
| Net Charge-Offs (NCOs) | \$ 12 | \$ 9 | \$ 6 | \$ 5 | \$ 4 |
| NCOs/Average Loans | 0.90 | 0.82 | 0.56 | 0.45 | 0.35 |

Note: Neither CBBI nor any analyst has published any information for 2003, 2004 and 2005. No due diligence has been performed on CBBI other than reviewing public information. All projections for CBBI based on a model prepared by CPF Management. The assumptions for the projections may or may not prove to be correct. The assumptions are inherently subject to significant uncertainties and contingencies, many of which are beyond the control of CPF and CBBI.

(1) Represents year over year change/growth.

(\$ in millions)

| | 2001A | 2002A | 2003E | 2004E | 2005E |
|----------------------------------|-------|-------|-------|-------|-------|
| Total Revenues | \$ 82 | \$ 91 | \$ 89 | \$ 91 | \$ 95 |
| Non-Interest Expense | 51 | 53 | 54 | 56 | 58 |
| Earnings before Provision | \$ 32 | \$ 39 | \$ 35 | \$ 35 | \$ 37 |
| Provision for Loan Losses | 14 | 17 | 7 | 5 | 4 |
| Net Income | 6 | 14 | 18 | 20 | 21 |
| EPS: | | | | | |
| As reported | 1.58 | 3.43 | 4.58 | 4.95 | 5.33 |
| Core(1) | 3.39 | 3.95 | 4.58 | 4.95 | 5.33 |

Note: Neither CBBI nor any analyst has published any information for 2003, 2004 and 2005. No due diligence has been performed on CBBI other than reviewing public information. All projections for CBBI based on a model prepared by CPF Management. The assumptions for the projections may or may not prove to be correct. The assumptions are inherently subject to significant uncertainties and contingencies, many of which are beyond the control of CPF and CBBI.

(1) Defined as Net Income plus Extraordinary Charges minus/plus Gain/Loss on Securities (tax-affected at 35%) divided by Average Diluted Shares. See Appendix for reconciliation.

Pro Forma Earnings Impact

(\$ in millions)

| Earnings Projections | Projected for Fiscal Year | |
|------------------------|---------------------------|---------|
| | 2004 | 2005 |
| CPF s Earnings | \$ 37.4 | \$ 40.9 |
| CBBI s Earnings | 19.8 | 21.3 |
| After-Tax Cost Savings | 7.8 | 10.4 |
| CDI Amortization | (3.0) | (3.0) |
| Other Adjustments(1) | (4.9) | (4.9) |
| Pro Forma Net Income | \$ 57.2 | \$ 64.8 |

Note: Neither CBBI nor any analyst has published any information for 2003, 2004 and 2005. No due diligence has been performed on CBBI other than reviewing public information. All projections for CBBI based on a model prepared by CPF Management. There is no assurance that these projections will be realized and actual results are likely to differ significantly from such projections.

(1) Includes cost of cash component of consideration and restructuring charge. Assumes cost of cash of 6.0%.

Pro Forma EPS Impact

| Earnings Projections | Projected for Fiscal Year | | | |
|-------------------------------|---------------------------|------|----|------|
| | | 2004 | | 2005 |
| CPF's Stand Alone GAAP EPS(1) | \$ | 2.28 | \$ | 2.51 |
| Pro Forma GAAP EPS(2) | \$ | 2.44 | \$ | 2.77 |
| Accretion to CPF (\$) | \$ | 0.16 | \$ | 0.26 |
| Accretion to CPF (%) | | 7% | | 11% |
| Pro Forma Cash EPS(2) | \$ | 2.57 | \$ | 2.90 |
| Accretion to CPF (\$) | \$ | 0.29 | \$ | 0.39 |
| Accretion to CPF (%) | | 12% | | 16% |

Note: Neither CBBI nor any analyst has published any information for 2003, 2004 and 2005. No due diligence has been performed on CBBI other than reviewing public information. All projections for CBBI based on a model prepared by CPF Management. There is no assurance that these projections will be realized and actual results are likely to differ significantly from such projections.

- (1) Source: FirstCall.
- (2) Assumed EPS projections for CBBI of \$4.95 in 2004 and \$5.33 in 2005.

Accretion/Dilution Sensitivity

| | 2002A | 2004E | 2005E |
|---|---------|---------|---------|
| Core EPS Projections for CBBI | \$ 3.95 | \$ 4.95 | \$ 5.33 |
| <i>Annual Growth Since 2002</i> | | 12% | 10% |
| Required CBBI EPS for 0% Accretion | \$ 3.95 | \$ 4.05 | \$ 3.75 |
| <i>Annual Growth Since 2002</i> | | 1% | (2)% |

Note: Neither CBBI nor any analyst has published any information for 2003, 2004 and 2005. No due diligence has been performed on CBBI other than reviewing public information. All projections for CBBI based on a model prepared by CPF Management. There is no assurance that these projections will be realized and actual results are likely to differ significantly from such projections.

Strong Balance Sheet

| | CPF | CBBI | Pro Forma |
|---------------------------------|-------|-------|-----------|
| Tangible Common/Tangible Assets | 8.55% | 9.02% | 6.25% |
| Leverage Ratio(1) | 8.99 | 9.03 | 7.53 |
| Tier 1 Risk-Based Ratio | 11.57 | 12.19 | 9.96 |
| Total Risk-Based Capital Ratio | 12.82 | 13.46 | 11.17 |
| NPAs/Loans + OREO | 0.18% | 1.28% | 0.70% |
| Reserves/Loans | 1.88 | 2.34 | 2.09 |

Note: Stand-alone data as of 12/31/02; Pro forma as of 12/31/03 except NPAs/Loans + OREO and Reserves/Loans which are as of 12/31/02. Pro Forma based on CPF's 2003 earnings forecasts (as per FirstCall) and CBBI's 2003 earnings projections based on model prepared by CPF's Management. Pro Forma assumes asset growth of 5% annually for CPF and 3% annually for CBBI. Risk weighted assets forecasted to remain a constant percentage of total assets.

Note: Neither CBBI nor any analyst has published any information for 2003, 2004 and 2005. No due diligence has been performed on CBBI other than reviewing public information. All projections based on a model prepared by CPF Management. There is no assurance that these projections will be realized and actual results are likely to differ significantly from such projections.

(1) Defined as Tier 1 Capital divided by Average Tangible Assets.

Good For Hawaii, Customers & Shareholders of Both Banks

Creates a stronger, locally based and managed bank for Hawaii to better meet unique local needs

More customers to enjoy fiercely loyal service, added convenience, larger lending limits and a broader menu of products and services

Shareholders of both banks win

Anticipated EPS accretion

Stronger competitive position

Attractive premium and cash dividend for CBBI shareholders

Significant synergies

Low execution risk

Appendix

Credit Quality

(\$ in millions)

| | CPF | CBBI | Pro Forma |
|------------------------------|--------|------------|-----------|
| Non Performing Loans | \$ 0.4 | \$ 12.7(1) | \$ 13.2 |
| Non Performing Assets | 2.3 | 14.9(1) | 17.3 |
| Loan Loss Reserves | 24.2 | 27.1 | 51.3 |
| Net Charge-Offs | 0.5 | 9.5 | 10.0 |
| NPL/Loans | 0.03% | 1.10% | 0.54% |
| NPAs/Loans + OREO | 0.18 | 1.28 | 0.70 |
| NCOs/Avg. Loans | 0.04 | 0.82 | 0.41 |
| Reserves/Loans | 1.88 | 2.34 | 2.09 |
| Reserves/NPL | 55.1x | 2.13x | 3.90x |
| Reserves/NCOs | 52.0x | 2.87x | 5.18x |

Note: As of 12/31/02.

(1) Excludes restructured loans.

CBBI's Core EPS Reconciliation

(\$ in millions)

| | 2001 | 2002 |
|--|----------------|----------------|
| Net Income (as reported) | \$ 6.2 | \$ 13.5 |
| Add | | |
| Impairment of asset-backed securities (after-tax(1)) | 6.9 | 0.9 |
| Realized losses on sale of securities (after-tax(1)) | 0.1 | 1.2 |
| Core Net Income | \$ 13.2 | \$ 15.5 |
| Average Diluted Shares | 3.892 | 3.935 |
| EPS: | | |
| As Reported | \$ 1.58 | \$ 3.43 |
| Core | 3.39 | 3.95 |

(1) 35% assumed tax rate.

Market Share in Key Markets

(\$ in millions)

Oahu, HI

| Rank | Institutions | Total Deposits in Market | Total Market Share | Percent of Parent Deposits |
|------|-----------------------------------|-----------------------------|-----------------------|-------------------------------|
| 1 | BNP Paribas (First Hawaiian Bank) | \$ 4,442.5 | 28.5% | 18.7% |
| 2 | Bank of Hawaii Corp. | 4,433.7 | 28.5 | 70.5 |
| 3 | HEI (American Savings) | 3,052.6 | 19.6 | 81.4 |
| | CPF CBBI | 2,479.3 | 15.9 | 91.6 |
| 4 | Central Pacific | 1,409.3 | 9.1 | 90.4 |
| 5 | CBBI | 1,070.0 | 6.9 | 93.2 |
| 6 | Territorial Svgs Group Inc. | 433.8 | 2.8 | 78.2 |
| 7 | Finance Factors, Ltd. | 332.0 | 2.1 | 79.7 |
| 8 | Hawaii National Bancshares | 294.6 | 1.9 | 90.3 |
| 9 | HomeStreet Inc. | 61.2 | 0.4 | 8.2 |
| 10 | Orient Bancorporation | 48.9 | 0.3 | 10.9 |
| | Totals | \$ 15,579.1 | | |

Source: SNL Securities as of 6/30/02.

(\$ in millions)

Maui, HI

| Rank | Institutions | Total Deposits in Market | Total Market Share | Percent of Parent Deposits |
|------|-----------------------------------|-----------------------------|-----------------------|-------------------------------|
| 1 | Bank of Hawaii Corp. | \$ 506.6 | 32.8% | 8.1% |
| 2 | BNP Paribas (First Hawaiian Bank) | 499.8 | 32.3 | 2.1 |
| 3 | HEI (American Savings) | 339.0 | 21.9 | 9.0 |
| | CPF CBBi | 109.2 | 7.1 | 4.0 |
| 4 | Central Pacific | 60.3 | 3.9 | 3.9 |
| 5 | CBBi | 48.9 | 3.2 | 4.3 |
| 6 | Territorial Svgs Group Inc. | 43.7 | 2.8 | 7.9 |
| 7 | Finance Factors, Ltd. | 35.8 | 2.3 | 8.6 |
| 8 | Hawaii National Bancshares | 13.0 | 0.8 | 4.0 |
| | Totals | \$ 1,547.0 | | |

Source: SNL Securities as of 6/30/02.

(\$ in millions)

Big Island, HI

| Rank | Institutions | Total Deposits in Market | Total Market Share | Percent of Parent Deposits |
|------|-----------------------------------|-----------------------------|-----------------------|-------------------------------|
| 1 | Bank of Hawaii Corp. | \$ 509.4 | 34.5% | 8.1% |
| 2 | BNP Paribas (First Hawaiian Bank) | 502.9 | 34.1 | 2.1 |
| 3 | HEI (American Savings) | 234.9 | 15.9 | 6.3 |
| | CPF CBBI | 95.7 | 6.5 | 3.5 |
| 4 | Central Pacific | 66.7 | 4.5 | 4.3 |
| 5 | Territorial Savings Group Inc. | 61.2 | 4.2 | 11.0 |
| 6 | Finance Factors, Ltd. | 38.3 | 2.6 | 9.2 |
| 7 | CBBI | 29.0 | 2.0 | 2.5 |
| 8 | Hawaii National Bancshares | 18.8 | 1.3 | 5.8 |
| 9 | HomeStreet Inc. | 14.0 | 1.0 | 1.9 |
| | Totals | \$ 1,475.2 | | |

Source: SNL Securities as of 6/30/02.

(\$ in millions)

Kauai, HI

| Rank | Institutions | Total Deposits in Market | Total Market Share | Percent of Parent Deposits |
|------|-----------------------------------|-----------------------------|-----------------------|-------------------------------|
| 1 | BNP Paribas (First Hawaiian Bank) | \$ 292.0 | 42.0% | 1.2% |
| 2 | Bank of Hawaii Corp. | 230.0 | 33.1 | 3.7 |
| 3 | HEI (American Savings) | 124.2 | 17.9 | 3.3 |
| | CPF CBBI | 22.8 | 3.3 | 0.8 |
| 4 | Central Pacific | 22.8 | 3.3 | 1.5 |
| 5 | Territorial Savings Group Inc. | 16.1 | 2.3 | 2.9 |
| 6 | Finance Factors, Ltd. | 10.6 | 1.5 | 2.5 |
| | Totals | \$ 695.7 | | |

Source: SNL Securities as of 6/30/02.

Central Pacific Financial Corp.

[LOGO] Merger with [LOGO]

CB Bancshares, Inc.

Creating A Stronger, Focused Hawaii Bank

June 5, 2003

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