UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D. C. 20549

FORM 10-Q

(Mark One)

[x] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 For the quarterly period ended June 30, 1994

OR

[ ] TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 For the transition period from __________________ to __________________

Commission file number 0-7949

FIRST HAWAIIAN, INC.
(Exact name of registrant as specified in its charter)

DELAWARE (State of incorporation)	99-0156159 (I.R.S. Employer Identification No.)
1132 BISHOP STREET, HONOLULU, HAWAII (Address of principal executive offices)	96813 (Zip Code)

(808) 525-7000
(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or l5(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes X No

The number of shares outstanding of each of the issuer's classes of common stock as of July 20, 1994:

Class	Outstanding
Common Stock, $5 Par Value	32,225,549 Shares

PART I. FINANCIAL INFORMATION

PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

CONSOLIDATED BALANCE SHEETS
First Hawaiian, Inc. and Subsidiaries (Unaudited)

	JUNE 30, 1994	December 31, 1993	June 30, 1993
		(in thousands)	
ASSETS			
Cash and due from banks	$ 175,626	$ 436,129	$ 230,684
Interest-bearing deposits in other banks	50,695	116,736	101,295
Federal funds sold and securities purchased under agreements to resell	80,000	35,000	239,877
Investment securities (note 2):			
Held-to-maturity (market value of $1,096,079, $1,144,327 and $1,040,010, respectively)	1,103,895	1,132,025	1,024,244
Available-for-sale	129,517	98,453	96,719
Total investment securities	1,233,412	1,230,478	1,120,963
Loans and leases:			
Loans and leases	5,132,096	5,066,809	4,369,959
Less allowance for loan and lease losses	61,873	62,253	56,828
Net loans and leases	5,070,223	5,004,556	4,313,131
Premises and equipment (note 3)	253,289	249,479	230,203
Customers' acceptance liability	1,432	854	1,266
Core deposit premium	14,545	15,380	11,662
Goodwill	79,549	81,231	60,006
Other assets	88,958	99,288	84,973
TOTAL ASSETS	$7,047,729	$7,269,131	$6,394,060
LIABILITIES AND STOCKHOLDERS' EQUITY			
Deposits:			
Noninterest-bearing demand	$ 849,610	$ 974,478	$ 937,360
Interest-bearing demand	1,113,356	1,143,037	1,087,895
Savings	1,359,738	1,507,200	1,326,435
Time	1,385,308	1,343,841	1,182,692
Foreign	263,088	251,572	185,227
Total deposits	4,971,100	5,220,128	4,719,609
Short-term borrowings	1,078,655	1,069,682	870,199
Acceptances outstanding	1,432	854	1,266
Other liabilities	165,317	148,331	149,357
Long-term debt	210,894	221,767	65,853
Total liabilities	6,427,398	6,660,762	5,806,284
Stockholders' equity:			
Common stock	162,713	162,713	162,507
Surplus	133,821	133,820	132,889
Retained earnings	330,504	311,836	292,380
Unrealized valuation adjustment (note 2)	(202)	--	--
Treasury stock	(6,505)	--	--
Total stockholders' equity	620,331	608,369	587,776
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$7,047,729	$7,269,131	$6,394,060

The accompanying notes are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF INCOME
First Hawaiian, Inc. and Subsidiaries (Unaudited)

	QUARTER ENDED JUNE 30,		SIX MONTHS ENDED JUNE 30,	
	1994	1993	1994	1993
	(in thousands, except shares and per share data)			
INTEREST INCOME				
Interest and fees on loans	$ 96,874	$ 86,622	$ 191,296	$ 172,435
Lease financing income	2,702	3,289	5,620	6,613
Interest on investment securities:				
Taxable interest income	11,231	11,567	21,943	23,439
Exempt from Federal income taxes	3,420	3,773	6,702	7,382
Other interest income	2,171	2,590	4,305	6,829
Total interest income	116,398	107,841	229,866	216,698
INTEREST EXPENSE				
Deposits	29,899	31,034	60,035	66,056
Short-term borrowings	10,482	6,464	19,814	12,100
Long-term debt	3,017	1,012	5,934	2,012
Total interest expense	43,398	38,510	85,783	80,168
Net interest income	73,000	69,331	144,083	136,530
Provision for loan and lease losses	3,288	2,903	7,131	6,806
Net interest income after provision for loan and lease losses	69,712	66,428	136,952	129,724
OTHER OPERATING INCOME				
Trust income	6,001	5,285	12,463	10,786
Service charges on deposit accounts	5,930	5,054	11,814	9,779
Other service charges and fees	7,467	6,241	15,620	13,453
Securities gains, net	1	1,873	142	1,899
Other	1,700	1,550	4,129	2,078
Total other operating income	21,099	20,003	44,168	37,995
OTHER OPERATING EXPENSES				
Salaries and wages	23,057	20,879	46,284	41,507
Employee benefits	6,623	6,166	14,005	11,815
Occupancy expense	5,812	4,463	11,534	8,960
Equipment expense	6,191	4,921	12,064	9,535
Other (note 3)	19,895	17,285	39,095	37,483
Total other operating expenses	61,578	53,714	122,982	109,300
Income before income taxes and cumulative effect of a change in accounting principle	29,233	32,717	58,138	58,419
Income taxes	10,233	10,614	20,401	18,320
Income before cumulative effect of a change in accounting principle	19,000	22,103	37,737	40,099
Cumulative effect of a change in accounting principle (note 2)	--	--	--	3,650
NET INCOME	$ 19,000	$ 22,103	$ 37,737	$ 43,749
PER SHARE DATA				
Income before cumulative effect of a change in accounting principle	$ .59	$ .68	$ 1.17	$ 1.24
Cumulative effect of a change in accounting principle	--	--	--	.11
NET INCOME	$ .59	$ .68	$ 1.17	$ 1.35
CASH DIVIDENDS	$ .295	$ .28	$ .59	$ .56
AVERAGE SHARES OUTSTANDING	32,322,730	32,501,611	32,361,130	32,501,611

The accompanying notes are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF CASH FLOWS
First Hawaiian, Inc. and Subsidiaries (Unaudited)

	SIX MONTHS ENDED JUNE 30, 1994	1993
	(in thousands)	
CASH AND DUE FROM BANKS AT BEGINNING OF PERIOD	$ 436,129	$ 325,659
Cash flows from operating activities:		
Net income	37,737	43,749
Provision for loan and lease losses	7,131	6,806
Depreciation and amortization	11,931	9,478
Income taxes	1,832	(4,412)
Cumulative effect of a change in accounting principle	--	(3,650)
Decrease (increase) in interest receivable	1,338	(713)
Increase (decrease) in interest payable	(1,471)	927
Decrease (increase) in prepaid expenses	(273)	863
Write-off of building costs	--	5,444
Net cash provided by operating activities	58,225	58,492
Cash flows from investing activities:		
Net decrease in interest-bearing deposits in other banks	66,041	55,021
Net decrease (increase) in Federal funds sold and securities purchased under agreements to resell	(45,000)	165,123
Purchase of held-to-maturity investment securities	(220,415)	(665,211)
Proceeds from maturity of held-to-maturity investment securities	248,545	495,437
Purchase of available-for-sale investment securities	(61,530)	--
Proceeds from maturity of available-for-sale investment securities	30,466	--
Net decrease (increase) in loans and leases made to customers	(72,798)	19,697
Capital expenditures	(12,547)	(35,227)
Other	25,011	47,333
Net cash provided by (used in) investing activities	(42,227)	82,173
Cash flows from financing activities:		
Net decrease in deposits	(249,028)	(368,550)
Net increase in short-term borrowings	8,973	156,285
Payments on long-term debt	(10,873)	(5,206)
Cash dividends paid	(19,068)	(18,169)
Purchases of treasury stock	(6,505)	--
Net cash used in financing activities	(276,501)	(235,640)
CASH AND DUE FROM BANKS AT END OF PERIOD	$ 175,626	$ 230,684
Supplemental disclosures:		
Interest paid	$ 84,312	$ 79,343
Net income taxes paid	$ 18,569	$ 22,732

The accompanying notes are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF
CHANGES IN STOCKHOLDERS' EQUITY
First Hawaiian, Inc. and Subsidiaries (Unaudited)

	QUARTER ENDED JUNE 30,		SIX MONTHS ENDED JUNE 30,	
	1994	1993	1994	1993
	(in thousands)			
BALANCE, BEGINNING OF PERIOD	$613,032	$574,757	$608,369	$562,196
Net income	19,000	22,103	37,737	43,749
Purchases of treasury stock	(2,016)	--	(6,505)	--
Unrealized valuation adjustment (note 2)	(161)	--	(202)	--
Cash dividends	(9,524)	(9,084)	(19,068)	(18,169)
BALANCE, END OF PERIOD	$620,331	$587,776	$620,331	$587,776

The accompanying notes are an integral part of these consolidated financial statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
First Hawaiian, Inc. and Subsidiaries (Unaudited)

1. BASIS OF PRESENTATION

The consolidated financial statements of the Company include the accounts of First Hawaiian, Inc. and its wholly-owned subsidiaries - First Hawaiian Bank and its wholly-owned subsidiaries; Pioneer Federal Savings Bank and its wholly-owned subsidiary; First Hawaiian Creditcorp, Inc.; First Hawaiian Leasing, Inc.; and FHI International, Inc. All significant intercompany balances and transactions have been eliminated in consolidation.

Certain amounts in the consolidated financial statements for 1993 have been reclassified to conform with the 1994 presentation. Such reclassifications had no effect on the consolidated net income as previously reported.

In the opinion of management, all adjustments (which included only normal recurring adjustments) necessary for a fair presentation are reflected in the consolidated financial statements.

2. ACCOUNTING CHANGES

Effective January 1, 1993, the Company adopted Statement of Financial Accounting Standards ("SFAS") No. 109, "Accounting for Income Taxes," the cumulative effect of which was the recognition of an income tax benefit of $3,650,000 in the first quarter of 1993. Under SFAS No. 109, deferred tax assets and liabilities are measured using enacted tax rates scheduled to be in effect at the time the related temporary differences between financial reporting and tax reporting of income and expenses are expected to reverse. The effect of changes in tax rates is recognized in income in the period that includes the enactment date.

As of December 31, 1993, the Company adopted SFAS No. 115, "Accounting for Certain Investments in Debt and Equity Securities." Under SFAS No. 115, investment securities are to be classified in three categories and accounted for as follows: (1) held-to-maturity securities are debt securities which the Company has the positive intent and ability to hold to maturity, and are reported at amortized cost; (2) trading securities are debt securities that are bought and held principally for the purpose of selling them in the near term and are reported at fair value, with unrealized gains and losses included in the current earnings; and (3) available-for-sale securities are debt securities not classified as either held-to-maturity securities or trading securities and are reported at fair value, with unrealized gains and losses excluded from current earnings and reported in a separate component of stockholders' equity. There were no trading securities as of June 30, 1994, December 31, 1993 and June 30, 1993.

3. OTHER OPERATING EXPENSES

In connection with the Company's redevelopment of its former downtown headquarters block, the undepreciated cost of certain structures was written off in the first quarter of 1993. The write-off amounted to $5,444,000, and is included in "Other Operating Expenses" for that period.

4. BUSINESS COMBINATION

On August 6, 1993, the Company acquired all of the outstanding stock of Pioneer Fed BanCorp, Inc. ("Pioneer Holdings") for a cash purchase price of $87 million. As a result of the merger of Pioneer Holdings with and into the Company, Pioneer Federal Savings Bank ("Pioneer") became a wholly-owned subsidiary of the Company. The results of operations of Pioneer Federal Savings Bank are included in the Company's Consolidated Statements of Income from the date of acquisition.

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

NET INCOME

Consolidated net income for the first six months of 1994 was $37,737,000 compared to $43,749,000 for the first six months of 1993, a decrease of 13.7%. Consolidated income from operations for the first six months of 1994 was $40,099,000, or a decrease of 5.9%, as compared to the same period in 1993, excluding the cumulative effect of the change in accounting principle of $3,650,000 in the first quarter of 1993. For the second quarter of 1994, the consolidated net income of $19,000,000 represented a decrease of 14.0% from the same quarter in 1993. The variance to last year's results was primarily attributable to: (1) a pre-tax gain of $1,873,000 from the sale of certain trading securities recognized in the second quarter of 1993; and (2) a pre-tax loss of $1,409,000 realized in the current quarter from the disposition of certain mainland real estate acquired in a foreclosure action in an earlier quarter.

On a per share basis, consolidated net income for the six months and quarter ended June 30, 1994 were $1.17 and $.59, respectively, a decrease of 13.3% and 13.2%, respectively, as compared to the same periods in 1993. Excluding the effect of the change in accounting principle, income from operations per share was $1.17 for the first six months of 1994, a decrease of 5.6% as compared to the same period in 1993.

On an annualized basis, the Company's return on average total assets for the first six months of 1994 was 1.06% compared to 1.35% for the same period in 1993 and return on average stockholders' equity was 12.39% compared to 15.42% for the same period in 1993. The decreases in return on average total assets and return on average stockholders' equity in 1994 as compared to 1993 were primarily attributable to the decrease in earnings previously mentioned.

NET INTEREST INCOME

On a fully taxable equivalent basis, net interest income increased $7,749,000, or 5.5%, to $147,771,000 for the six months ended June 30, 1994 from $140,022,000 for the same period in 1993. The increase was due to the 10.6% increase in average earning assets (principally as a result of the acquisition of Pioneer) offset by a 21 basis point (1% equals 100 basis points) decrease in the net interest margin. For the second quarter of 1994, the yield on earning assets decreased 17 basis points while there was no change in the rate paid for interest-bearing deposits and liabilities compared to the same period in 1993, resulting in a decrease in the interest rate spread from 4.28% to 4.11%. Utilizing average earning assets as the base, the net interest margin on earning assets for the second quarter of 1994 was 4.61% compared to 4.83% for the same period in 1993. The decline in yields on loans and investment securities was primarily due to maturities and refinancing of higher yielding loans and investment securities.

The following table sets forth consolidated average balance sheets, an analysis of interest income/expense, and average yield/rate for each major category of interest-earning assets and interest-bearing liabilities for the periods indicated on a taxable equivalent basis. The tax equivalent adjustment is made for items exempt from Federal income taxes to make them comparable with taxable items before any income taxes are applied.

QUARTER ENDED JUNE 30,

ASSETS	1994 AVERAGE BALANCE	1994 INTEREST INCOME/ EXPENSE	1994 YIELD/ RATE (1)	1993 AVERAGE BALANCE	1993 INTEREST INCOME/ EXPENSE	1993 YIELD/ RATE (1)
	(dollars in thousands)					
Earning assets:						
Interest-bearing deposits in other banks	$ 95,028	$ 884	3.73%	$ 180,085	$ 1,380	3.07%
Federal funds sold and securities purchased under agreements to resell	122,559	1,198	3.92	160,337	1,210	3.03
Investment securities	1,090,724	14,894	5.48	1,147,388	17,004	5.94
Available-for-sale securities	129,880	1,494	4.61	1,063	--	--
Loans and leases (2),(3)	5,081,773	99,814	7.88	4,417,081	90,069	8.18
Total earning assets	6,519,964	118,284	7.28	5,905,954	109,663	7.45
Nonearning assets	616,933			612,128		
Total assets	$7,136,897			$6,518,082		

SIX MONTHS ENDED JUNE 30,

ASSETS	1994 AVERAGE BALANCE	1994 INTEREST INCOME/ EXPENSE	1994 YIELD/ RATE (1)	1993 AVERAGE BALANCE	1993 INTEREST INCOME/ EXPENSE	1993 YIELD/ RATE (1)
	(dollars in thousands)					
Earning assets:						
Interest-bearing deposits in other banks	$ 111,856	$ 1,897	3.42%	$ 217,546	$ 3,515	3.26%
Federal funds sold and securities purchased under agreements to resell	133,091	2,319	3.51	209,861	3,314	3.18
Investment securities	1,083,488	29,493	5.49	1,069,134	34,074	6.43
Available-for-sale securities	119,717	2,544	4.28	534	--	--
Loans and leases (2),(3)	5,063,744	197,301	7.86	4,393,293	179,389	8.23
Total earning assets	6,511,896	233,554	7.23	5,890,368	220,292	7.54
Nonearning assets	651,438			637,447		
Total assets	$7,163,334			$6,527,815		

(1) Annualized.
(2) Nonaccruing loans and leases have been included in the computations of average loan and lease balances.
(3) Interest income for loans and leases included loan fees of $5,890 and $13,895 for the quarter and six months ended June 30, 1994, respectively, and $6,400 and $12,523 for the quarter and six months ended June 30, 1993, respectively.

LIABILITIES AND SHAREHOLDERS' EQUITY	QUARTER ENDED JUNE 30, 1994 AVERAGE BALANCE	1994 INTEREST INCOME/ EXPENSE	1994 YIELD/ RATE (1)	1993 AVERAGE BALANCE	1993 INTEREST INCOME/ EXPENSE	1993 YIELD/ RATE (1)
	(dollars in thousands)					
Interest-bearing deposits and liabilities:						
Deposits	$4,202,087	$29,899	2.85%	$3,987,901	$31,083	3.13%
Short-term borrowings	1,078,076	10,482	3.90	823,733	6,464	3.15
Long-term debt	210,232	3,017	5.75	66,678	1,012	6.08
Total interest-bearing deposits and liabilities	5,490,395	43,398	3.17	4,878,312	38,559	3.17
Interest rate spread			4.11%			4.28%
Noninterest-bearing demand deposits	885,748			920,765		
Other liabilities	141,447			140,753		
Total liabilities	6,517,590			5,939,830		
Stockholders' equity	619,307			578,252		
Total liabilities and stockholders' equity	$7,136,897			$6,518,082		
Net interest income and margin on earning assets		74,886	4.61%		71,104	4.83%
Tax equivalent adjustment		1,886			1,822	
Net interest income		$73,000			$69,282	

LIABILITIES AND SHAREHOLDERS' EQUITY	SIX MONTHS ENDED JUNE 30, 1994 AVERAGE BALANCE	1994 INTEREST INCOME/ EXPENSE	1994 YIELD/ RATE (1)	1993 AVERAGE BALANCE	1993 INTEREST INCOME/ EXPENSE	1993 YIELD/ RATE (1)
	(dollars in thousands)					
Interest-bearing deposits and liabilities:						
Deposits	$4,184,553	$60,035	2.89%	$4,042,202	$66,158	3.30%
Short-term borrowings	1,098,751	19,814	3.64	773,395	12,100	3.16
Long-term debt	211,571	5,934	5.66	67,073	2,012	6.05
Total interest-bearing deposits and liabilities	5,494,875	85,783	3.15	4,882,670	80,270	3.32
Interest rate spread			4.08%			4.22%
Noninterest-bearing demand deposits	903,029			917,314		
Other liabilities	151,063			155,646		
Total liabilities	6,548,967			5,955,630		
Stockholders' equity	614,367			572,185		
Total liabilities and stockholders' equity	$7,163,334			$6,527,815		
Net interest income and margin on earning assets		147,771	4.58%		140,022	4.79%
Tax equivalent adjustment		3,688			3,594	
Net interest income		$144,083			$136,428	

(1) Annualized.

INVESTMENT SECURITIES

Comparative book and market values of held-to-maturity securities at June 30, 1994, December 31, 1993, and June 30, 1993 were as follows:

	June 30, 1994	December 31, 1993	June 30, 1993
		(in thousands)	
Book value	$1,103,895	$1,132,025	$1,024,244
Unrealized gains	6,827	14,036	16,600
Unrealized losses	(14,643)	(1,734)	(834)
Market value	$1,096,079	$1,144,327	$1,040,010

The decrease in unrealized gains and increase in unrealized losses from December 31, 1993 are attributable to the rise in the overall level of interest rates resulting from monetary actions of the Federal Reserve Board during the first six months of 1994.

Gross realized gains and losses for the six months ended June 30, 1994 and 1993 were as follows:

	1994	1993
	(in thousands)	
Realized gains	$143	$1,962
Realized losses	1	63
Securities gains, net	$142	$1,899

Gains and losses realized on the sales of investment securities are determined using the specific identification method.

LOANS

The following table sets forth the loan portfolio by major categories and loan mix at June 30, 1994, December 31, 1993 and June 30, 1993:

	JUNE 30, 1994		December 31, 1993		June 30, 1993	
	AMOUNT	%	Amount	%	Amount	%
			(dollars in thousands)			
Commercial, financial and agricultural	$1,216,608	23.7%	$1,208,912	23.8%	$1,114,749	25.5%
Real estate:						
Commercial	941,716	18.3	882,628	17.4	755,654	17.3
Construction	270,420	5.3	317,036	6.2	383,682	8.8
Residential:						
Insured, guaranteed or conventional	1,488,430	29.0	1,427,299	28.2	901,572	20.6
Home equity credit lines	356,015	6.9	358,662	7.1	361,875	8.3
Total real estate loans	3,056,581	59.5	2,985,625	58.9	2,402,783	55.0
Consumer	449,721	8.8	459,910	9.1	450,919	10.3
Lease financing	193,837	3.8	201,449	4.0	192,720	4.4
Foreign	215,349	4.2	210,913	4.2	208,788	4.8
Total loans and leases	5,132,096	100.0%	5,066,809	100.0%	4,369,959	100.0%
Less allowance for loan and lease losses	61,873		62,253		56,828	
Total net loans and leases	$5,070,223		$5,004,556		$4,313,131	

The loan and lease portfolio is the largest component of earning assets and accounts for the greatest portion of total interest income. At June 30, 1994, total loans and leases were $5,132,096,000, an increase of 1.3% from December 31, 1993.

Total loans and leases at June 30, 1994, represented 72.8% of total assets, 79.0% of total earning assets and 103.2% of total deposits compared to 69.7% of total assets, 78.6% of total earning assets and 97.1% of total deposits at December 31, 1993. Governmental and certain other time deposits were shifted into security repurchase agreements at June 30, 1994, December 31, 1993 and June 30, 1993 to reduce the Company's deposit insurance premiums. If these repurchase agreements were included in the deposit base, total loans and leases as a percentage of total deposits would represent 88.4%, 83.8% and 79.0%, respectively, at such dates.

Loan concentrations are considered to exist when there are amounts loaned to multiple borrowers engaged in similar activities which would cause them to be similarly impacted by economic or other conditions. At June 30, 1994, commercial real estate loans totalled $941,716,000, or 18.3%, of total loans and leases. The Company has selectively participated as a lender on commercial properties on the mainland United States, principally on the west coast. Such loans totalled $60.9 million at June 30, 1994, a decrease of 9.9% from December 31, 1993. At June 30, 1994, the largest concentration of commercial real estate loans to a single borrower was $40.3 million.

Commercial loans outstanding remained virtually unchanged since year-end, reflecting the continuing weakness in the Hawaii economy and corresponding lack of growth in appropriate lending opportunities. Construction and land development loans decreased 14.7% from December 31, 1993 to June 30, 1994 due to repayments and loans transferred to commercial real estate because of project completion and receipt of permanent financing.

NONPERFORMING ASSETS

A summary of nonperforming assets at June 30, 1994, December 31, 1993 and June 30, 1993 follows:

	JUNE 30, 1994	December 31, 1993	June 30, 1993
		(dollars in thousands)	
Nonperforming loans and leases:			
Nonaccrual:			
Commercial, financial and agricultural	$ 3,713	$ 13,823	$ 12,332
Real estate:			
Commercial	22,675	12,145	3,559
Construction	11,835	28,571	41,388
Residential:			
Insured, guaranteed, or conventional	8,389	5,473	4,400
Home equity credit lines	229	255	248
Total real estate loans	43,128	46,444	49,595
Consumer	--	45	75
Total nonaccrual loans and leases	46,841	60,312	62,002
Renegotiated - commercial, financial and agricultural	14,784	20	49
Total nonperforming loans and leases	61,625	60,332	62,051
Other real estate owned	2,264	13,034	2,841
Total nonperforming assets	$ 63,889	$ 73,366	$ 64,892
Loans and leases past due 90 days or more and still accruing interest	$ 38,076	$ 40,285	$ 30,013
Nonperforming assets to total loans and leases and other real estate owned (end of period):			
Excluding past due loans and leases	1.24%	1.44%	1.48%
Including past due loans and leases	1.99%	2.24%	2.17%
Nonperforming assets to total assets (end of period):			
Excluding past due loans and leases	.91%	1.01%	1.01%
Including past due loans and leases	1.45%	1.56%	1.48%

NONPERFORMING ASSETS, CONTINUED

Nonperforming assets decreased from $73,366,000 at December 31, 1993 to $63,889,000 at June 30, 1994. The decrease was primarily attributable to the repayment of a $7.0 million commercial loan, the sale of a $10.0 million property held as other real estate owned and several commercial loans totalling $12.5 million which were returned to accrual from nonaccrual status, offset by the addition to nonperforming loan status of two Hawaii commercial real estate loans totalling $13.6 million.

Loans and leases past due 90 days or more and still accruing interest totalled $38,076,000 at June 30, 1994, a decrease of 5.5% from December 31, 1993. All of the loans which are past due 90 days or more and still accruing interest are in management's judgement adequately collateralized and in the process of collection.

DEPOSITS

The following table sets forth the average balances and the average rates paid on deposits for the periods indicated:

	QUARTER ENDED JUNE 30,				SIX MONTHS ENDED JUNE 30,			
	1994		1993		1994		1993	
	AVERAGE BALANCE	AVERAGE RATE(1)	AVERAGE BALANCE	AVERAGE RATE(1)	AVERAGE BALANCE	AVERAGE RATE(1)	AVERAGE BALANCE	AVERAGE RATE(1)
	(dollars in thousands)							
Interest-bearing demand	$1,144,291	1.95%	$1,210,477	2.26%	$1,194,993	1.93%	$1,223,319	2.30%
Savings	1,120,150	2.15	1,384,630	2.55	1,303,261	2.08	1,404,068	2.88
Time	1,937,646	3.79	1,392,794	4.46	1,686,299	4.20	1,414,815	4.59
Total interest-bearing deposits	4,202,087	2.85	3,987,901	3.13	4,184,553	2.89	4,042,202	3.30
Noninterest-bearing demand	885,748	--	920,765	--	903,029	--	917,314	--
Total deposits	$5,087,835	2.36%	$4,908,666	2.54%	$5,087,582	2.38%	$4,959,516	2.69%

(1) Annualized.

Average deposits for the six months ended June 30, 1994 increased $128.1 million, or 2.6%, compared to the same period in 1993. For the current quarter, average deposits increased $179.2 million, or 3.7%, as compared to the second quarter of 1993. Exclusive of the average deposits of Pioneer for the six months and quarter ended June 30, 1994 (which consisted primarily of time deposits), average deposits decreased $207.0 million, or 4.2%, and $260.4 million, or 5.3%, respectively, compared to the same periods in 1993. The investment by customers in higher-yielding alternative investments, generally with non-financial institutions, and the shift of public deposits into security repurchase agreements, contributed to the decrease in average deposits.

PROVISION AND ALLOWANCE FOR LOAN AND LEASE LOSSES

The following table sets forth the activity in the allowance for loan and lease losses for the periods indicated:

	QUARTER ENDED JUNE 30,		SIX MONTHS ENDED JUNE 30,	
	1994	1993	1994	1993
	(dollars in thousands)			
Loans and leases outstanding	$5,132,096	$4,369,959	$5,132,096	$4,369,959
Average loans and leases outstanding	$5,081,773	$4,417,081	$5,063,744	$4,393,293
Allowance for loan and lease losses summary:				
Balance at beginning of period	$ 61,929	$ 56,389	$ 62,253	$ 56,385
Loans and leases charged off:				
Commercial, financial and agricultural	557	570	3,108	1,628
Real estate - mortgage	525	50	1,152	50
Real estate - construction	1,401	600	2,205	2,272
Consumer	1,516	1,797	3,004	3,364
Lease financing	1	--	1	--
Total loans and leases charged off	4,000	3,017	9,470	7,314
Recoveries on loans and leases charged off:				
Commercial, financial and agricultural	15	121	886	153
Real estate - mortgage	31	1	45	1
Real estate - construction	201	--	205	--
Consumer	407	430	819	795
Lease financing	2	1	4	2
Total recoveries on loans and leases charged off	656	553	1,959	951
Net charge-offs	(3,344)	(2,464)	(7,511)	(6,363)
Provision charged to expense	3,288	2,903	7,131	6,806
Balance at end of period	$ 61,873	$ 56,828	$ 61,873	$ 56,828
Ratio of net loans and leases charged off to average loans and leases	.26%(1)	.22%(1)	.29%(1)	.29%(1)
Ratio of net loans and leases charged off to allowance for loan and lease losses	21.68%(1)	17.39%(1)	29.49%(1)	22.58%(1)
Ratio of allowance for loan and lease losses to total loans and leases (end of period)	1.21%	1.30%	1.21%	1.30%
Ratio of allowance for loan and lease losses to nonperforming loans and leases (end of period):				
Excluding past due loans and leases	100.40%	91.58%	100.40%	91.58%
Including past due loans and leases	62.06%	61.73%	62.06%	61.73%

(1) Annualized.

PROVISION AND ALLOWANCE FOR LOAN AND LEASE LOSSES, CONTINUED

For the first six months of 1994, the provision for loan and lease losses was $7,131,000, an increase of $325,000, or 4.8%, over the first six months of 1993. The provision for loan and lease losses was $3,288,000 for the second quarter of 1994, an increase of $385,000, or 13.3%, over the second quarter of 1993. These increases are consistent with the increase in net-charge-offs for the respective periods.

Net charge-offs for the first six months of 1994 were $7,511,000, an increase of $1,148,000, or 18.0%, over the first six months of 1993. Net charge-offs for the second quarter of 1994 were $3,344,000 compared to $2,464,000 a year ago. Management believes that the increased levels of net charge-offs, which reflect the continuing weakness in the Hawaii economy and local real estate markets, may continue in future periods.

OTHER OPERATING INCOME

Exclusive of securities transactions, other operating income for the first six months and second quarter of 1994 increased 22.0% and 16.4%, respectively, over the same periods in 1993. The increases were primarily attributable to the increases in trust income and service charges/fees described below, and the acquisition of Pioneer.

Trust fees increased $1,677,000, or 15.5%, for the first six months of 1994 over the same period in 1993. Similarly, trust fees increased 13.5% for the second quarter of 1994 over the first quarter of 1993. The increases were primarily the result of increases in fees from pension plans and irrevocable trusts and investment management fees which were the result of new business.

Service charges on deposit accounts increased $2,035,000, or 20.8%, and $876,000, or 17.3%, for the first six months and second quarter of 1994, respectively, over the same periods in 1993. These increases were primarily attributable to increases in fees on checking accounts and service fees at Pioneer.

Other service charges and fees increased $2,167,000, or 16.1%, and $1,226,000, or 19.6%, for the first six months and second quarter of 1994, respectively, over the same periods in 1993. These increases were primarily attributable to increases in merchant discount income and commissions.

Security transactions resulted in a net pre-tax gain of $142,000 and $1,000 for the first six months and second quarter of 1994, respectively, compared to a net pre-tax gain of $1,899,000 and $1,873,000, respectively, for the same periods in 1993. The Company recognized a pre-tax gain of $1,873,000 from the sale of certain trading securities in the second quarter of 1993.

Other operating income increased $2,051,000 and $150,000 for the first six months and second quarter of 1994, respectively, over the same periods in 1993. The increase for the first six months of 1994 was primarily attributable to advisory fee income and the acquisition of Pioneer.

OTHER OPERATING EXPENSES

Other operating expenses totalled $122,982,000 for the first six months of 1994, an increase of $13,682,000, or 12.5% over the first six months of 1993. Other operating expenses totalled $61,578,000 for the second quarter of 1994, an increase of $7,864,000, or 14.6%, over the second quarter of 1993.

Total personnel expenses (salaries and wages and employee benefits) increased $6,967,000, or 13.1%, for the first six months of 1994 over the same period in 1993. Personnel expenses attributable to recent acquisitions account for $3,859,000 of the increase. The balance of the increase was attributable to normal merit increases and higher workers' compensation, health and payroll tax expenses. Total personnel expenses increased 9.7% for the second quarter of 1994 over the same quarter in 1993.

Occupancy expense for the first six months of 1994 increased $2,574,000, or 28.7%, over the same period in 1993 with $2,437,000 attributable to the Pioneer acquisition. Occupancy expense increased 30.2% for the second quarter of 1994 over the same quarter in 1993.

Equipment expense increased $2,529,000, or 26.5%, for the first six months of 1994 over the same period in 1993, primarily as a result of higher depreciation and rental expense and maintenance service contracts in connection with the migration from a Unisys to IBM information technology platform and improvements in the delivery and processing systems. Equipment expense increased 25.8% for the second quarter of 1994 over the same quarter in 1993.

Excluding the loss of $1,409,000 on the disposition of certain other real estate owned in the second quarter of 1994 and the write-off of $5,444,000 for the undepreciated cost of certain structures on the Company's redevelopment block in the first quarter of 1993, other operating expenses increased $5,647,000, or 17.6%, for the first six months of 1994 over the same period in 1993. The acquisition of Pioneer accounts for $3,383,000 of this increase. The remainder of the increase was due to higher utility, professional fees and outside services. Other operating expense increased 15.1% for the second quarter of 1994 over the same quarter in 1993.

INCOME TAXES

The Company's effective income tax rate (exclusive of the tax equivalent adjustment) for the six months and quarter ended June 30, 1994 was 35.1% and 35.0%, respectively, as compared to 31.4% and 32.4%, respectively, for the same periods in 1993. The increase in the Company's effective income tax rate was primarily due to (1) the increase in the corporate tax rate as a result of the Omnibus Budget Reconciliation Act of 1993; (2) declining income from tax-exempt earning assets, primarily municipal securities; and, (3) amortization of purchase accounting adjustments (goodwill and core deposit premium) which do not have the benefit of being deductible for income tax purposes.

LIQUIDITY AND CAPITAL

Stockholders' equity was $620,331,000 at June 30, 1994, a 2.0% increase from $608,369,000 at December 31, 1993. Average stockholders' equity represented 8.68% of average total assets for the second quarter of 1994 compared to 8.87% in the same quarter last year. There was no significant change in the Company's liquidity position during the second quarter of 1994.

The following tables present the Company's regulatory capital position at June 30, 1994:

RISK-BASED CAPITAL RATIOS

	AMOUNT (dollars in thousands)	RATIO
Tier 1 Capital	$ 536,924	9.91%
Tier 1 Capital minimum requirement(1)	216,639	4.00
Excess	$ 320,285	5.91%
Total Capital	$ 698,797	12.90%
Total Capital minimum requirement(1)	433,279	8.00
Excess	$ 265,518	4.90%
Risk-weighted assets	$5,415,984	

LEVERAGE RATIO

	AMOUNT (dollars in thousands)	RATIO
Tier 1 Capital to average total assets (Tier 1 Leverage Ratio)	$ 536,924	7.61%
Minimum leverage requirement(2)	211,599	3.00
Excess	$ 325,325	4.61%
Average total assets, net of goodwill and certain intangible assets	$7,053,288	

(1) Risk-based capital guidelines as established by the Federal Reserve Board for bank holding companies require minimum Tier 1 and Total capital ratios of 4% and 8%, respectively.

(2) The Leverage Ratio of 3% is the minimum requirement for the most highly rated banking organizations which are not experiencing or anticipating significant growth. According to the Federal Reserve Board, other banking organizations will be expected to maintain capital at higher levels of at least an additional one to two percent.

PART II. OTHER INFORMATION

ITEM 4. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS

At the annual meeting of stockholders held on April 21, 1994, the stockholders voted on the following matters:

(a) Fix the total number of Directors at fifteen: for - 29,557,246 (99.4%), against - 98,821 (.3%), abstained - 86,351 (.3%) and unvoted - 7 (-%).

(b) Election of five directors for a term of three years expiring in 1997, or until their successors are elected and qualified:

	Votes			
Name	For		Withheld	
John W.A. Buyers	29,621,057	(99.7%)	121,368	(.4%)
John C. Couch	29,646,696	(99.7%)	95,729	(.3%)
David M. Haig	29,645,996	(99.7%)	96,429	(.3%)
Dr. Roderick F. McPhee	29,609,839	(99.6%)	132,586	(.4%)
Robert J. Pfeiffer	29,618,844	(99.6%)	123,581	(.4%)

There were no abstentions or unvoted shares.

(c) Election of Coopers & Lybrand as the Auditor of the Company to serve for the ensuing year: for -29,532,341 (99.3%), against - 83,734 (.3%), abstained - 126,344 (.4%) and unvoted - 6 (-%).

(d) Approve amendment to the Certificate of Incorporation to increase the number of authorized shares of common stock, par value $5 per share, from 66,500,000 to 100,000,000: for - 27,502,065 (92.5%), against - 2,140,364 (7.2%), abstained - 99,783 (.3%) and unvoted - 213 (-%).

ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

(a) Exhibits

Exhibit 3 Amended and Restated Certificate of Incorporation

Exhibit 12 Statement regarding computation of consolidated ratios of earnings to fixed charges.

(b) Reports on Form 8-K - No reports on Form 8-K were filed during the quarter ended June 30, 1994.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

FIRST HAWAIIAN, INC.
(REGISTRANT)

Date August 9, 1994

By /s/ HOWARD H. KARR

HOWARD H. KARR
EXECUTIVE VICE PRESIDENT AND TREASURER
(PRINCIPAL FINANCIAL OFFICER)

EXHIBIT INDEX

EXHIBIT NUMBER	DESCRIPTION	PAGE NUMBER IN QUARTERLY REPORT FORM 10-Q
3	Amended and Restated Certificate of Incorporation	21
12	Statement re: computation of ratios.	24

EXHIBIT 3. AMENDED AND RESTATED CERTIFICATE OF INCORPORATION

CERTIFICATE OF INCORPORATION
OF
FIRST HAWAIIAN, INC.
AS AMENDED THROUGH MAY 10, 1994

First. The name of the corporation is "First Hawaiian, Inc."

Second. The address of the corporation's registered office in the State of Delaware is No. 100 West Tenth Street, in the City of Wilmington, County of New Castle. The name and address of its resident agent is The Corporation Trust Company, No. 100 West Tenth Street, Wilmington, Delaware.

Third. The purpose of the corporation is to engage in any lawful act or activity for which corporations may be organized under the General Corporation Law of Delaware.

Fourth. The total number of shares of stock which this corporation shall have authority to issue is One Hundred Million (100,000,000) shares of common stock having a par value of Five Dollars ($5.00) per share.

Fifth. The name and mailing address of each incorporator is as follows:

Name	Address
John D. Bellinger	165 South King Street Honolulu, Hawaii 96813
Hugh R. Pingree	165 South King Street Honolulu, Hawaii 96813
G. Harry Hutaff	165 South King Street Honolulu, Hawaii 96813

Sixth. The powers of the incorporators shall terminate upon the filing of the Certificate of Incorporation. The names and mailing addresses of the persons who are to serve as directors of the corporation until the first annual meeting of shareholders or until their successors are elected and qualified are as follows:

Name	Address
John D. Bellinger	165 South King Street Honolulu, Hawaii 96813
Hugh R. Pingree	165 South King Street Honolulu, Hawaii 96813
G. Harry Hutaff	165 South King Street Honolulu, Hawaii 96813

There shall be a Board of Directors of the corporation consisting of not less than three (3) nor more than twenty-five (25) members. The members of the Board of Directors shall be elected or appointed at such times, in such manner, and for such terms as may be prescribed by the Bylaws, which may also provide for the filling of vacancies on the Board of Directors. All of the powers of the corporation, exercisable by authority of law or under this Certificate of Incorporation, or otherwise, shall be vested in and exercised by, or by the authority of, the Board of Directors, except as limited by law or the Certificate of Incorporation or the Bylaws of the corporation. The Board of Directors may, by resolution or otherwise, create, or the Bylaws may provide for, such committees of the Board of Directors as the Board shall see fit or the Bylaws shall provide for, and such committees shall have and may exercise any and all such powers as the Board of Directors, by resolution, or the Bylaws, may provide.

Seventh. The officers of the corporation shall be a President, one or more Vice Presidents (one or more of whom may be designated an Executive Vice President and one or more of whom may be designated a Senior Vice President), Treasurer, Secretary, and such other officers as may be authorized pursuant to the authority conferred by the Bylaws, all of whom shall be appointed by or by the authority of the Board of Directors and serve at its pleasure. There may be a Chairman of the Board of Directors who shall be appointed by the Board of Directors from its own members and who shall have such powers as may be prescribed by the Bylaws or, if and to the extent that the Bylaws shall not so prescribe, by the Board of Directors.

Eighth. The corporation is to have perpetual existence.

Ninth. Upon any increase in the authorized capital stock of the corporation, unless the resolution of the shareholders of the corporation authorizing said increase shall otherwise provide, the Board of Directors shall first offer the additional authorized stock pro rata to all shareholders of record at such price and on such terms as the Board of Directors may in each instance fix. Any shares still remaining unsold thirty (30) days after said offer may then be sold to any person or persons, on the same terms or terms more favorable to the corporation, as the Board of Directors may determine. In the event of the issue of any additional stock of the corporation for the purposes of accomplishing the merger with, or of acquiring, any other corporation, bank or trust company, the directors may issue said stock without preferential subscription rights to such extent and on such terms as the Board of Directors may in each instance deem proper.

Tenth. Meetings of shareholders may be held within or without the State of Delaware, as the Bylaws may provide. The books of the corporation may be kept (subject to any provision contained in law) outside the State of Delaware at such place or places as may be designated from time to time by the Board of Directors or in the Bylaws of the corporation.

Eleventh. The Board of Directors shall have the authority to make, alter or repeal the Bylaws of the corporation.

Twelfth. No contract or other transaction between the corporation and any other person, firm, corporation, association or other organization, and no act of the corporation, shall in any way be affected or invalidated by the fact that any of the directors or officers of the corporation are parties to such contract, transaction or act or are pecuniarily or otherwise interested in the same or are directors or officers or members of any such other firm, corporation, association or other organization, provided that the interest of such director shall be disclosed or shall have been known to the Board of Directors authorizing or approving the same, or to a majority thereof. Any director of the corporation who is a party to such transaction, contract, or act or who is pecuniarily or otherwise interested in the same or is a director or officer or member of such other firm, corporation, association or other organization, may be counted in determining a quorum of any meeting of the Board of Directors which shall authorize or approve any such contract, transaction or act, and may vote thereon with like force and effect as if he were in no way interested therein. Neither any director nor any officer of the corporation, being so interested in any such contract, transaction or act of the corporation which shall be approved by the Board of Directors of the corporation, nor any such other person, firm, corporation, association or other organization in which such director may be a director, officer or member, shall be liable or accountable to the corporation, or to any shareholder thereof, solely by reason of being an interested person, for any loss incurred by the corporation pursuant to or by reason or such contract, transaction or act, or for any gain received by any such other party pursuant thereto or by reason thereof.

Thirteenth. To the fullest extent permitted by the Delaware General Corporation Law as it exists or may hereafter be amended, a director of this corporation shall not be liable to the corporation or its stockholders for monetary damages for breach of a fiduciary duty as a director.

EXHIBIT 12. STATEMENT RE: COMPUTATION OF RATIOS

First Hawaiian, Inc. and Subsidiaries
Computation of Consolidated Ratios of Earnings to Fixed Charges

	QUARTER ENDED JUNE 30,		SIX MONTHS ENDED JUNE 30,	
	1994	1993	1994	1993
	(dollars in thousands)			
Income before income taxes and cumulative effect of a change in accounting principle	$29,233	$32,717	$ 58,138	$58,419
Fixed charges:(1)				
Interest expense	43,398	38,510	85,783	80,168
Capitalized interest	1,859	--	3,748	1,092
Rental expense	1,156	605	2,240	1,218
	46,413	39,115	91,771	82,478
Less interest on deposits	29,899	31,034	60,035	66,056
Net fixed charges	16,514	8,081	31,736	16,422
Earnings, excluding interest on deposits	$45,747	$40,798	$ 89,874	$ 74,841
Earnings, including interest on deposits	$75,646	$71,832	$149,909	$140,897
Ratio of earnings to fixed charges:				
Excluding interest on deposits	2.77 X	5.05 x	2.83 X	4.56 x
Including interest on deposits	1.63 X	1.84 x	1.63 X	1.71 x

(1) For purposes of computing the above ratios, earnings represent income before income taxes and cumulative effect of a change in accounting principle plus fixed charges. Fixed charges, excluding interest on deposits, include interest (other than on deposits), whether expensed or capitalized, and that portion of rental expense (generally one third) deemed representative of the interest factor. Fixed charges, including interest on deposits, include all interest, whether expensed or capitalized, and that portion of rental expense (generally one third) deemed representative of the interest factor.