

Commonwealth of the Northern Mariana Islands (CNMI)

Director of Banking 2021 Annual Report



TABLE OF CONTENTS

Description	Page
Cover Letter.....	2
Deposit and Loan Trends of Retail Banks.....	3
Consolidated Figure of Retail Banks	4
Consolidated Statements of Condition of Retail Banks.....	5
Quarterly Reports of Retail Banks.....	6
Consolidated Statements of Condition of Foreign Banks.....	7
Consolidated Statements of Condition of Commonwealth Banks.....	8
Statement of Financial Condition of each Bank:	
Bank of Saipan.....	9
City Trust Bank.....	10
Bank of Hawaii.....	11-12
Bank of Guam.....	13-14
First Hawaiian Bank.....	15-16
Bank Pacific, Ltd.....	17-18

The Honorable David M. Apatang
and
The Honorable Members of the Legislature

Pursuant to 4 CMC Division 6, Section 6116, I am pleased to present the 2021 Annual Report of the Director of Banking.

This report contains 2021 consolidated statements of financial conditions, quarterly reports, balance sheets of each bank (Commonwealth branches and consolidated), and the trends of loans from 1985 if all licensed banks in the Commonwealth. The report also includes remittance and foreign exchange reports for the same time period. All reports include historical data as well as comparisons year over year.

We are actively engaged in catching up on the annual reporting process and will update the website accordingly as years are completed.

Sincerely,



Remedio C. Mafnas
Secretary of Commerce/
Director of Banking

**DEPOSIT AND LOAN TRENDS OF RETAIL BANKS
SINCE 1985
(IN MILLIONS)**

<u>Year</u>	<u>Number of Banks in Operation</u>	<u>Amount of Deposits</u>	<u>Increase/ (Decrease) in Deposits</u>	<u>Amount of Loans</u>	<u>Increase/ (Decrease) in Loans</u>
1985	7	112.5		59.9	
1986	7	124.3	12	65.1	5
1987	7	161.4	37	78.2	13
1988	7	223.1	62	88.0	10
1989	7	326.8	104	106.6	19
1990	7	473.0	146	121.5	15
1991	7	480.4	7	147.7	26
1992	7	429.5	(51)	160.6	13
1993	7	386.1	(43)	186.7	26
1994	7	411.2	25	200.2	14
1995	7	425.2	14	216.3	16
1996	8	463.0	38	280.2	64
1997	9	481.0	18	279.9	(0)
1998	9	522.8	42	304.7	25
1999	8	570.4	48	288.4	(16)
2000	8	595.7	25	325.0	37
2001	7	599.8	4	276.2	(49)
2002	6	549.3	(51)	253.1	(23)
2003	6	553.7	4	212.0	(41)
2004	6	559.7	6	203.8	(8)
2005	6	523.7	(36)	193.8	(10)
2006	6	518.1	(6)	180.8	(13)
2007	6	531.2	13	161.6	(19)
2008	6	450.6	(81)	141.2	(20)
2009	6	445.4	(5)	127.7	(14)
2010	6	454.5	9	117.0	(11)
2011	6	461.8	7	137.2	20
2012	6	512.3	50	142.7	6
2013	6	583.3	71	151.9	9
2014	6	632.9	50	164.8	13
2015	6	714.3	81	183.1	18
2016	6	867.8	154	199.7	17
2017	6	928.4	61	211.0	11
2018	6	913.0	(15)	236.9	26
2019	6	878.4	(35)	269.6	33
2020	6	908.5	30	292.0	22
2021	6	1,107.5	199	269.2	(23)

**CONSOLIDATED FIGURES OF RETAIL BANKS
FROM 2012 TO 2021
(IN MILLIONS)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Deposits:										
Demand	198.1	227.5	259.1	334.6	411.1	429.9	461.8	413.8	477.0	650.4
Regular Savings	201.3	227.4	253.7	270.9	311	347.5	323.3	309.8	323.3	322.8
Time Certificates of Deposit	112.9	128.4	120.1	108.8	145.7	151	127.9	154.8	108.2	134.3
Total	512.3	583.3	632.9	714.3	867.8	928.4	913.0	878.4	908.5	1,107.5
Loans:										
Government							0.0	0.0	24.7	23.7
Consumer	52	64	81	104	125	140	150.7	156.1	147.4	135.5
Real Estate	52	46	42	38	34	30	27.6	25.4	24.1	25.1
Commercial	38	41	41	41	40	41	58.6	88.1	95.8	84.9
Non-Local Real Estate										
Total	142.0	151.0	164.0	183.0	199.0	211.0	236.9	269.6	292.0	269.2
Loan to Deposit Ratio	27.7%	25.9%	25.9%	25.6%	22.9%	22.7%	25.9%	30.7%	32.1%	24.3%
Interest Received from Loans	10.9	9.3	9.3	9.9	11.1	11.5	12.4	12.6	14.1	13.5
Interest Paid on all Deposit Accounts	1.9	1.4	1.2	936	914	1.1	1.4	1.7	1.3	0.6

NOTE: BASED ON 4TH QUARTER REPORTS SUBMITTED TO THE DIRECTOR OF BANKING.

**CONSOLIDATED STATEMENTS OF CONDITION OF RETAIL BANKS
COMPARISON FROM 2012 - 2021
(IN THOUSANDS)**

Assets	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Cash and Due from Banks	10,253	9,564	11,332	11,303	12,568	20,364	21,045	20,170	18,711	19,491
Securities:										
U.S. Treasury	955	804	853	905	2,025	5,235	4,223	2,207	2,270	225
U.S. Government Agencies	-	-	-	-	-	-	-	-	-	-
Other	6,337	6,900	12,082	15,870	358	444	2,786	1,367	240	1,053
Total Securities	7,292	7,704	12,935	16,775	2,383	5,679	7,009	3,574	2,510	1,278
Balances with Other Banks	1,121	1,509	1,939	3,747	14,939	17,462	13,033	10,400	5,709	12,521
Loans:										
Government	-	-	-	-	-	-	-	-	24,693	23,743
Consumer	52,650	64,029	80,577	103,738	124,716	139,573	150,735	159,326	147,414	135,494
Real Estate	52,101	46,644	42,885	38,581	34,516	30,261	27,593	24,585	24,611	25,094
Commercial	38,034	41,231	41,402	40,795	40,434	41,201	58,581	88,116	95,813	84,886
Non-Local Real Estate	-	-	-	-	-	-	-	-	-	-
Reserve for Loan Losses	-	-	-	-	-	-	(1,056)	(1,563)	(3,285)	(3,909)
Total Loans	142,785	151,904	164,864	183,114	199,666	211,035	235,853	270,464	289,246	265,308
Premises and Equipment	3,437	3,199	3,084	3,782	3,548	3,434	3,236	3,522	3,783	6,468
Other Real Estate Owned	192	385	986	1,957	1,909	1,909	1,896	1,881	1,873	1,799
Due from Banks:										
Head Office or Branches	359,876	421,488	450,082	502,776	642,818	682,800	639,408	573,350	595,927	809,878
Other	-	-	-	420	408	277	272	212	197	83
Provision for Losses/Unearned Discount	(7,168)	(7,072)	(6,566)	(2,912)	(4,227)	(3,578)	(3,123)	(3,441)	(4,395)	(4,431)
Other Assets	2,533	2,459	2,450	2,360	2,362	2,578	3,678	3,941	5,221	4,307
Total Assets	520,321	591,140	641,106	723,322	876,374	941,960	922,307	884,073	918,782	1,116,702
Liabilities & Stockholder's Equity										
Deposits:										
Demand - Gov't. & Agencies	37,032	39,132	45,914	40,992	64,241	68,185	102,711	70,119	142,692	277,460
Demand - Other	161,043	188,414	212,935	293,618	346,670	361,636	359,107	344,409	334,325	372,961
Savings - Gov't. & Agencies	21,427	26,251	28,265	36,430	55,773	65,008	58,362	46,484	41,402	36,881
Savings - Other	179,921	201,128	225,440	234,506	255,258	282,501	264,969	258,123	281,942	285,918
TCD - Gov't. & Agencies	30,554	31,950	41,326	32,582	63,208	57,743	30,352	26,716	20,572	63,941
TCD - Other	82,315	96,417	78,869	76,181	82,495	93,235	97,399	127,400	87,582	70,323
Cashier's Checks, BEC & PMO	27	32	222	23	156	78	106	23	80	268
Total Deposits	512,319	583,324	632,971	714,332	867,801	928,386	913,006	873,274	908,595	1,107,752
Due to Other Banks:										
Head Office or Branches	-	-	17	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Liabilities on Acceptances Executed & Outstanding	-	158	-	-	-	-	-	-	-	-
Accrued Interest Payable & Other Liabilities	942	485	799	1,399	564	5,301	1,198	2,392	2,016	1,729
Total Liabilities	942	643	816	1,399	564	5,301	1,198	2,392	2,016	1,729
Capital Stock	5,802	5,802	5,820	6,012	5,821	5,223	4,622	4,485	4,485	4,485
Capital Surplus	4,944	4,898	4,934	4,769	5,061	5,382	5,507	6,085	6,085	6,085
Treasury Stock	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)
Undivided Profits	(1,130)	(971)	(879)	(634)	(317)	224	530	393	157	(793)
Convertible Subordinated Debts	-	-	-	-	-	-	-	-	-	-
Total Stockholders' Equity	7,060	7,173	7,319	7,591	8,009	8,273	8,103	8,407	8,171	7,221
Total Liabilities & Stockholders' Equity	520,321	591,140	641,106	723,322	876,374	941,960	922,307	884,073	918,782	1,116,702
Interest Received from Borrowers	10,929	9,369	9,335	9,945	11,069	11,450	8,217	14,320	14,087	13,456
Interest Paid to Depositors	1,971	1,429	1,233	936	914	1,070	1,051	1,864	1,279	595

NOTE: BASED ON 4TH QUARTER REPORTS SUBMITTED TO THE DIRECTOR OF BANKING.

2021 QUARTERLY REPORTS OF RETAIL BANKS (IN THOUSANDS)				
	1ST QTR	2ND QTR	3RD QTR	4TH QTR
Deposits:				
Demand - Gov't & Agencies	137,434	547,742	452,169	277,460
Demand - Other	329,848	357,613	363,162	372,961
Total Demand	467,282	905,355	815,331	650,421
Savings:				
Savings - Gov't & Agencies	40,450	39,188	41,142	36,881
Savings - Other	274,320	285,142	287,791	285,918
Total Savings	314,770	324,330	328,933	322,799
TCD's:				
TCD - Gov't & Agencies	29,716	54,537	81,909	63,941
TCD - Other	80,409	77,967	77,285	70,323
Total TCD's	110,125	132,504	159,194	134,264
Total Deposits	892,177	1,362,189	1,303,458	1,107,484
Loans:				
Government	24,468	24,232	23,993	23,743
Consumer	143,229	140,064	138,127	135,494
Real Estate	24,628	24,934	24,921	25,094
Commercial	92,833	89,015	83,628	84,886
Non-Local Real Estate	-	-	-	-
Total Loans	285,158	278,245	270,669	269,217
Loan to Deposit Ratio	32.0%	20.4%	20.8%	24.3%
Interest Income	3,866	7,243	10,283	13,456
Interest Expense	279	398	490	595

NOTE: BASED ON 4TH QUARTER REPORTS SUBMITTED TO THE DIRECTOR OF BANKING.

CONSOLIDATED STATEMENTS OF CONDITION OF FOREIGN BANKS
COMPARISON FROM 2012 - 2021
(IN THOUSANDS)

Assets	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Cash and Due from Banks	8,321	6,459	6,714	5,273	5,456	6,903	7,590	7,580	9,937	10,128
Loans:										
Government	-	-	-	-	-	-	-	-	24,693	23,743
Consumer	42,314	53,352	68,658	90,891	110,421	125,587	137,651	144,672	135,350	124,884
Real Estate	52,040	46,615	42,871	38,581	34,516	30,261	27,593	24,585	24,611	25,094
Commercial	33,445	36,660	36,930	37,865	36,958	36,884	48,846	77,171	85,782	76,097
Non-Local Real Estate	-	-	-	-	-	-	-	-	-	-
Reserve for Loan Losses	-	-	-	-	-	-	(1,056)	(1,563)	(3,285)	(3,909)
Total Loans	127,799	136,627	148,459	167,337	181,895	192,732	213,034	244,865	267,151	245,909
Premises and Equipment	3,096	2,875	2,828	3,243	3,051	2,871	2,643	2,788	2,880	3,487
Other Real Estate Owned	-	228	267	145	148	148	135	120	112	38
Due from Banks:										
Head Office or Branches	359,876	421,488	450,082	502,776	642,818	682,800	639,408	573,350	595,927	809,878
Other	-	-	-	-	-	-	-	-	-	-
Provision for Losses/Unearned Discount	(5,222)	(5,431)	(5,001)	(2,032)	(2,680)	(2,720)	(2,205)	(2,372)	(3,203)	(3,216)
Other assets	1,260	1,259	1,417	1,616	1,748	1,991	3,095	3,283	3,450	3,654
Total Assets	495,130	563,505	604,766	678,358	832,436	884,725	863,700	829,614	876,254	1,069,878
Liabilities and Stockholders' Equity										
Deposits:										
Demand - Gov't. & Agencies	37,032	39,132	45,914	40,992	64,241	68,185	102,711	70,119	142,692	277,460
Demand - Other	154,228	179,768	197,738	269,362	326,018	331,290	327,358	315,787	318,080	355,096
Savings - Gov't. & Agencies	19,557	24,465	26,976	35,538	55,773	65,008	58,362	46,484	41,402	36,881
Savings - Other	175,819	196,787	219,654	229,442	248,064	273,356	256,256	250,005	273,896	275,268
TCD - Gov't. & Agencies	30,554	31,950	41,326	32,582	63,208	57,743	30,352	26,716	20,572	63,941
TCD - Other	77,197	90,956	72,734	69,404	74,839	84,504	87,872	118,496	78,017	59,786
Total Deposits	494,387	563,058	604,342	677,320	832,143	880,086	862,911	827,607	874,659	1,068,432
Due to Other Banks:										
Head Office or Branches	-	-	17	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Accrued Interest Payable & Other Liabilities	696	368	358	1,018	268	4,619	827	1,985	1,577	1,303
Total Liabilities	696	368	375	1,018	268	4,619	827	1,985	1,577	1,303
Capital Stock	-	-	-	-	-	-	-	-	-	-
Capital Surplus	-	-	-	-	-	-	-	-	-	-
Undivided Profits	47	79	49	20	25	20	(38)	22	18	143
Total Stockholders' Equity	47	79	49	20	25	20	(38)	22	18	143
Total Liabilities & Stockholders' Equity	495,130	563,505	604,766	678,358	832,436	884,725	863,700	829,614	876,254	1,069,878
Interest Received from Borrowers	10,258	8,678	8,662	9,262	10,295	10,702	7,401	13,365	13,681	13,118
Interest Paid to Depositors	1,881	1,364	1,168	810	831	976	936	1,768	1,206	545

NOTE: BASED ON 4TH QUARTER REPORTS SUBMITTED TO THE DIRECTOR OF BANKING.

CONSOLIDATED STATEMENTS OF CONDITION OF COMMONWEALTH BANKS
COMPARISON FROM 2012 - 2021
(IN THOUSANDS)

Assets	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Cash and Due from Banks	1,932	3,105	4,618	6,030	7,112	13,461	13,455	12,590	8,774	9,363
Securities:										
U.S. Treasury	955	804	853	905	2,025	5,235	4,223	2,207	2,270	225
U.S. Government Agencies	-	-	-	-	-	-	-	-	-	-
Other	6,337	6,900	12,082	15,870	358	444	2,786	1,367	240	1,053
Total Securities	8,413	9,213	14,874	20,522	17,322	23,141	7,009	3,574	2,510	1,278
Balances with Other Banks	1,121	1,509	1,939	3,747	14,939	17,462	13,033	10,400	5,709	12,521
Loans:										
Government	-	-	-	-	-	-	-	-	-	-
Consumer	10,336	10,677	11,919	12,847	14,295	13,986	13,084	14,654	12,064	10,610
Real Estate	61	29	14	-	-	-	-	-	-	-
Commercial	4,589	4,571	4,472	2,930	3,476	4,317	9,735	10,945	10,031	8,789
Non-Local Real Estate	-	-	-	420	408	277	-	-	-	-
Total Loans	14,986	15,277	16,405	16,197	18,179	18,580	22,819	25,599	22,095	19,399
Premises and Equipment	341	324	256	539	497	563	593	734	903	2,981
Other Real Estate Owned	192	157	719	1,812	1,761	1,761	1,761	1,761	1,761	1,761
Due from Banks:										
Head Office or Branches	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	272	212	197	83
Provision for Losses/Unearned Discount	(1,946)	(1,641)	(1,565)	(880)	(1,547)	(858)	(918)	(1,069)	(1,192)	(1,215)
Other Assets	1,273	1,200	1,033	744	614	587	583	658	1,771	653
Total Assets	25,191	27,635	36,340	44,964	43,938	57,235	58,607	54,459	42,528	46,824
Liabilities & Stockholder's Equity										
Deposits:										
Demand - Gov't. & Agencies	-	-	-	-	-	-	-	-	-	-
Demand - Other	6,815	8,646	15,197	24,256	20,652	30,346	31,749	28,622	16,245	17,865
Savings - Gov't. & Agencies	1,870	1,786	1,289	892	-	-	-	-	-	-
Savings - Other	4,102	4,341	5,786	5,064	7,194	9,145	8,713	8,118	8,046	10,650
TCD - Gov't. & Agencies	-	-	-	-	-	-	-	-	-	-
TCD - Other	5,118	5,461	6,135	6,777	7,656	8,731	9,527	8,904	9,565	10,537
Cashier's Checks, BEC & PMO	27	32	222	23	156	78	106	23	80	268
Total Deposits	17,932	20,266	28,629	37,012	35,658	48,300	50,095	45,667	33,936	39,320
Accrued Interest Payable & Other Liabilities	246	275	441	381	296	682	371	407	439	426
Total Liabilities	18,178	20,541	29,070	37,393	35,954	48,982	50,466	46,074	34,375	39,746
Capital Stock	5,802	5,802	5,820	6,012	5,821	5,223	4,622	4,485	4,485	4,485
Capital Surplus	4,944	4,898	4,934	4,769	5,061	5,382	5,507	6,085	6,085	6,085
Treasury Stock	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)	(2,556)
Undivided Profits	(1,177)	(1,050)	(928)	(654)	(342)	204	568	371	139	(936)
Total Stockholders' Equity	7,013	7,094	7,270	7,571	7,984	8,253	8,141	8,385	8,153	7,078
Total Liabilities & Stockholders' Equity	25,191	27,635	36,340	44,964	43,938	57,235	58,607	54,459	42,528	46,824
Interest Received from Borrowers	671	691	673	683	774	748	816	955	406	338
Interest Paid to Depositors	90	65	65	126	83	94	115	96	73	50

NOTE: BASED ON 4TH QUARTER REPORTS SUBMITTED TO THE DIRECTOR OF BANKING.

THE BANK OF SAIPAN, INC.
Statements of Financial Condition
December 31, 2021 and 2020
(in thousands)

	2021	2020
Assets		
Cash and Due from Banks	\$ 12,094	\$ 4,209
Securities Held to Maturity	1,054	2,045
Loans Receivable, Net	11,021	13,395
Foreclosed Real Estate	8	8
Accrued Interest Receivable	3	36
Premises and Equipment, Net	2,917	2,303
Other Assets	313	374
	Total Assets	Total Assets
	\$ 27,410	\$ 22,371
Liabilities and Stockholders' Equity		
Liabilities:		
Demand Deposits	\$ 10,311	\$ 7,062
Savings Deposits	6,272	4,214
Time Deposits	5,574	4,233
Total Deposits	22,158	15,508
Accrued Interest Payable	45	39
Accounts Payable and Other Accrued Expenses	184	666
Total Liabilities	22,386	16,213
Stockholders' Equity:		
Common Stock, \$1 Par Value, 3,500,000 Shares		
Authorized	2,514	2,514
Additional Paid-In Capital	6,085	6,085
Retained Earnings	(1,019)	116
	7,580	8,715
Treasury Stock, at Cost (175,176 Shares)	(2,556)	(2,556)
Total Stockholders' Equity	5,024	6,159
Total Liabilities and Stockholders' Equity	\$ 27,410	\$ 22,371

Note: Based on Audited Financial Figures.

CITY TRUST BANK, INC.
Statements of Financial Condition
December 31, 2021 and 2020
(in thousands)

	2021	2020
Assets		
Cash and Due from Banks	\$ 7,345	\$ 7,177
Interest Bearing Deposits with Banks	2,142	3,338
Debt Securities Held to Maturity	225	225
Loans, Net	7,446	7,790
Accrued Interest Receivable	20	24
Premises and Equipment, Net	103	134
Prepaid Expenses	7	5
Advances to Affiliates	83	426
Foreclosed Assets	1,753	1,525
Deferred Tax Asset, Net	55	50
Other Assets	83	110
Total Assets	\$ 19,262	\$ 20,804
Liabilities and Shareholders' Equity		
Liabilities		
Deposits:		
Noninterest Bearing	\$ 7,517	\$ 9,264
Interest Bearing	9,342	9,165
Total Deposits	16,859	18,429
Accrued Expenses and Other Liabilities	184	120
Unearned Loan Fees	124	151
Secured Borrowings	70	84
Total Liabilities	17,238	18,784
Shareholders' Equity		
Common Stock, \$1 Par Value, 3,500,000 Shares		
Authorized	3,500	3,500
Retained Earnings	53	49
Treasury Stock, at Cost	(1,529)	(1,529)
Total Stockholders' Equity	2,024	2,020
Total Liabilities and Shareholders' Equity	\$ 19,262	\$ 20,804

Note: Based on Audited Financial Figures.

**Bank of Hawaii
Saipan Branch
Statements of Financial Condition
December 31, 2021 and 2020
(in thousands)**

	2021	2020
Assets		
Cash	\$ 3,879	\$ 2,097
Loans	43,847	38,500
Allowance for Credit Losses	(1,685)	(1,890)
Net Loans	42,162	36,610
Operating Lease Right-of-Use Assets	366	405
Accrued Interest Receivable	108	188
Due from Head Office	142,424	136,316
Premises and Equipment, Net	449	521
Other Assets	1,216	951
Total Assets	\$ 190,604	\$ 177,088
Liabilities		
Deposits	\$ 190,206	\$ 176,537
Operating Lease Liabilities	366	405
Accrued Interest Payable	8	120
Other Liabilities	24	26
Total liabilities	\$ 190,604	\$ 177,088

Note: Based on Audited Financial Figures.

Bank of Hawaii
Corporation and Subsidiaries
Consolidated Statements of Financial Condition
December 31, 2021 and 2020
(in thousands)

	2021	2020
Assets		
Interest-Bearing Deposits in Other Banks	\$ 2,571	\$ 1,646
Funds Sold	361,536	333,022
Investment Securities	8,970,836	7,054,416
Loans Held for Sale	26,746	82,565
Loans and Leases	12,259,076	11,940,020
Allowance for Credit Losses	(157,821)	(216,252)
Net Loans	12,101,255	11,723,768
Total Earning Assets	21,462,944	19,195,417
Cash and Due from Banks	196,327	279,420
Premises and Equipment, Net	199,393	199,695
Operating Lease Right-of-Use Assets	95,621	99,542
Accrued Interest Receivable	45,242	49,303
Foreclosed Real Estate	2,332	2,332
Mortgage Servicing Rights	22,251	19,652
Goodwill	31,517	31,517
Bank-Owned Life Insurance	344,587	291,480
Other Assets	384,727	435,293
Total Assets	\$ 22,784,941	\$ 20,603,651
Liabilities and Shareholders' Equity		
Deposits	\$ 20,360,108	\$ 18,211,621
Securities Sold Under Agreements to Repurchase	450,490	600,590
Other Debt	10,391	60,481
Operating Lease Liabilities	103,210	107,412
Retirement Benefits Payable	38,494	51,197
Accrued Interest Payable	2,499	5,117
Taxes Payable	11,901	2,463
Other Liabilities	196,237	190,263
Total Liabilities	21,173,330	19,229,144
Shareholders' Equity		
Preferred Stock	180,000	-
Common Stock	581	580
Capital Surplus	602,508	591,360
Accumulated Other Comprehensive Loss	(66,382)	7,822
Retained Earnings	1,950,375	1,811,979
Treasury Stock, at Cost	(1,055,471)	(1,037,234)
Total Shareholders' Equity	1,611,611	1,374,507
Total Liabilities and Shareholders' Equity	\$ 22,784,941	\$ 20,603,651

Note: Based on Audited Financial Figures.

**Bank of Guam
CNMI Branches
Statements of Financial Condition
December 31, 2021 and 2020
(in thousands)**

	2021	2020
Assets		
Cash and Due from Banks	\$ 4,541	\$ 6,456
Loans, Net of Allowance for Loan Losses	131,298	141,420
Premises and Equipment, Net	2,458	2,287
Accrued Interest Receivable	258	372
Other Assets	1,758	1,764
Due from Home Office or Holdings	390,144	212,489
Total Assets	\$ 530,456	\$ 364,788
Liabilities		
Deposits		
Non-Interest Bearing	241,763	143,114
Interest-Bearing	287,986	220,891
Total Deposits	529,749	364,005
Accrued Interest Payable	7	10
Other Liabilities	701	773
Total Liabilities	\$ 530,456	\$ 364,788

Note: Based on Audited Financial Figures.

Bank of Guam
Holding Company and Subsidiaries
Consolidated Statements of Financial Condition
December 31, 2021 and 2020
(in thousands)

	2021	2020
Assets		
Cash and Due from Banks	\$ 36,660	\$ 42,875
Interest-Bearing Deposits in Banks	520,743	244,753
Total Cash and Cash Equivalents	557,403	287,628
Restricted Cash	150	150
Investment Securities	811,660	564,414
Federal Home Loan Bank Stock, at Cost	2,814	2,335
Loans, Net	1,283,690	1,392,722
Accrued Interest Receivable	6,715	8,068
Premises and Equipment, Net	20,802	19,921
Goodwill	13,014	-
Intangible Assets	10,720	-
Other Assets	84,620	77,123
Total Assets	\$ 2,791,588	\$ 2,352,361
Liabilities and Stockholders' Equity		
Deposits:		
Non-Interest Bearing	\$ 981,537	\$ 770,037
Interest bearing	1,551,694	1,348,807
Total Deposits	2,533,231	2,118,844
Accrued Interest Payable	46	77
Subordinated Debt, Net	34,400	14,777
Other Liabilities	43,162	41,607
Total Liabilities	2,610,839	2,175,305
Stockholders' Equity		
Liabilities:		
Common Stock	2,033	2,029
Preferred Stock	980	980
Additional Paid-In Capital, Common Stock	24,910	24,777
Additional Paid-In Capital, Preferred Stock	8,803	8,803
Retained Earnings	153,740	137,646
Accumulated Other Comprehensive (Loss) Income	(16,721)	3,111
Non-Controlling Interest	7,294	-
Common Stock in Treasury, at Cost	(290)	(290)
Total Stockholders' Equity	180,749	177,056
Total Liabilities and Stockholders' Equity	\$ 2,791,588	\$ 2,352,361

Note: Based on Audited Financial Figures.

**First Hawaiian Bank
CNMI Branches
Statements of Financial Condition
December 31, 2021 and 2020
(in thousands)**

	2021	2020
Assets		
Cash	\$ 1,576	\$ 1,264
Loans:		
Consumer	49,777	67,392
Commercial	4,022	5,243
Real Estate	8,109	7,210
Total Loans	61,908	79,845
Less Allowance for Credit Losses	(2,363)	(4,386)
Net Loans	59,545	75,459
Premises and Equipment, Net	429	124
Accrued Interest Receivable	206	310
Other Assets	1,119	539
Total Assets	\$ 62,875	\$ 77,696
Liabilities		
Deposits:		
Interest-Bearing	\$ 156,956	\$ 177,202
Noninterest-Bearing	181,348	158,707
Total Deposits	338,304	335,909
Accrued Interest Payable	129	210
Other Liabilities	1,173	597
Total Liabilities	339,606	336,716
Due from Head Office	(276,731)	(259,020)
Total Liabilities and Due from Head Office	\$ 62,875	\$ 77,696

Note: Based on Audited Financial Figures.

**First Hawaiian Bank
Holding Company and Subsidiaries
Consolidated Statements of Financial Condition
December 31, 2021 and 2020
(in thousands)**

	2021	2020
Assets		
Cash and Due from Banks	\$ 246,716	\$ 303,373
Interest-Bearing Deposits in Other Banks	1,011,753	737,571
Investment Securities	8,428,032	6,071,415
Loans and Leases	12,962,537	13,290,676
Less Allowance for Credit Losses	(157,262)	(208,454)
Net Loans and Leases	12,805,275	13,082,222
Premises and Equipment, Net	318,448	322,401
Other Real Estate Owned and Repossessed Personal Property	175	-
Accrued Interest Receivable	63,158	69,626
Bank-Owned Life Insurance	471,819	466,537
Goodwill	995,492	995,492
Mortgage Servicing Rights	8,302	10,731
Other Assets	643,240	603,463
Total Assets	\$ 24,992,410	\$ 22,662,831
Liabilities and Stockholders' Equity		
Deposits		
Interest-Bearing	\$ 12,422,283	\$ 11,705,609
Noninterest-Bearing	9,393,863	7,522,114
Total Deposits	21,816,146	19,227,723
Long-Term Borrowings	-	200,010
Retirement Benefits Payable	134,491	143,373
Other Liabilities	384,861	347,621
Total Liabilities	22,335,498	19,918,727
Stockholders' Equity		
Common Stock	1,406	1,402
Additional Paid-In Capital	2,527,663	2,514,014
Retained Earnings	604,534	473,974
Accumulated other Comprehensive Loss, Net	(121,693)	31,604
Treasury Stock	(354,998)	(276,890)
Total Stockholders' Equity	2,656,912	2,744,104
Total Liabilities and Stockholders' Equity	\$ 24,992,410	\$ 22,662,831

Note: Based on Audited Financial Figures.

BANK PACIFIC, LTD.
Saipan Branch
Statements of Financial Condition
June 30, 2021 and 2020
(in thousands)

	2021	2020
Assets		
Cash and Due from Banks	\$ 643	\$ 218
Loans, Net	8,475	4,856
Accrued Interest Receivable	49	47
Due from Other Branches	1,849	4,434
Foreclosed Real Estate, Net	38	112
Premises and Equipment, Net	56	75
Total Assets	\$ 11,110	\$ 9,742
Liabilities and Equity		
Deposits	\$ 11,031	\$ 9,651
Accrued Expenses and Other Liabilities	24	42
Total Liabilities	11,055	9,693
Home Office Equity	55	49
Total Liabilities and Equity	\$ 11,110	\$ 9,742

Note: Based on Audited Financial Figures.

BANK PACIFIC, LTD.
Holding Corporation and Subsidiaries
Consolidated Statements of Financial Condition
June 30, 2021 and 2020
(in thousands)

	2021	2020
Assets		
Cash and Due from Banks	\$ 3,613	\$ 3,564
Interest-Bearing Deposits in Banks	63,262	29,809
Cash and Cash Equivalents	66,875	33,373
Investment Securities	51	1,065
Federal Home Loan Bank Stock, at Cost	343	297
Loans, Net	111,974	124,968
Accrued Interest Receivable	327	466
Real Estate Held for Investment	298	436
Foreclosed Real Estate, Net	38	112
Mortgage Servicing Rights, Net	1,063	1,035
Deferred Tax Assets	193	93
Other Assets	1,326	1,264
Premises and Equipment, Net	5,307	5,496
Total Assets	\$ 187,796	\$ 168,605
Liabilities and Stockholders' Equity		
Liabilities:		
Deposits	\$ 167,226	\$ 148,653
Guam Income Tax Payable	143	89
Accrued Expenses and Other Liabilities	2,497	2,482
Total Liabilities	169,866	151,224
Stockholders' Equity:		
Common Stock, \$1 Par Value, 1,000,000 Shares		
Authorized	640	640
Additional Paid-in Capital	525	525
Retained Earnings	17,121	16,572
Common Stock in Treasury, at Cost (45,866 Shares)	(356)	(356)
Total Stockholders' Equity	17,930	17,381
Total Liabilities and Stockholders' Equity	\$ 187,796	\$ 168,605

Note: Based on Audited Financial Figures.



David M. Apatang, Governor
Dennis James C. Mendiola, Lt. Governor

Department of Commerce
Office of the Director of Banking
COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS
12054 Pohnpei Way, Capitol Hill
P.O. Box 5795 CHR, Saipan, MP 96950
Tel: (670) 664-3077 •
Email: info@commerce.gov.mp
Web: www.commerce.gov.mp



Remedio C. Mafnas, Secretary

Remittances Annual Report
Reporting Period: 2018 - 2022

I. OVERVIEW

Remittances represent funds transmitted by workers in the Commonwealth of the Northern Mariana Islands (CNMI) to family members and dependents abroad through licensed money transmitters under Title 4 CMC Division 6. These transfers form a major channel of financial outflow, reflecting the CNMI’s labor composition and household spending behavior.

Between 2018 and 2022, total remittances out of the CNMI reached \$535.84 million, indicating a consistent pattern of capital outflow despite economic disruptions caused by Typhoon Yutu (2018) and the COVID-19 pandemic (2020–2021).

II. ANNUAL REMITTANCE FLOW SUMMARY

Year	Q1	Q2	Q3	Q4	Annual	% Change
2018	\$19.79M	\$22.54M	\$27.11M	\$25.55M	\$94.98M	-1.90%
2019	\$24.43M	\$23.82M	\$24.98M	\$23.53M	\$97.76M	1.87%
2020	\$21.08M	\$20.85M	\$28.69M	\$29.66M	\$100.28M	3.64%
2021	\$28.30M	\$35.76M	\$31.18M	\$31.46M	\$126.69M	26.34%
2022	\$30.91M	\$30.47M	\$28.75M	\$27.00M	\$117.13M	-7.54%
Total Cash Outflow					\$535.84M	

III. TREND ANALYSIS

- Pre-COVID Stability (2018–2019): Remittance outflows during this period averaged around \$96 million annually. Employment in tourism, construction, and services supported steady income levels among both resident and foreign workers. Despite Typhoon Yutu’s effects in late 2018, remittance levels remained stable, showing that the obligation to support families abroad continued even amid local disruptions.
- COVID-19 Shock and Worker Commitment (2020): When the pandemic caused major shutdowns and job reductions, remittances rose slightly to \$100.28 million. This increase reflects that sending money home was a non-negotiable household duty. Even as local spending contracted, workers continued prioritizing family obligations abroad, highlighting the resilience and social importance of remittances to overseas households.

3. Peak Recovery (2021): As economic activity resumed, total remittances jumped 26.34% to \$126.69 million, the highest in five years. This surge indicates a “catch-up” phase, as families compensated for reduced support during lockdown periods. The increase also mirrors the gradual restoration of tourism and employment, leading to improved earnings and liquidity in the workforce.
4. Market Adjustment (2022): Remittance volume eased to \$117.13 million, reflecting a stabilization phase rather than a downturn. GDP growth during 2022 (+16.7%) confirmed broader recovery, while remittance levels remained historically high. This suggests that remittance patterns are structural and not merely tied to temporary economic shocks.

IV. OBSERVATIONS AND INSIGHTS

1. Resilient Household Behavior: Remittances remained consistently high across all five years, proving to be income-inelastic. Workers continued to remit even during times of reduced income or uncertainty.
2. Labor Force Composition: The CNMI’s reliance on non-resident contract workers creates a consistent outward flow of earnings. These workers routinely send fixed portions of their wages to dependents overseas.
3. Limited Local Circulation: Funds sent abroad bypass local businesses, utilities, and service providers. This reduces the domestic spending multiplier and slows recovery in retail and consumption-based sectors.
4. Foreign Exchange and Transfer Costs: The per-transaction fees and FX charges incurred on remittances further reduce the amount of money retained in the CNMI economy.
5. Post-Pandemic Continuity: Even as tourism and employment rebounded, the persistence of high outflows into 2022 indicates that remittance behavior has become a permanent economic feature, influenced by household priorities rather than short-term trends.

V. ECONOMIC INTERPRETATION

Over the five-year span, remittance activity in the CNMI reflects a stable yet outward-oriented cash flow pattern. The total of \$535.84 million transferred abroad underscores both the earning capacity of the workforce and the limited retention of liquidity within the islands.

While the pandemic temporarily affected earnings, remittance behavior proved resilient. The strong rebound in 2021 and sustained high levels in 2022 highlight a dependable remittance stream that supports overseas households but constrains domestic consumption growth.

VI. CONCLUSION

From 2018 through 2022, remittances in the CNMI have remained a significant economic outflow, averaging over \$107 million per year. Despite global disruptions,

workers maintained consistent support to families overseas, confirming remittance payments as a core component of CNMI's financial structure.

This trend illustrates both the strength of household financial responsibility and the economic reality of a workforce heavily composed of non-resident labor. The data collectively show that remittance flows are resilient, predictable, and closely tied to employment levels, with long-term implications for local economic circulation and spending capacity.



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Department of Commerce
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COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS
12054 Pohnpei Way, Capitol Hill
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Email: info@commerce.gov.mp
Web: www.commerce.gov.mp



Remedio C. Mafnas, Secretary

FOREIGN EXCHANGE REPORT
Reporting Period: 2018 – 2022

I. INTRODUCTION

Pursuant to 4 CMC Division 6, the Banking Division regulates all licensed foreign currency exchange (FX) entities operating within the CNMI. Each entity is required to submit quarterly reports reflecting total currency conversions and related activities. This Annual Report consolidates five years of submissions (2018-2022) for supervisory reference, trend monitoring, and policy evaluation.

This report also aligns with NMIAC Title 20-20.1 (Foreign Currency Exchange Rules and Regulations), which authorizes the Division to collect, verify, and analyze FX transactional data from all registered operators.

II. TOTAL FOREIGN EXCHANGE TRANSACTIONS (in USD)

YEAR	Q1	Q2	Q3	Q4	Total	% of Change from Previous Year
2018	\$ 2,315,747.00	\$ 1,696,443.00	\$ 585,680.00	\$ 267,590.00	\$ 4,865,460.00	-
2019	\$ (29,417.67)	\$ 80,958.53	\$ 235,630.81	\$ 10,354.00	\$ 297,525.67	-94%
2020	\$ 93,221.48	\$ 121.95	\$ -	\$ -	\$ 93,343.43	-69%
2021	\$ 121.95	\$ 121.95	\$ 209.06	\$ 219.76	\$ 672.72	-99%
2022	\$ 317.71	\$ 287.75	\$ 3,651.28	\$ 5,554.20	\$ 9,810.94	1358%

III. FIVE-YEAR PERFORMANCE SUMMARY

2018 – Highest recorded activity

The total foreign currency exchange volume reached \$4.86 million, dominated by hotel-based exchange counters and casino-related transactions. Primary contributors included the Imperial Pacific Internation (CNMI) LLC, Hyatt Regency Saipan, Grandvrio Resort, Fiesta Resort, and Kanoa Resort. This year reflected robust pre-pandemic and pre-typhoon economic conditions.

2019 – Contraction Phase

Activity dropped drastically to \$297,525.67, a 94% decline. This collapse was strongly influenced by the aftermath of Super Typhoon Yutu, which struck the CNMI in late October 2019 and caused extensive damage to Saipan and Tinian’s major hotels and resorts. Many licensed FX operators temporarily closed or operated at reduced capacity due to infrastructure damage, power loss, and decreased tourist arrivals. The Imperial Pacific account also recorded a negative adjustment (-\$7,322.00), reflecting financial reversals and business disruption.

2020-2021 COVID-19 Pandemic Disruption

Foreign exchange activity continued to deteriorate during the global pandemic, as borders closed and tourism ceased. Total volumes declined from \$93,343 in 2020 to \$673 in 2021, marking the lowest levels ever recorded. Nearly all licensed FX operators reported “No Activity” during these years, consistent with government emergency directives and international travel restrictions.

2022 Gradual Post-Pandemic Rebound

Partial recovery occurred with the reopening of international borders. FX activity rose to \$9,810.94, driven by limited hotel-based exchanges such as Kensington Hotel, Grandvrio, and Hyatt Regency. However, transactions remain more than 98% below 2018 levels, underscoring a slow and uneven recovery from both Typhoon Yutu and the COVID-19 crisis.

IV. REGULATORY FINDINGS AND ACTIONS

1. Reporting Compliance: Several quarters from 2020-2021 reflect “No Report” or zero activity. The Division will verify whether these represent verified business suspensions, late filings, or closures under Typhoon Yutu recovery and COVID-19 restrictions.
2. License Verification: All reported FX activity must correspond with a valid license under NMIAC Title 20-20.1. Entities reporting transactions without a valid license period will be reviewed for administrative compliance.
3. Disaster and Emergency Impacts: The Banking Division recognizes Super Typhoon Yutu (2018) and COVID-19 (2020-2021) as major external shocks affecting reporting continuity, financial performance, and liquidity of FX operators. These events will be noted in the Division’s historical performance log for long-term economic analysis and audit tracking.

V. ANALYSIS AND CONCLUSION

The five-year trend (2018-2022) illustrates the CNMI’s economic sensitivity to catastrophic events. The sharp contraction following Super Typhoon Yutu disrupted the

tourism-dependent FX sector, while the subsequent COVID-19 pandemic nearly erased all foreign exchange transactions for two consecutive years.

Although 2022 shows modest recovery as travel reopened, the sector has yet to regain pre-Yutu and pre-pandemic stability. This dual-impact period highlights the necessity for:

- Strengthened business continuity planning among licensees,
- Improved data submission timelines even during disasters, and
- Enhanced coordination between the Banking Division, hotel operators, and tourism agencies for economic resilience tracking.

The Division will continue to monitor quarterly filings, verify reactivation of suspended licenses, and uphold compliance with 4 CMC Division 6 to ensure accuracy, stability, and public confidence in CNMI's financial reporting framework.