

Commonwealth of the Northern Mariana Islands (CNMI)

Director of Banking 2022 Annual Report



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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 2022 Annual Report of the Director of Banking.

This report contains 2022 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)
2022	6	1,015.5	(92)	271.9	3

CONSOLIDATED FIGURES OF RETAIL BANKS										
FROM 2013 TO 2022										
(IN MILLIONS)										
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Deposits:										
Demand	227.5	259.1	334.6	411.1	429.9	461.8	413.8	477.0	650.4	572.8
Regular Savings	227.4	253.7	270.9	311	347.5	323.3	309.8	323.3	322.8	315.3
Time Certificates of Deposit	128.4	120.1	108.8	145.7	151	127.9	154.8	108.2	134.3	127.4
Total	583.3	632.9	714.3	867.8	928.4	913.0	878.4	908.5	1,107.5	1,015.5
Loans:										
Government						0.0	0.0	24.7	23.7	22.7
Consumer	64	81	104	125	140	150.7	156.1	147.4	135.5	136.1
Real Estate	46	42	38	34	30	27.6	25.4	24.1	25.1	25.1
Commercial	41	41	41	40	41	58.6	88.1	95.8	84.9	88.0
Non-Local Real Estate										
Total	151.0	164.0	183.0	199.0	211.0	236.9	269.6	292.0	269.2	271.9
Loan to Deposit Ratio	25.9%	25.9%	25.6%	22.9%	22.7%	25.9%	30.7%	32.1%	24.3%	26.8%
Interest Received from Loans	9.3	9.3	9.9	11.1	11.5	12.4	12.6	14.1	13.5	13.3
Interest Paid on all Deposit Accounts	1.4	1.2	936	914	1.1	1.4	1.7	1.3	0.6	0.4

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

**CONSOLIDATED STATEMENTS OF CONDITION OF RETAIL BANKS
COMPARISON FROM 2013 - 2022
(IN THOUSANDS)**

Assets	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Cash and Due from Banks	9,564	11,332	11,303	12,568	20,364	21,045	20,170	18,711	19,491	18,450
Securities:										
U.S. Treasury	804	853	905	2,025	5,235	4,223	2,207	2,270	225	1,785
U.S. Government Agencies	-	-	-	-	-	-	-	-	-	-
Other	6,900	12,082	15,870	358	444	2,786	1,367	240	1,053	3,400
Total Securities	7,704	12,935	16,775	2,383	5,679	7,009	3,574	2,510	1,278	5,185
Balances with Other Banks	1,509	1,939	3,747	14,939	17,462	13,033	10,400	5,709	12,521	6,495
Loans:										
Government	-	-	-	-	-	-	-	24,693	23,743	22,735
Consumer	64,029	80,577	103,738	124,716	139,573	150,735	159,326	147,414	135,494	136,115
Real Estate	46,644	42,885	38,581	34,516	30,261	27,593	24,585	24,611	25,094	25,056
Commercial	41,231	41,402	40,795	40,434	41,201	58,581	88,116	95,813	84,886	87,969
Non-Local Real Estate	-	-	-	-	-	-	-	-	-	-
Reserve for Loan Losses	-	-	-	-	-	(1,056)	(1,563)	(3,285)	(3,909)	(3,694)
Total Loans	151,904	164,864	183,114	199,666	211,035	235,853	270,464	289,246	265,308	268,181
Premises and Equipment	3,199	3,084	3,782	3,548	3,434	3,236	3,522	3,783	6,468	6,277
Other Real Estate Owned	385	986	1,957	1,909	1,909	1,896	1,881	1,873	1,799	1,761
Due from Banks:										
Head Office or Branches	421,488	450,082	502,776	642,818	682,800	639,408	573,350	595,927	809,878	719,874
Other	-	-	420	408	277	272	212	197	83	63
Provision for Losses/Unearned Discount	(7,072)	(6,566)	(2,912)	(4,227)	(3,578)	(3,123)	(3,441)	(4,395)	(4,431)	(4,230)
Other Assets	2,459	2,450	2,360	2,362	2,578	3,678	3,941	5,221	4,307	4,374
Total Assets	591,140	641,106	723,322	876,374	941,960	922,307	884,073	918,782	1,116,702	1,026,430
Liabilities & Stockholder's Equity										
Deposits:										
Demand - Gov't. & Agencies	39,132	45,914	40,992	64,241	68,185	102,711	70,119	142,692	277,460	235,255
Demand - Other	188,414	212,935	293,618	346,670	361,636	359,107	344,409	334,325	372,961	337,589
Savings - Gov't. & Agencies	26,251	28,265	36,430	55,773	65,008	58,362	46,484	41,402	36,881	36,434
Savings - Other	201,128	225,440	234,506	255,258	282,501	264,969	258,123	281,942	285,918	278,839
TCD - Gov't. & Agencies	31,950	41,326	32,582	63,208	57,743	30,352	26,716	20,572	63,941	64,475
TCD - Other	96,417	78,869	76,181	82,495	93,235	97,399	127,400	87,582	70,323	62,954
Cashier's Checks, BEC & PMO	32	222	23	156	78	106	23	80	268	1,540
Total Deposits	583,324	632,971	714,332	867,801	928,386	913,006	873,274	908,595	1,107,752	1,017,086
Due to Other Banks:										
Head Office or Branches	-	17	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Liabilities on Acceptances Executed & Outstanding	158	-	-	-	-	-	-	-	-	-
Accrued Interest Payable & Other Liabilities	485	799	1,399	564	5,301	1,198	2,392	2,016	1,729	2,119
Total Liabilities	643	816	1,399	564	5,301	1,198	2,392	2,016	1,729	2,119
Capital Stock	5,802	5,820	6,012	5,821	5,223	4,622	4,485	4,485	4,485	4,485
Capital Surplus	4,898	4,934	4,769	5,061	5,382	5,507	6,085	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	(971)	(879)	(634)	(317)	224	530	393	157	(793)	(789)
Convertible Subordinated Debts	-	-	-	-	-	-	-	-	-	-
Total Stockholders' Equity	7,173	7,319	7,591	8,009	8,273	8,103	8,407	8,171	7,221	7,225
Total Liabilities & Stockholders' Equity	591,140	641,106	723,322	876,374	941,960	922,307	884,073	918,782	1,116,702	1,026,430
Interest Received from Borrowers	9,369	9,335	9,945	11,069	11,450	8,217	14,320	14,087	13,456	13,343
Interest Paid to Depositors	1,429	1,233	936	914	1,070	1,051	1,864	1,279	595	376

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

2022 QUARTERLY REPORTS OF RETAIL BANKS				
(IN THOUSANDS)				
	1ST QTR	2ND QTR	3RD QTR	4TH QTR
Deposits:				
Demand - Gov't & Agencies	193,192	211,794	217,405	235,255
Demand - Other	372,271	376,054	362,952	337,589
Total Demand	565,463	587,848	580,357	572,844
Savings - Gov't & Agencies	37,551	37,627	38,173	36,434
Savings - Other	283,841	293,812	280,158	278,839
Total Savings	321,392	331,439	318,331	315,273
TCD - Gov't & Agencies	99,097	64,765	65,853	64,475
TCD - Other	67,571	62,035	62,225	62,954
Total TCD's	166,668	126,800	128,078	127,429
Total Deposits	1,053,523	1,046,087	1,026,766	1,015,546
Loans:				
Government	-	23,265	23,000	22,735
Consumer	134,952	143,072	135,007	136,115
Real Estate	25,145	25,797	25,372	25,056
Commercial	108,314	85,558	85,817	87,969
Non-Local Real Estate	-	-	-	-
Total Loans	268,411	277,692	269,196	271,875
Loan to Deposit Ratio	25.5%	26.5%	26.2%	26.8%
Interest Income	3,450	6,540	9,976	13,343
Interest Expense	131	196	253	376

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

CONSOLIDATED STATEMENTS OF CONDITION OF FOREIGN BANKS
COMPARISON FROM 2013 - 2022
(IN THOUSANDS)

Assets	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Cash and Due from Banks	6,459	6,714	5,273	5,456	6,903	7,590	7,580	9,937	10,128	8,719
Loans:										
Government	-	-	-	-	-	-	-	24,693	23,743	22,735
Consumer	53,352	68,658	90,891	110,421	125,587	137,651	144,672	135,350	124,884	125,790
Real Estate	46,615	42,871	38,581	34,516	30,261	27,593	24,585	24,611	25,094	25,056
Commercial	36,660	36,930	37,865	36,958	36,884	48,846	77,171	85,782	76,097	78,353
Non-Local Real Estate	-	-	-	-	-	-	-	-	-	-
Reserve for Loan Losses	-	-	-	-	-	(1,056)	(1,563)	(3,285)	(3,909)	(3,694)
Total Loans	136,627	148,459	167,337	181,895	192,732	213,034	244,865	267,151	245,909	248,240
Premises and Equipment	2,875	2,828	3,243	3,051	2,871	2,643	2,788	2,880	3,487	3,044
Other Real Estate Owned	228	267	145	148	148	135	120	112	38	-
Due from Banks:										
Head Office or Branches	421,488	450,082	502,776	642,818	682,800	639,408	573,350	595,927	809,878	719,874
Other	-	-	-	-	-	-	-	-	-	-
Provision for Losses/Unearned Discount	(5,431)	(5,001)	(2,032)	(2,680)	(2,720)	(2,205)	(2,372)	(3,203)	(3,216)	(3,009)
Other assets	1,259	1,417	1,616	1,748	1,991	3,095	3,283	3,450	3,654	3,985
Total Assets	563,505	604,766	678,358	832,436	884,725	863,700	829,614	876,254	1,069,878	980,853
Liabilities and Stockholders' Equity										
Deposits:										
Demand - Gov't. & Agencies	39,132	45,914	40,992	64,241	68,185	102,711	70,119	142,692	277,460	235,255
Demand - Other	179,768	197,738	269,362	326,018	331,290	327,358	315,787	318,080	355,096	319,249
Savings - Gov't. & Agencies	24,465	26,976	35,538	55,773	65,008	58,362	46,484	41,402	36,881	36,434
Savings - Other	196,787	219,654	229,442	248,064	273,356	256,256	250,005	273,896	275,268	269,732
TCD - Gov't. & Agencies	31,950	41,326	32,582	63,208	57,743	30,352	26,716	20,572	63,941	64,475
TCD - Other	90,956	72,734	69,404	74,839	84,504	87,872	118,496	78,017	59,786	54,341
Total Deposits	563,058	604,342	677,320	832,143	880,086	862,911	827,607	874,659	1,068,432	979,486
Due to Other Banks:										
Head Office or Branches	-	17	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Accrued Interest Payable & Other Liabilities	368	358	1,018	268	4,619	827	1,985	1,577	1,303	1,306
Total Liabilities	368	375	1,018	268	4,619	827	1,985	1,577	1,303	1,306
Capital Stock	-	-	-	-	-	-	-	-	-	-
Capital Surplus	-	-	-	-	-	-	-	-	-	-
Undivided Profits	79	49	20	25	20	(38)	22	18	143	61
Total Stockholders' Equity	79	49	20	25	20	(38)	22	18	143	61
Total Liabilities & Stockholders' Equity	563,505	604,766	678,358	832,436	884,725	863,700	829,614	876,254	1,069,878	980,853
Interest Received from Borrowers	8,678	8,662	9,262	10,295	10,702	7,401	13,365	13,681	13,118	12,761
Interest Paid to Depositors	1,364	1,168	810	831	976	936	1,768	1,206	545	297

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

CONSOLIDATED STATEMENTS OF CONDITION OF COMMONWEALTH BANKS
COMPARISON FROM 2013 - 2022
(IN THOUSANDS)

Assets	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Cash and Due from Banks	3,105	4,618	6,030	7,112	13,461	13,455	12,590	8,774	9,363	9,731
Securities:										
U.S. Treasury	804	853	905	2,025	5,235	4,223	2,207	2,270	225	1,785
U.S. Government Agencies	-	-	-	-	-	-	-	-	-	-
Other	6,900	12,082	15,870	358	444	2,786	1,367	240	1,053	3,400
Total Securities	9,213	14,874	20,522	17,322	23,141	7,009	3,574	2,510	1,278	5,185
Balances with Other Banks	1,509	1,939	3,747	14,939	17,462	13,033	10,400	5,709	12,521	6,495
Loans:										
Government						-	-	-	-	-
Consumer	10,677	11,919	12,847	14,295	13,986	13,084	14,654	12,064	10,610	10,325
Real Estate	29	14	-	-	-	-	-	-	-	-
Commercial	4,571	4,472	2,930	3,476	4,317	9,735	10,945	10,031	8,789	9,616
Non-Local Real Estate	-	-	420	408	277	-	-	-	-	-
Total Loans	15,277	16,405	16,197	18,179	18,580	22,819	25,599	22,095	19,399	19,941
Premises and Equipment	324	256	539	497	563	593	734	903	2,981	3,233
Other Real Estate Owned	157	719	1,812	1,761	1,761	1,761	1,761	1,761	1,761	1,761
Due from Banks:										
Head Office or Branches	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	272	212	197	83	63
Provision for Losses/Unearned Discount	(1,641)	(1,565)	(880)	(1,547)	(858)	(918)	(1,069)	(1,192)	(1,215)	(1,221)
Other Assets	1,200	1,033	744	614	587	583	658	1,771	653	389
Total Assets	27,635	36,340	44,964	43,938	57,235	58,607	54,459	42,528	46,824	45,577
Liabilities & Stockholder's Equity										
Deposits:										
Demand - Gov't. & Agencies	-	-	-	-	-	-	-	-	-	-
Demand - Other	8,646	15,197	24,256	20,652	30,346	31,749	28,622	16,245	17,865	18,340
Savings - Gov't. & Agencies	1,786	1,289	892	-	-	-	-	-	-	-
Savings - Other	4,341	5,786	5,064	7,194	9,145	8,713	8,118	8,046	10,650	9,107
TCD - Gov't. & Agencies	-	-	-	-	-	-	-	-	-	-
TCD - Other	5,461	6,135	6,777	7,656	8,731	9,527	8,904	9,565	10,537	8,613
Cashier's Checks, BEC & PMO	32	222	23	156	78	106	23	80	268	1,540
Total Deposits	20,266	28,629	37,012	35,658	48,300	50,095	45,667	33,936	39,320	37,600
Accrued Interest Payable & Other Liabilities	275	441	381	296	682	371	407	439	426	813
Total Liabilities	20,541	29,070	37,393	35,954	48,982	50,466	46,074	34,375	39,746	38,413
Capital Stock	5,802	5,820	6,012	5,821	5,223	4,622	4,485	4,485	4,485	4,485
Capital Surplus	4,898	4,934	4,769	5,061	5,382	5,507	6,085	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	(1,050)	(928)	(654)	(342)	204	568	371	139	(936)	(850)
Total Stockholders' Equity	7,094	7,270	7,571	7,984	8,253	8,141	8,385	8,153	7,078	7,164
Total Liabilities & Stockholders' Equity	27,635	36,340	44,964	43,938	57,235	58,607	54,459	42,528	46,824	45,577
Interest Received from Borrowers	691	673	683	774	748	816	955	406	338	582
Interest Paid to Depositors	65	65	126	83	94	115	96	73	50	79

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

THE BANK OF SAIPAN, INC.
Statements of Financial Condition
December 31, 2022 and 2021
(in thousands)

	2022	2021
Assets		
Cash and Due from Banks	\$ 7,913	\$ 12,094
Interest Bearing Deposit with Banks	3,400	-
Securities Held to Maturity	1,561	1,054
Loans Receivable, Net	11,516	11,021
Foreclosed Real Estate	8	8
Accrued Interest Receivable	49	3
Premises and Equipment, Net	2,692	2,917
Right of Use Asset	2,089	-
Other Assets	51	313
	Total Assets	Total Assets
	\$ 29,278	\$ 27,410
 Liabilities and Stockholders' Equity		
Liabilities:		
Demand Deposits	\$ 12,651	\$ 10,311
Savings Deposits	5,315	6,272
Time Deposits	3,483	5,574
Total Deposits	21,450	22,158
Accrued Interest Payable	54	45
Accounts Payable and Other Accrued Expenses	1,585	184
Lease Liabilities	2,127	-
Total Liabilities	25,216	22,386
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	(1,981)	(1,019)
	6,618	7,580
Treasury Stock, at Cost (175,176 Shares)	(2,556)	(2,556)
Total Stockholders' Equity	4,062	5,024
Total Liabilities and Stockholders' Equity	\$ 29,278	\$ 27,410

Note: Based on Audited Financial Figures.

CITY TRUST BANK, INC.
Statements of Financial Condition
December 31, 2022 and 2021
(in thousands)

	2022	2021
Assets		
Cash and Due from Banks	\$ 6,433	\$ 7,345
Interest Bearing Deposits with Banks	1,595	2,142
Debt Securities Held to Maturity	224	225
Loans, Net	7,370	7,446
Accrued Interest Receivable	20	20
Premises and Equipment, Net	73	103
Prepaid Expenses	5	7
Advances to Affiliates	63	83
Foreclosed Assets	1,753	1,753
Deferred Tax Asset, Net	62	55
Other Assets	84	83
Right-of-Use-Asset, Net	366	-
Total Assets	\$ 18,050	\$ 19,262
Liabilities and Shareholders' Equity		
Liabilities		
Deposits:		
Noninterest Bearing	\$ 6,052	\$ 7,517
Interest Bearing	8,922	9,342
Total Deposits	14,974	16,859
Accrued Expenses and Other Liabilities	418	184
Unearned Loan Fees	109	124
Secured Borrowings	53	70
Operating Lease Obligation, Current	77	-
Operating Lease Obligation, Non-Current	289	-
Total Liabilities	15,920	17,238
Shareholders' Equity		
Common Stock, \$1 Par Value, 3,500,000 Shares		
Authorized	3,500	3,500
Retained Earnings	159	53
Treasury Stock, at Cost	(1,529)	(1,529)
Total Stockholders' Equity	2,130	2,024
Total Liabilities and Shareholders' Equity	\$ 18,050	\$ 19,262

Note: Based on Audited Financial Figures.

**Bank of Hawaii
Saipan Branch
Statements of Financial Condition
December 31, 2022 and 2021
(in thousands)**

	2022	2021
Assets		
Cash	\$ 2,170	\$ 3,879
Loans , Net of Unearned Income	50,643	43,847
Allowance for Credit Losses	(1,474)	(1,685)
Net Loans	49,169	42,162
Premises and Equipment, Net	375	449
Operating Lease Right-of-Use Assets	326	366
Accrued Interest Receivable	117	108
Due from Head Office	126,838	142,424
Other Assets	1,640	1,216
Total Assets	\$ 180,635	\$ 190,604
Liabilities		
Deposits:		
Non-Interest-Bearing Demand	\$ 82,843	\$ 86,784
Interest-Bearing Demand	32,828	32,349
Savings	58,562	60,625
Time	6,040	10,448
Total Deposits	180,273	190,206
Operating Lease Liabilities	326	366
Accrued Interest Payable	11	8
Other Liabilities	25	24
Total liabilities	\$ 180,635	\$ 190,604

Note: Based on Audited Financial Figures.

Bank of Hawaii
Corporation and Subsidiaries
Consolidated Statements of Financial Condition
December 31, 2022 and 2021
(in thousands)

	2022	2021
Assets		
Interest-Bearing Deposits in Other Banks	\$ 3,724	\$ 2,571
Funds Sold	81,364	361,536
Investment Securities	8,258,962	8,970,836
Loans Held for Sale	1,035	26,746
Loans and Leases	13,646,420	12,259,076
Allowance for Credit Losses	(144,439)	(157,821)
Net Loans	13,501,981	12,101,255
Total Earning Assets	21,847,066	21,462,944
Cash and Due from Banks	316,679	196,327
Premises and Equipment, Net	206,777	199,393
Operating Lease Right-of-Use Assets	92,307	95,621
Accrued Interest Receivable	61,002	45,242
Foreclosed Real Estate	1,040	2,332
Mortgage Servicing Rights	22,619	22,251
Goodwill	31,517	31,517
Bank-Owned Life Insurance	453,882	344,587
Other Assets	573,988	384,727
Total Assets	\$ 23,606,877	\$ 22,784,941
Liabilities and Shareholders' Equity		
Deposits	\$ 20,615,696	\$ 20,360,108
Securities Sold Under Agreements to Repurchase	725,490	450,490
Operating Lease Liabilities	100,526	103,210
Retirement Benefits Payable	26,991	38,494
Accrued Interest Payable	9,698	2,499
Taxes Payable	7,104	11,901
Other Liabilities	394,083	196,237
Other Debt	410,294	10,391
Total Liabilities	22,289,882	21,173,330
Shareholders' Equity		
Preferred Stock	180,000	180,000
Common Stock	582	581
Capital Surplus	620,578	602,508
Accumulated Other Comprehensive Loss	(434,658)	(66,382)
Retained Earnings	2,055,912	1,950,375
Treasury Stock, at Cost	(1,105,419)	(1,055,471)
Total Shareholders' Equity	1,316,995	1,611,611
Total Liabilities and Shareholders' Equity	\$ 23,606,877	\$ 22,784,941

Note: Based on Audited Financial Figures.

**Bank of Guam
CNMI Branches
Statements of Financial Condition
December 31, 2022 and 2021
(in thousands)**

	2022	2021
Assets		
Cash and Due from Banks	\$ 4,901	\$ 4,541
Loans, Net of Allowance for Loan Losses	133,016	131,298
Premises and Equipment, Net	2,281	2,458
Accrued Interest Receivable	262	258
Other Assets	1,442	1,758
Due from Home Office or Holdings	319,515	390,144
Total Assets	\$ 461,416	\$ 530,456
Liabilities		
Deposits		
Non-Interest Bearing	191,178	241,763
Interest-Bearing	269,526	287,986
Total Deposits	460,705	529,749
Accrued Interest Payable	2	7
Other Liabilities	710	701
Total Liabilities	\$ 461,416	\$ 530,456

Note: Based on Audited Financial Figures.

Bank of Guam
Holding Company and Subsidiaries
Consolidated Statements of Financial Condition
December 31, 2022 and 2021
(in thousands)

	2022	2021
Assets		
Cash and Due from Banks	\$ 31,152	\$ 36,660
Interest-Bearing Deposits in Banks	160,789	520,743
Total Cash and Cash Equivalents	191,941	557,403
Restricted Cash	150	150
Investment Securities	820,573	811,660
Federal Home Loan Bank Stock, at Cost	3,318	2,814
Loans, Net	1,379,613	1,283,690
Accrued Interest Receivable	7,613	6,715
Premises and Equipment, Net	19,396	20,802
Goodwill	13,014	13,014
Intangible Assets	9,980	10,720
Other Assets	116,526	84,620
Total Assets	\$ 2,562,124	\$ 2,791,588
Liabilities and Stockholders' Equity		
Deposits:		
Non-Interest Bearing	\$ 850,480	\$ 981,537
Interest bearing	1,497,217	1,551,694
Total Deposits	2,347,697	2,533,231
Accrued Interest Payable	30	46
Subordinated Debt, Net	34,469	34,400
Other Liabilities	47,475	43,162
Total Liabilities	2,429,671	2,610,839
Stockholders' Equity		
Common Stock	2,034	2,033
Preferred Stock	980	980
Additional Paid-In Capital, Common Stock	24,989	24,910
Additional Paid-In Capital, Preferred Stock	8,803	8,803
Retained Earnings	168,193	153,740
Accumulated Other Comprehensive Loss	(70,408)	(16,721)
Non-Controlling Interest	7,220	7,294
Common Stock in Treasury, at Cost	(9,358)	(290)
Total Stockholders' Equity	132,453	180,749
Total Liabilities and Stockholders' Equity	\$ 2,562,124	\$ 2,791,588

Note: Based on Audited Financial Figures.

First Hawaiian Bank
CNMI Branches
Statements of Financial Condition
December 31, 2022 and 2021
(in thousands)

	2022	2021
Assets		
Cash	\$ 1,348	\$ 1,576
Loans:		
Consumer	43,671	49,777
Commercial	4,814	4,022
Real Estate	8,175	8,109
Total Loans	56,660	61,908
Less Allowance for Credit Losses	(2,140)	(2,363)
Net Loans	54,520	59,545
Premises and Equipment, Net	381	429
Accrued Interest Receivable	209	206
Other Assets	953	1,119
Total Assets	\$ 57,411	\$ 62,875
Liabilities		
Deposits:		
Interest-Bearing	\$ 168,090	\$ 156,956
Noninterest-Bearing	171,092	181,348
Total Deposits	339,182	338,304
Accrued Interest Payable	61	129
Other Liabilities	1,204	1,173
Total Liabilities	340,447	339,606
Due from Head Office	(283,036)	(276,731)
Total Liabilities and Due from Head Office	\$ 57,411	\$ 62,875

Note: Based on Audited Financial Figures.

First Hawaiian Bank
Holding Company and Subsidiaries
Consolidated Statements of Financial Condition
December 31, 2022 and 2021
(in thousands)

	2022	2021
Assets		
Cash and Due from Banks	\$ 297,502	\$ 246,716
Interest-Bearing Deposits in Other Banks	229,122	1,011,753
Investment Securities	7,471,772	8,428,032
Loans and Leases	14,092,012	12,962,537
Less Allowance for Credit Losses	(143,900)	(157,262)
Net Loans and Leases	13,948,112	12,805,275
Premises and Equipment, Net	280,355	318,448
Other Real Estate Owned and Repossessed Personal Property	91	175
Accrued Interest Receivable	78,194	63,158
Bank-Owned Life Insurance	473,067	471,819
Goodwill	995,492	995,492
Mortgage Servicing Rights	6,562	8,302
Other Assets	796,954	643,240
Total Assets	24,577,223	\$ 24,992,410
Liabilities and Stockholders' Equity		
Deposits:		
Interest-Bearing	\$ 12,824,383	\$ 12,422,283
Noninterest-Bearing	8,864,646	9,393,863
Total Deposits	21,689,029	21,816,146
Short-Term Borrowings	75,000	-
Retirement Benefits Payable	102,577	134,491
Other Liabilities	441,612	384,861
Total Liabilities	22,308,218	22,335,498
Stockholders' Equity		
Common Stock	1,410	1,406
Additional Paid-In Capital	2,538,336	2,527,663
Retained Earnings	736,544	604,534
Accumulated other Comprehensive Loss, Net	(639,254)	(121,693)
Treasury Stock	(368,031)	(354,998)
Total Stockholders' Equity	2,269,005	2,656,912
Total Liabilities and Stockholders' Equity	\$ 24,577,223	\$ 24,992,410

Note: Based on Audited Financial Figures.

BANK PACIFIC, LTD.
Saipan Branch
Statements of Financial Condition
June 30, 2022 and 2021
(in thousands)

	2022	2021
Assets		
Cash and Due from Banks	\$ 280	\$ 643
Loans, Net	8,820	8,475
Accrued Interest Receivable	33	49
Due from Other Branches	1,426	1,849
Foreclosed Real Estate, Net	42	38
Premises and Equipment, Net	-	56
	Total Assets	Total Assets
	\$ 10,601	\$ 11,110
Liabilities and Equity		
Deposits	\$ 10,308	\$ 11,031
Accrued Expenses and Other Liabilities	16	24
	Total Liabilities	Total Liabilities
	10,324	11,055
Home Office Equity	277	55
	Total Liabilities and Equity	Total Liabilities and Equity
	\$ 10,601	\$ 11,110

Note: Based on Audited Financial Figures.

BANK PACIFIC, LTD.
Holding Corporation and Subsidiaries
Consolidated Statements of Financial Condition
June 30, 2022 and 2021
(in thousands)

	2022	2021
Assets		
Cash and Due from Banks	\$ 3,154	\$ 3,613
Interest-Bearing Deposits in Banks	64,419	63,262
Cash and Cash Equivalents	67,572	66,875
Investment Securities	9,988	51
Federal Home Loan Bank Stock, at Cost	324	343
Loans, Net	98,977	111,974
Accrued Interest Receivable	297	327
Real Estate Held for Investment	206	298
Foreclosed Real Estate, Net	-	38
Mortgage Servicing Rights, Net	999	1,063
Deferred Tax Assets	215	193
Other Assets	1,803	1,326
Premises and Equipment, Net	8,199	5,307
Total Assets	\$ 188,580	\$ 187,796
Liabilities and Stockholders' Equity		
Deposits	\$ 167,713	\$ 167,226
Guam Income Tax Payable	125	143
Accrued Expenses and Other Liabilities	2,611	2,497
Total Liabilities	170,449	169,866
Stockholders' Equity:		
Common Stock, \$1 Par Value, 1,000,000 Shares		
Authorized	640	640
Additional Paid-in Capital	525	525
Retained Earnings	17,322	17,121
Common Stock in Treasury, at Cost (45,866 Shares)	(356)	(356)
Total Stockholders' Equity	18,131	17,930
Total Liabilities and Stockholders' Equity	\$ 188,580	\$ 187,796

Note: Based on Audited Financial Figures.



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

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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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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.