EWBC Investor Presentation

First Quarter 2018

June 2018

EAST WEST BANK
Your financial bridge®

Forward-Looking Statements

Forward-Looking Statements

Certain matters set forth herein (including any exhibits hereto) constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995, including forward-looking statements relating to the Company's current business plans and expectations regarding future operating results. Forward-looking statements may include, but are not limited to, the use of forward-looking language, such as "likely result in," "expects," "anticipates," "estimates," "forecasts," "projects," "intends to," or may include other similar words or phrases, such as "believes," "plans," "trend," "objective," "continues," "remains," or similar expressions, or future or conditional verbs, such as "will," "would," "should," "could," "may," "might," "can," or similar verbs. These forward-looking statements are subject to risks and uncertainties that could cause actual results, performance or achievements to differ materially from those projected. These risks and uncertainties, some of which are beyond our control, include, but are not limited to, our ability to compete effectively against other financial institutions in our banking markets; changes in the commercial and consumer real estate markets; changes in our costs of operation, compliance and expansion; changes in the U.S. economy, including inflation, employment levels, rate of growth and general business conditions; changes in government interest rate policies; changes in laws or the regulatory environment including regulatory reform initiatives and policies of the U.S. Department of Treasury, the Board of Governors of the Federal Reserve Board System, the Federal Deposit Insurance Corporation, the U.S. Securities and Exchange Commission, the Consumer Financial Protection Bureau and California Department of Business Oversight — Division of Financial Institutions; heightened regulatory and governmental oversight and scrutiny of the Company's business practices, including dealings with consumers; changes in the economy of and monetary policy in the People's Republic of China; changes in income tax laws and regulations and the impact of the Tax Cuts and Jobs Act; impact of other potential federal tax changes and spending cuts; changes in accounting standards as may be required by the Financial Accounting Standards Board or other regulatory agencies and their impact on critical accounting policies and assumptions; changes in the equity and debt securities markets; future credit quality and performance, including our expectations regarding future credit losses and allowance levels; fluctuations of our stock price; fluctuations in foreign currency exchange rates; success and timing of our business strategies; our ability to adopt and successfully integrate new technologies into our business in a strategic manner; impact of reputational risk from negative publicity, fines and penalties and other negative consequences from regulatory violations and legal actions; impact of adverse judgments or settlements in litigation; impact of regulatory enforcement actions; changes in our ability to receive dividends from our subsidiaries; impact of political developments, wars or other hostilities that may disrupt or increase volatility in securities or otherwise affect economic conditions; impact of natural or man-made disasters or calamities or conflicts or other events that may directly or indirectly result in a negative impact on the Company's financial performance; continuing consolidation in the financial services industry; our capital requirements and our ability to generate capital internally or raise capital on favorable terms; impact of the Dodd-Frank Wall Street Reform and Consumer Protection Act on our business, business practices and cost of operations; impact of adverse changes to our credit ratings from the major credit rating agencies; impact of failure in, or breach of, our operational or security systems or infrastructure, or those of third parties with whom we do business, including as a result of cyber attacks; and other similar matters which could result in, among other things, confidential and/or proprietary information being disclosed or misused; adequacy of our risk management framework, disclosure controls and procedures and internal control over financial reporting; changes in interest rates on our net interest income and net interest margin; the effect of changes in the level of checking or savings account deposits on our funding costs and net interest margin; a recurrence of significant turbulence or disruption in the capital or financial markets, which could result in, among other things, a reduction in the availability of funding or increased funding costs, reduced investor demand for mortgage loans and declines in asset values and/or recognition of other-than-temporary impairment on securities held in our available-for-sale investment securities portfolio; the Company's ability to retain key officers and employees; any future strategic acquisitions or divestitures; and other factors set forth in the Company's public reports including its Annual Report on Form 10-K for the year ended December 31, 2017, and particularly the discussion of risk factors within that document. If any of these risks or uncertainties materializes or if any of the assumptions underlying such forward-looking statements proves to be incorrect, the Company's results could differ materially from those expressed in, implied or projected by such forward-looking statements. The Company assumes no obligation to update such forward-looking statements.

East West Profile

East West Bank is the largest independent bank headquartered in Southern California

With $38 billion in total assets, 45 years of operating history, and 3,000 associates,
East West Bank is the leading bank serving the Asian community in the U.S.

UNITED STATES

120+ Locations

Across 60+ cities in 10 metropolitan areas

81 U.S. branches in California

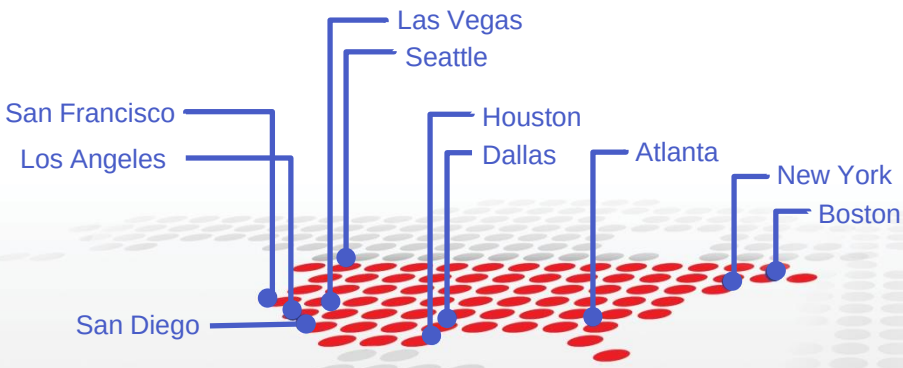
130+ LOCATIONS THROUGHOUT

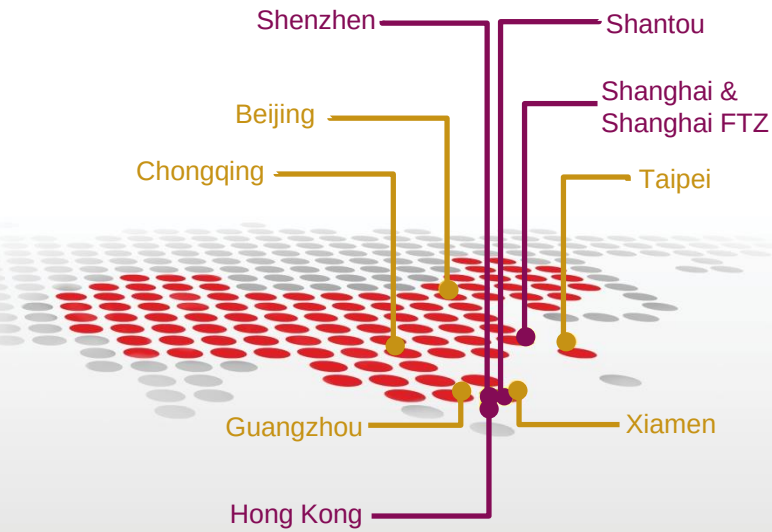
GREATER CHINA

10 Locations

5 *Full-service branches*

5 *Representative offices*





Focused on All of Our Stakeholders

All employees are shareholders, with vested interest in the Company's success.

United in following our corporate values:
Absolute Integrity
Customer Alignment
Creativity
Respect & Fairness
Unification
Expertise & Professionalism
Selflessness

Long history of providing financing for affordable housing and small businesses.

Through partnerships and volunteering, dedicated to improving the communities we serve.



Our customer-centric guiding principles empower staff to put customers' needs first, building deep relationships for the long-term.

Differentiated Bridge Banking Model:
Through our footprint, cultural understanding, industry expertise, and knowledge of the local business environments, uniquely positioned to serve customers with financial needs in both the U.S. and Greater China

Delivering above peer profitability driven by consistent, sustainable loan and deposit growth, as well as a focus on operational excellence.

Robust investment in risk management and corporate governance best practices.

East West Bank's Advantage

THE U.S. FACTOR

- Largest U.S. bank serving the Asian community.
- Among the top 30 largest public banks.
- Bank of choice for new Chinese-American immigrants.
- Ranked as top 5 of Forbes' 2018 America's Best Banks.

THE CHINA FACTOR

- China is the 2nd largest world economy.
- Foreign direct investment in the U.S. continues to rise.
- Cross-border trade between U.S. and Greater China companies is strong.
- 10 locations in Greater China.

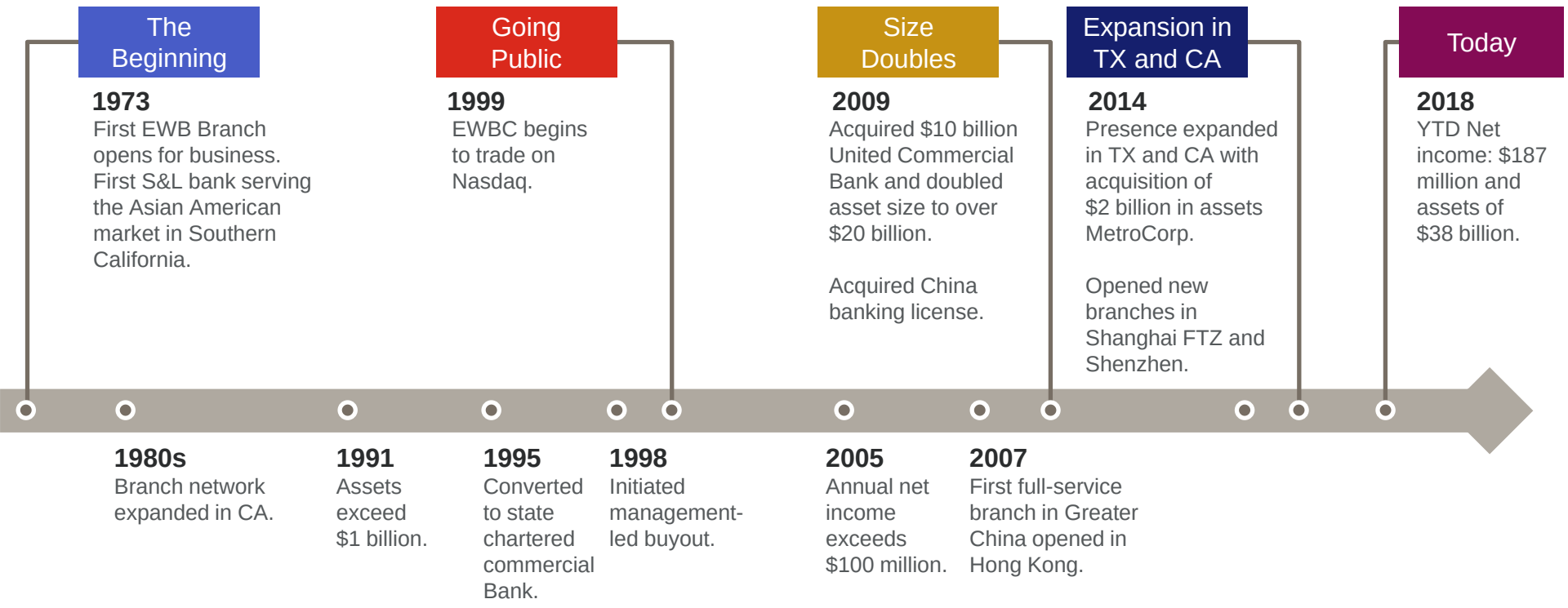
BRIDGE BANKING EXPERTISE

- Knowledge and experience in:
  - Culture
  - Geography
  - Economics
  - Business practices
- Well-connected with business leaders and service professionals.
- Cross-border products and services.
- Long-term relationship building.

VALUE FOR CUSTOMERS

- Help navigate complicated business transactions.
- Broaden opportunities with our partners and resources.
- Customized solutions meet the unique financial needs across various industries.
- Beyond banking approach helps customers assimilate seamlessly into a new country.

East West Bank Milestones



Bank Rankings by Total Assets and Market Cap

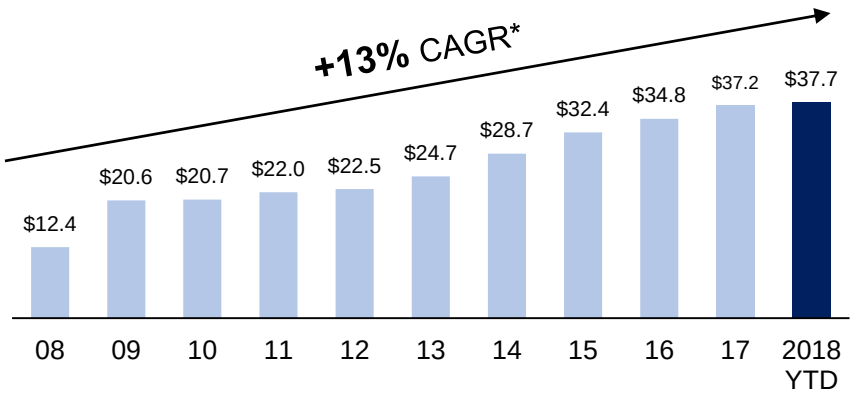
Rank	Total assets (as of 03.31.18)	Ticker	$ Billion	Rank	Market Cap (as of 06.18.18)	Ticker	$ Billion
1	JPMorgan Chase & Co.	JPM	2,609.8	1	JPMorgan Chase & Co.	JPM	378.3
2	Bank of America Corporation	BAC	2,328.5	2	Bank of America Corporation	BAC	304.3
3	Citigroup Inc.	C	1,922.1	3	Wells Fargo & Company	WFC	271.3
4	Wells Fargo & Company	WFC	1,915.4	4	Citigroup Inc.	C	174.6
5	U.S. Bancorp	USB	460.1	5	U.S. Bancorp	USB	85.5
6	PNC Financial Services Group, Inc.	PNC	379.2	6	PNC Financial Services Group, Inc.	PNC	69.9
7	Bank of New York Mellon Corporation	BK	373.6	7	Bank of New York Mellon Corporation	BK	58.2
8	Capital One Financial Corporation	COF	362.9	8	Capital One Financial Corporation	COF	47.2
9	State Street Corporation	STT	250.3	9	BB&T Corporation	BBT	42.4
10	BB&T Corporation	BBT	220.7	10	State Street Corporation	STT	36.7
11	SunTrust Banks, Inc.	STI	204.9	11	SunTrust Banks, Inc.	STI	32.8
12	Citizens Financial Group, Inc.	CFG	153.5	12	M&T Bank Corporation	MTB	25.7
13	Fifth Third Bancorp	FITB	141.5	13	Northern Trust Corporation	NTRS	24.1
14	KeyCorp	KEY	137.0	14	KeyCorp	KEY	21.8
15	Northern Trust Corporation	NTRS	129.7	15	Fifth Third Bancorp	FITB	21.8
16	Regions Financial Corporation	RF	122.9	16	Regions Financial Corporation	RF	21.5
17	M&T Bank Corporation	MTB	118.6	17	Citizens Financial Group, Inc.	CFG	20.3
18	Huntington Bancshares Incorporated	HBAN	104.2	18	Huntington Bancshares Incorporated	HBAN	17.3
19	First Republic Bank	FRC	90.2	19	SVB Financial Group	SIVB	17.3
20	Comerica Incorporated	CMA	72.3	20	First Republic Bank	FRC	16.7
21	Zions Bancorporation	ZION	66.5	21	Comerica Incorporated	CMA	16.6
22	SVB Financial Group	SIVB	53.5	22	Zions Bancorporation	ZION	11.3
23	CIT Group Inc.	CIT	51.5	23	East West Bancorp, Inc.	EWBC	10.5
24	Popular, Inc.	BPOP	44.4	24	Cullen/Frost Bankers, Inc.	CFR	7.5
25	Signature Bank	SBNY	44.1	25	Signature Bank	SBNY	7.2
26	People's United Financial, Inc.	PBCT	40.5	26	Commerce Bancshares, Inc.	CBSH	7.1
27	First Horizon National Corporation	FHN	37.7	27	PacWest Bancorp	PACW	7.0
28	East West Bancorp, Inc.	EWBC	34.4	28	BOK Financial Corporation	BOKF	6.9
29	First Citizens BancShares, Inc.	FCNC.A	33.4	29	Synovus Financial Corp.	SNV	6.8
30	Associated Banc-Corp	ASB	33.4	30	Western Alliance Bancorporation	WAL	6.7

Source: S&P Global Market Intelligence (SNL Financial).

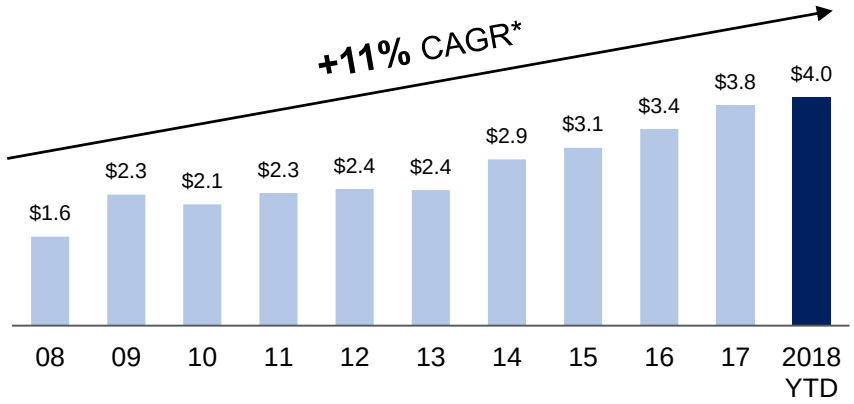
Strong Balance Sheet Growth

($ in billions)

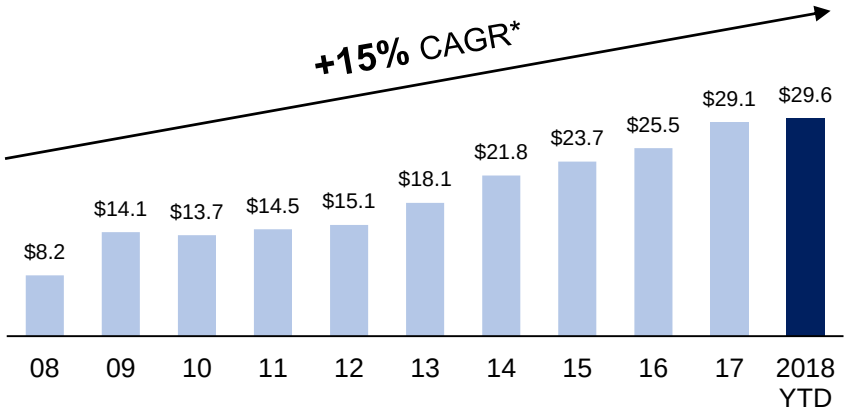
Total Assets



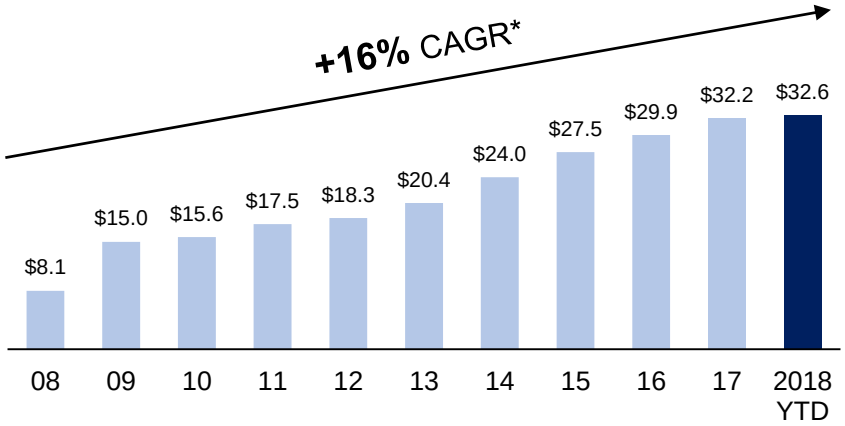
Stockholders' Equity



Total Loans



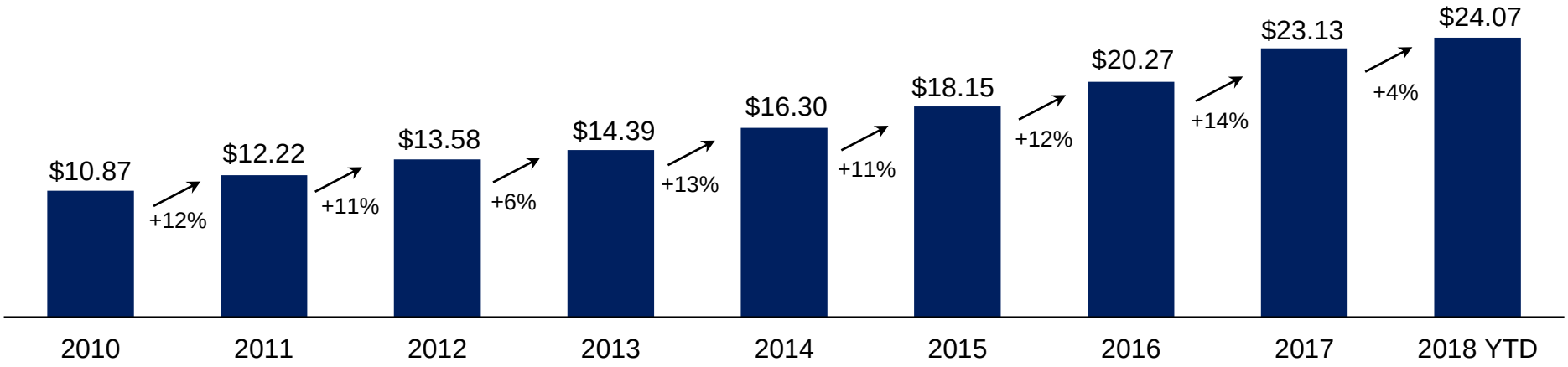
Total Deposits



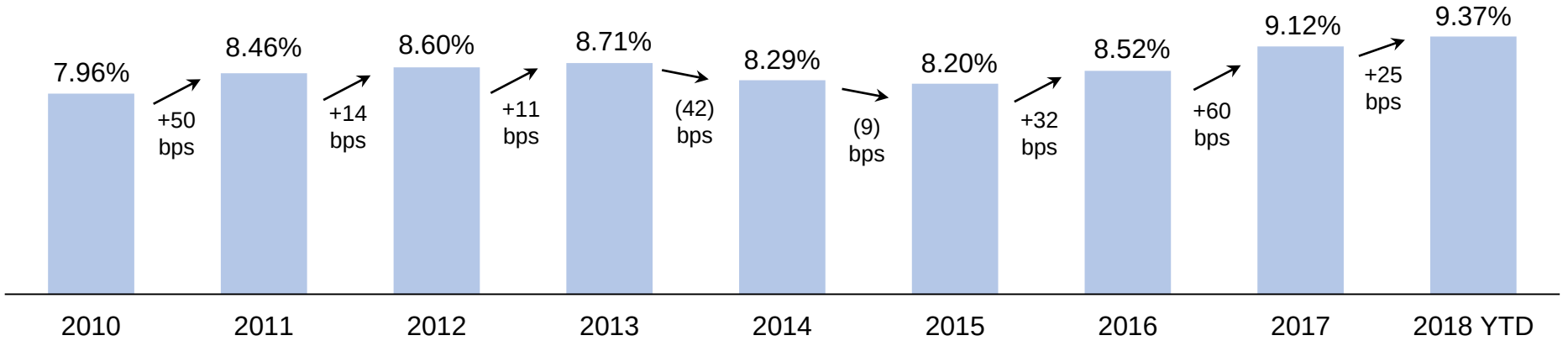
* CAGR from December 31, 2008 – March 31, 2018

Steadily Growing Equity While Maintaining Robust TCE

Tangible Equity per Share

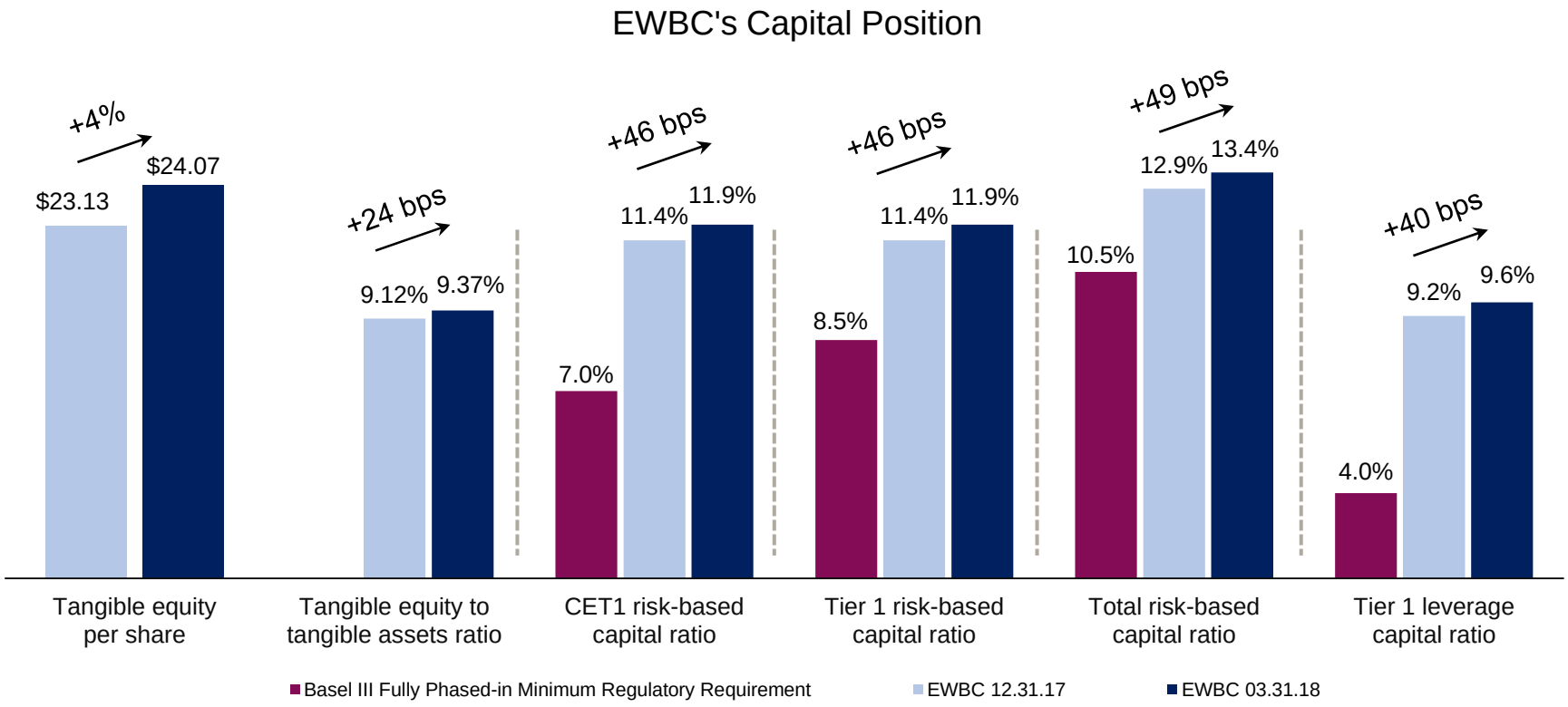


Tangible Equity to Tangible Assets Ratio



Strong Capital Ratios

- Regulatory capital ratios increased by 40 bps to 49 bps year-to-date.
- Current capital levels are sufficient to support organic growth.

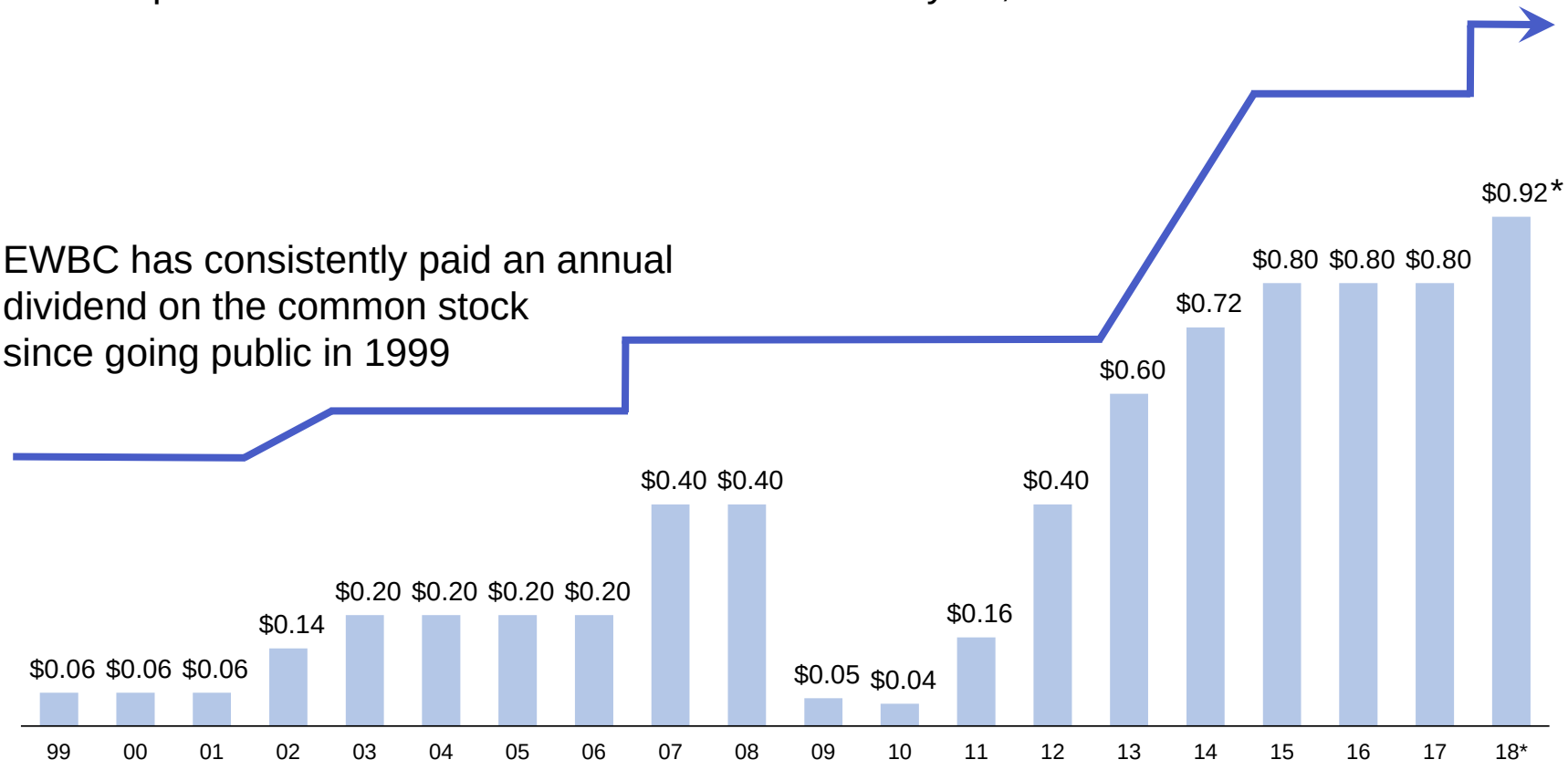


Providing a Healthy Dividend to Stockholders

475% or $0.76 per share increase in dividends since 2011

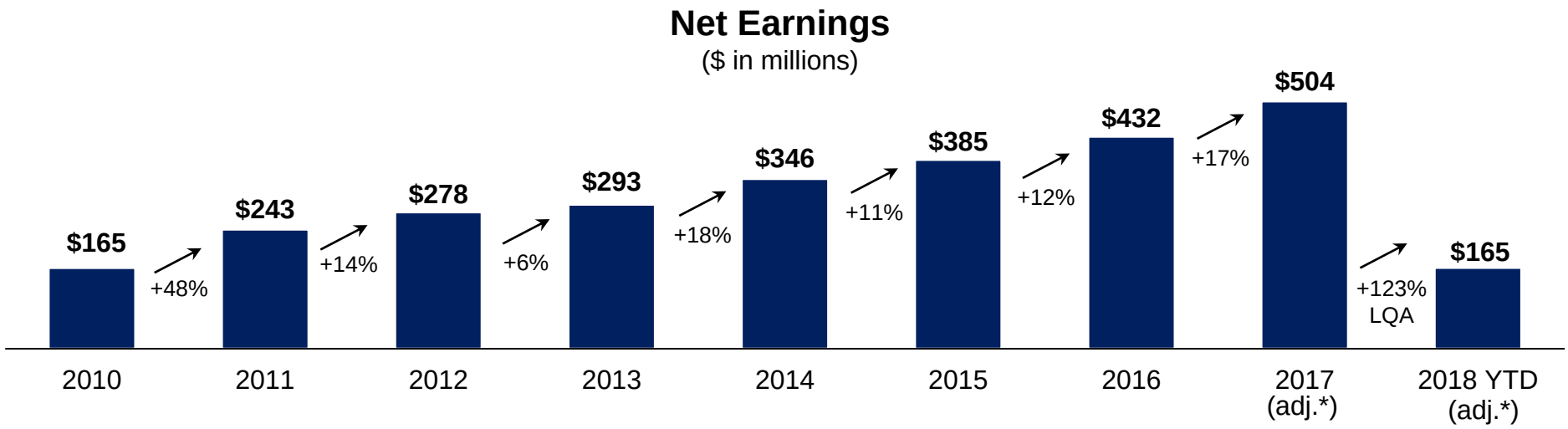
- 15% planned dividend increase announced on May 29, 2018.

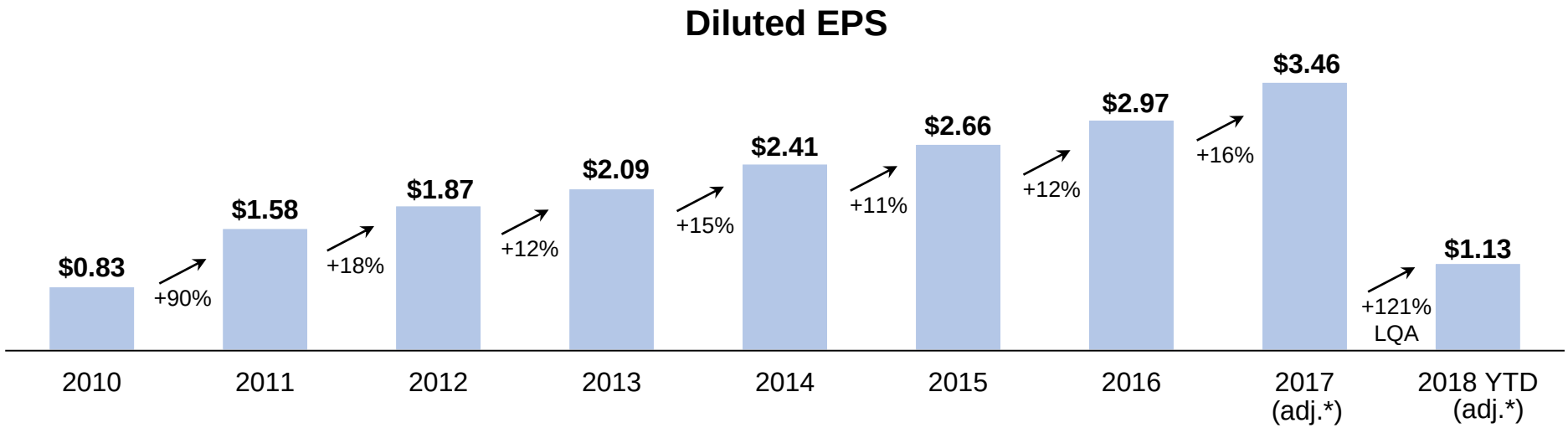
EWBC has consistently paid an annual dividend on the common stock since going public in 1999



* Annualized run-rate based on the announced dividend increase of 15%, which increased the quarterly dividend to $0.23 per share or $0.92 annualized, starting in 3Q18.

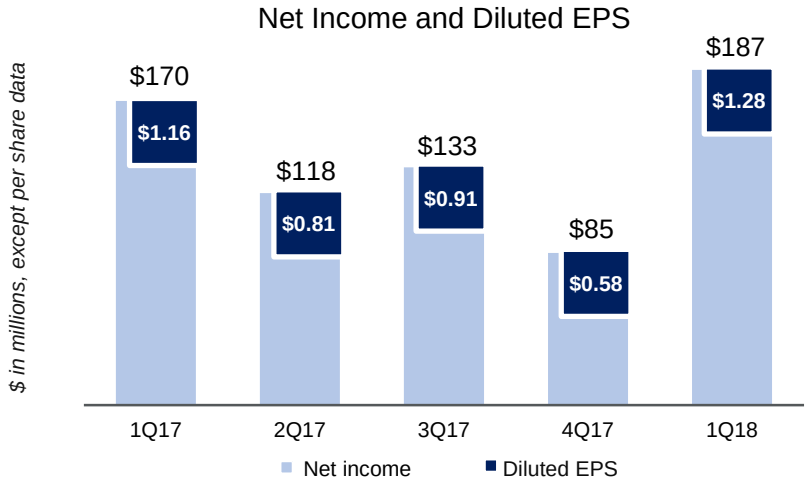
Strong Earnings Growth

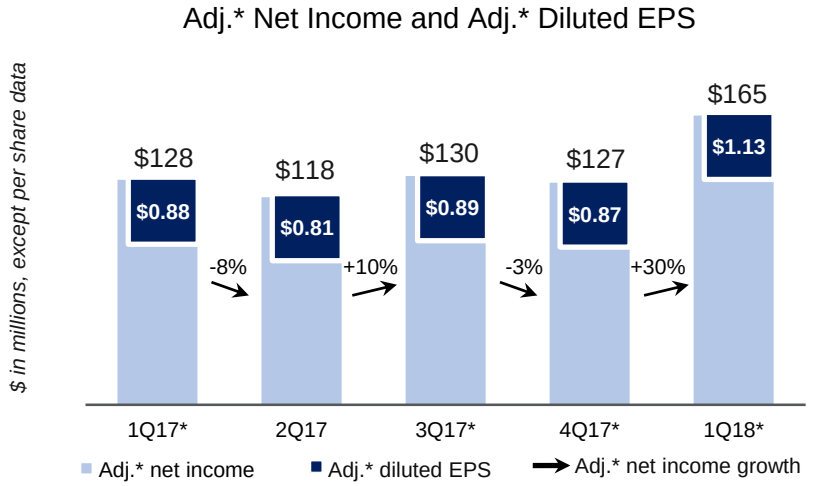


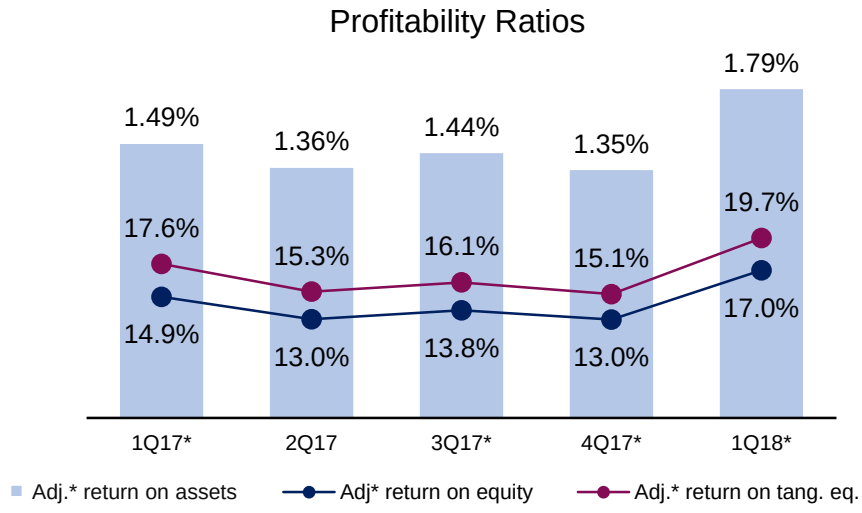


* See reconciliation of GAAP to non-GAAP financial measures in the Company's Earnings Press Releases.

1Q18 Earnings Growth and Profitability







- 1Q18 profitability ratios: GAAP ROA of 2.03%, ROE of 19.3% and tangible ROE of 22.3%.
  - Adjusted ROA of 1.79%, ROE of 17.0% and tangible ROE of 19.7%.
- 1Q18 Q-o-Q net income growth and profitability expansion reflects new federal corporate tax rate of 21%.
- Desert Community Bank sale completed in March 2018.
  - After-tax gain of $22.2mm or $0.15/sh.
  - Eight branches and $613.7mm of deposits sold.
  - $59.1mm of related loans.

* See reconciliation of GAAP to non-GAAP financial measures in the appendix of this presentation and in the Company's 1Q18 Earnings Press Release. 1Q18 adjusted for the gain on sale of DCB; 4Q17 adjusted for the impact of the enactment of the Tax Cuts and Jobs Act; 3Q17 adjusted for the impact of the gain on sale of EWIS business;1Q17 adjusted for the impact of a commercial property sale.

Highlights of First Quarter 2018 Results

$ in millions, except per share data	Current Quarter	Q-o-Q Change	Y-o-Y Change
Earnings			
Net income	$ 187.0	120%	10%
Adj.[1] net income	$ 164.9	30%	29%
EPS	$ 1.28	120%	10%
Adj.[1] EPS	$ 1.13	30%	28%
NII	$ 326.7	2%	20%
NIM	3.73%	16 bps	40 bps
Balance Sheet			
Loans	$ 29,601	2%	12%
Deposits	$ 32,609	1%	7%
TBVPS[1]	$ 24.07	4%	14%
Credit Quality			
NCO ratio	0.13%	(9) bps	5 bps
NPAs	$ 131.0	14%	(10)%

1Q18 Net income
$187 million

1Q18 Adj.[1] Net income
$165 million

1Q18 Diluted EPS
$1.28

1Q18 Adj.[1] Diluted EPS
$1.13

Tangible equity[1]/share
$24.07

Record loans
$29.6 billion

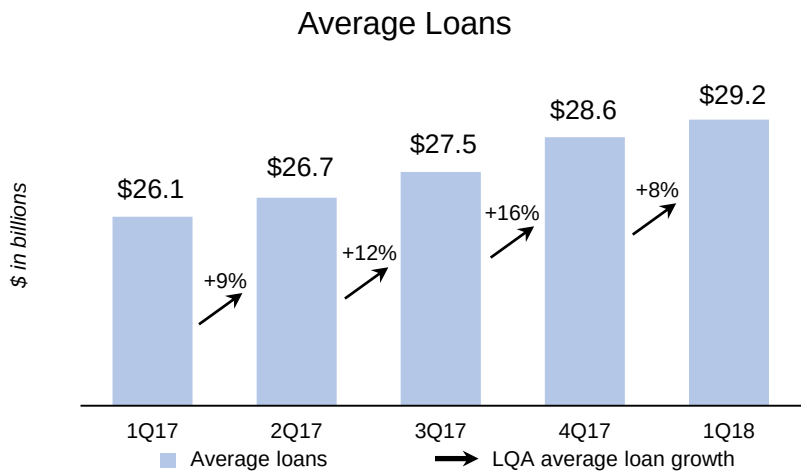
Record deposits
$32.6 billion

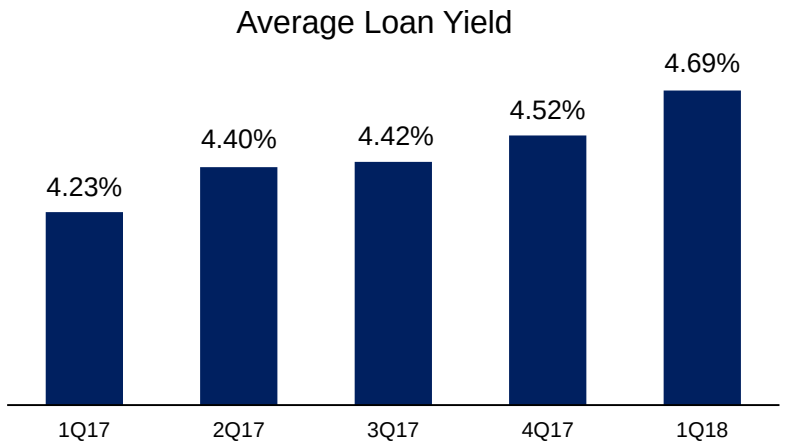
[1] See reconciliation of GAAP to non-GAAP financial measures in the appendix of this presentation and in the Company's 1Q18 Earnings Press Release. 1Q18 adjusted for the sale of DCB, which netted $22mm or $0.15/sh.

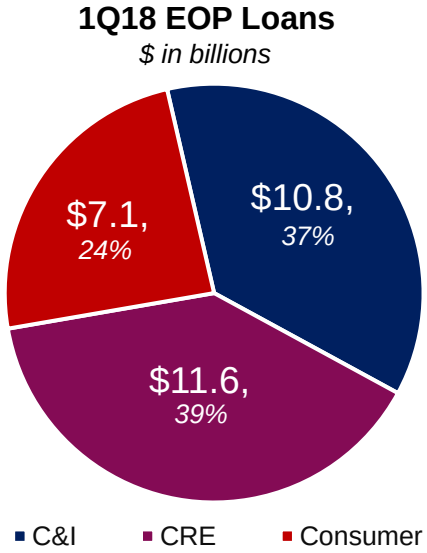
Management Outlook: Full Year 2018

Earnings drivers	FY 2018 expectations compared to FY 2017 results	Outlook change from prior quarter	1Q18 actual	FY 2017 actual
End of Period Loans	▪ Increase at a percentage rate of approximately 10%.	Unchanged.	$29.6 billion +8% LQA	$29.1 billion, +14% Y-o-Y
NIM	▪ In the range of 3.65% to 3.75% (excl. impact of ASC 310-30 discount accretion). ▪ In the range of 3.70% to 3.80% (incl. accretion)	Unchanged.	3.67% +18bps Q-o-Q	3.42%, +27bps Y-o-Y
Noninterest Expense (excl. tax credit investment & core deposit intangible amortization)	▪ Increase at a percentage rate in the high single digits.	Unchanged.	$150 million -1% Q-o-Q	$567 million, +5% Y-o-Y
Provision for Credit Losses	▪ In the range of $70mm to $80mm.	Unchanged.	$20 million	$46 million
Tax Items	▪ Full year effective tax rate of approximately 16%. ▪ Y-o-Y decrease in effective tax rate due to new federal corporate tax rate of 21%. ▪ Tax credit investments, excluding low income housing, of $105mm with associated tax credit amortization of $85mm above the line.	Unchanged.	Effective tax rate: 12%	Effective tax rate: 31% Tax credit investments, excluding low income housing, of $110mm with associated tax credit amortization of $94mm.
Interest Rates	▪ Outlook incorporates the current forward rate curve. ▪ Anticipate two additional fed funds rate increases of 25 bps each in June and September of 2018.		Fed funds increased 25 bps in March 2018.	Fed funds increased 75 bps in 2017: 25 bps each in March, June and December.

1Q18 Record Loans of $29.6 billion





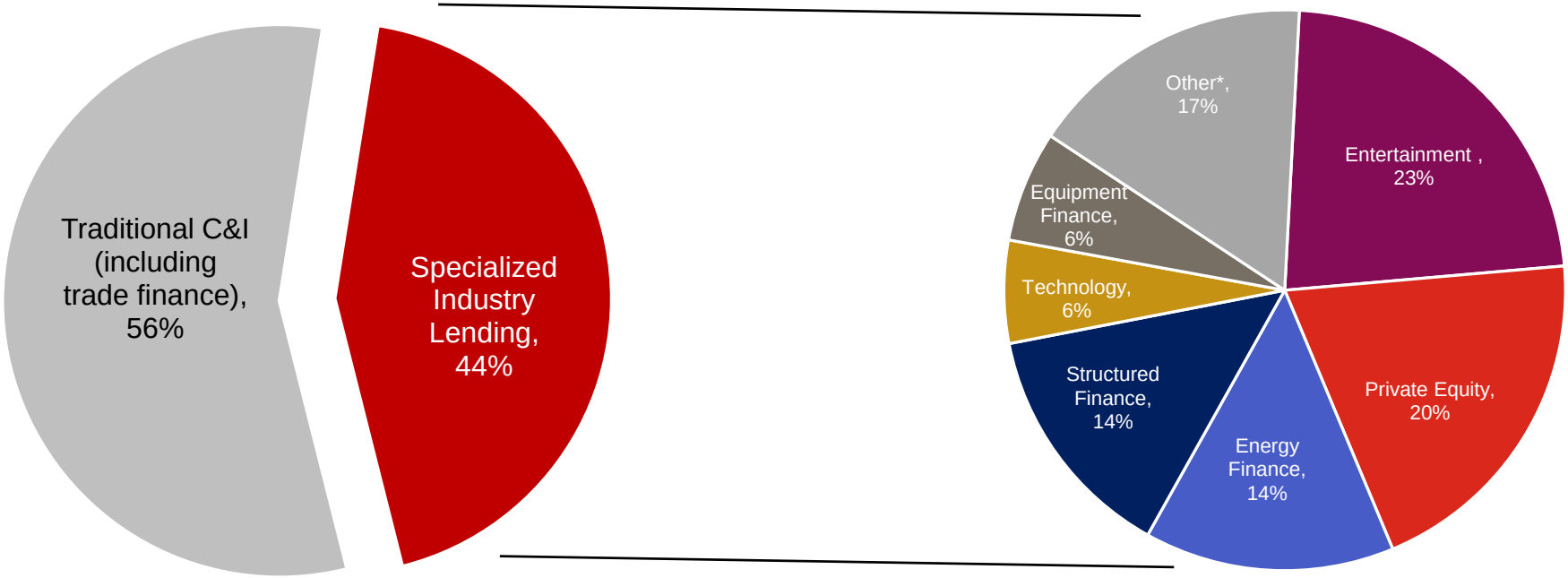


- EOP loan growth of 2% Q-o-Q (+8% LQA)
- Avg. loan growth of 2% Q-o-Q (+8% LQA).
  - Largest avg. growth by category: SFR, which increased by 6% Q-o-Q (+25% LQA).
- 1Q18 avg. loan yield of 4.69%, increased by 17 bps Q-o-Q.
  - Yield expansion driven by upward repricing of variable rate loans.

Loan portfolio composition: CRE = CRE, MFR, construction and land. Consumer = SFR, HELOC, and other consumer.

Specialized Industry Verticals: Cross-Border Growth

Total Loans $29.6 bn	Includes	C&I loans $10.8 bn or 37%	Includes	Specialized Industry $4.7 bn or 44%



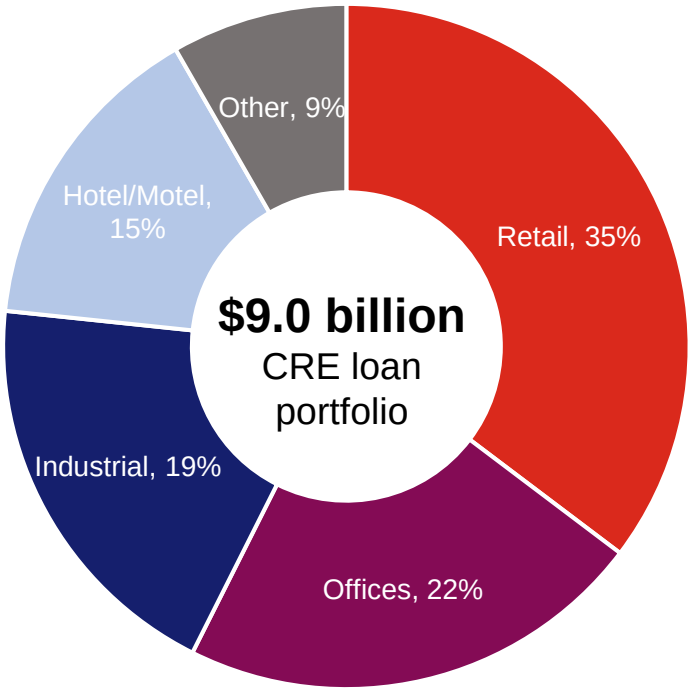
- Specialized Industry lending verticals have grown to $4.7 bn. Growth in these niches is driven by Bridge Banking, EWBC's strategy of facilitating cross-border commercial opportunities.

Portfolio distribution data as of March 31, 2018.

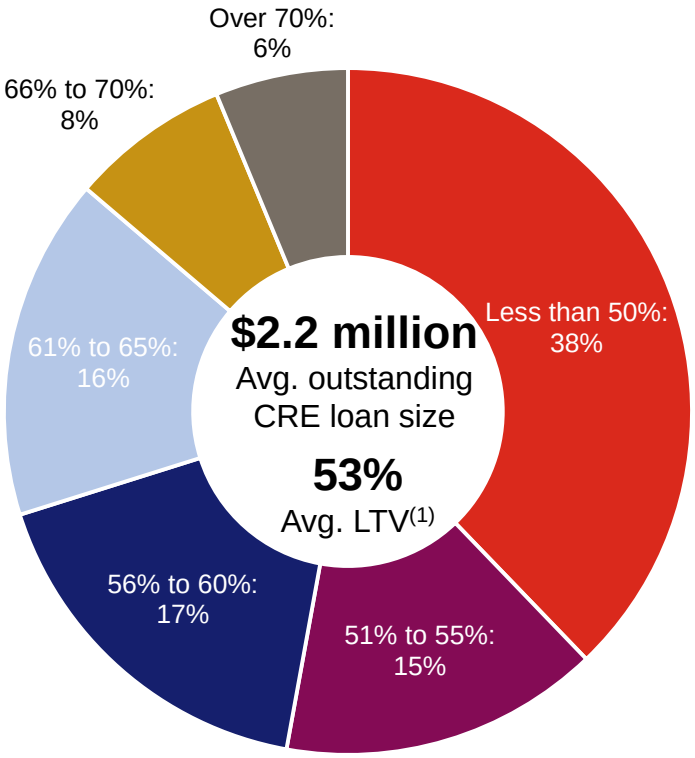
* Other Specialized Lending comprises Power and Environmental Project Finance, Health Care, Aviation, Life Science, and Agriculture.

Diversified Commercial Real Estate Portfolio

CRE Property Type Distribution
(as of 03.31.18)



CRE LTV Distribution (as of 03.31.18)

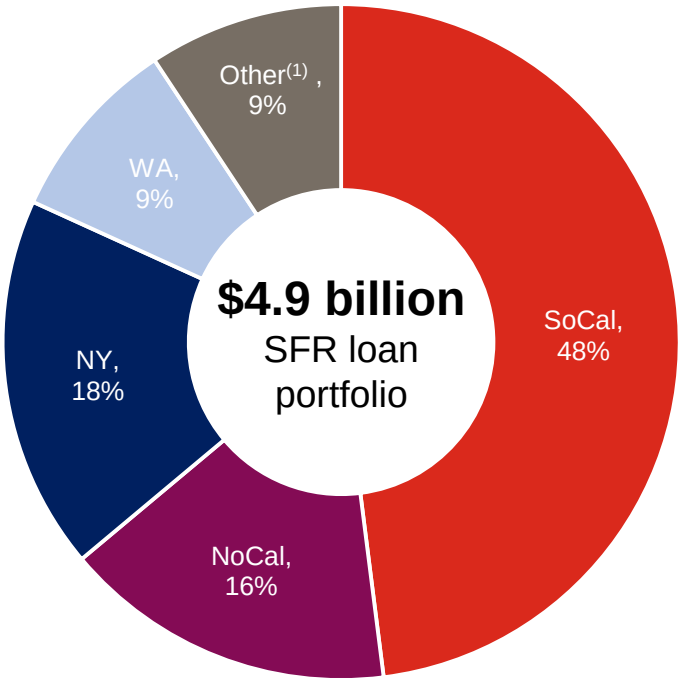


- CRE loans of $9.0bn were 30% of total gross loans as of 03.31.18.
- Including MFR, construction and land, CRE loans totaled $11.6bn or 39%.

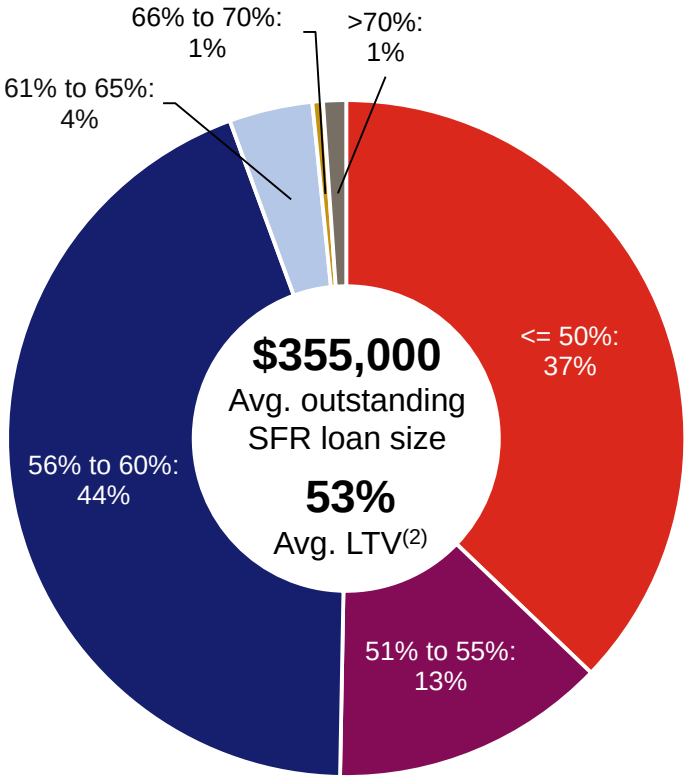
[1] LTV based on current loan balance and appraisal value at origination or renewal.

Low LTV Single Family Mortgage Portfolio

SFR Geographic Distribution (as of 03.31.18)



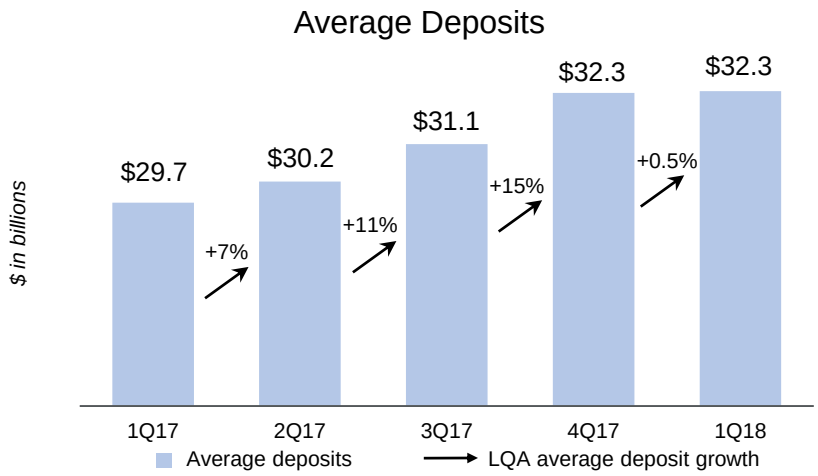
SFR LTV Distribution (as of 03.31.18)

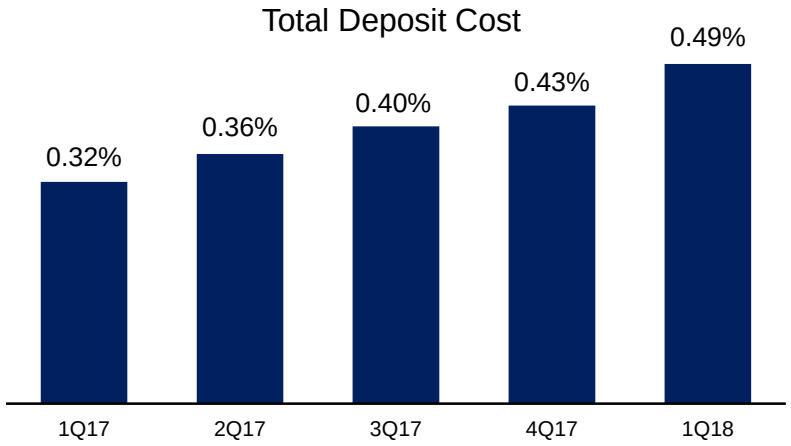


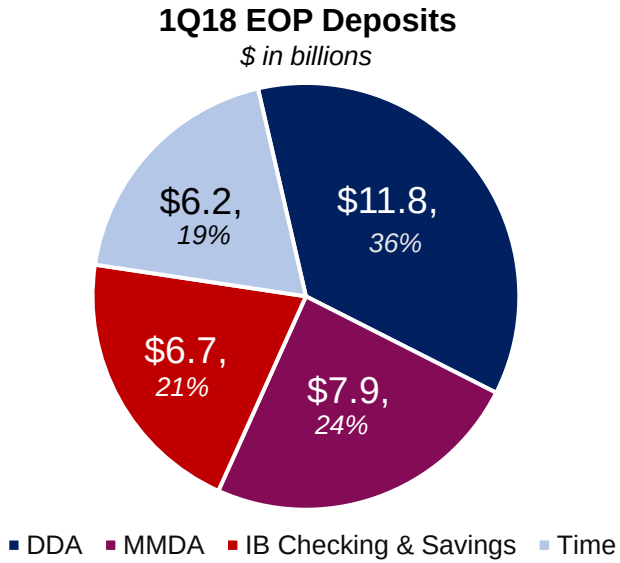
- SFR loans of $4.9bn were 17% of gross loans as of 03.31.18.
- Including HELOC and other consumer, consumer loans totaled $7.1bn or 24%.

[1] Other includes: GA, MA, MD, NV, NJ, OH, RI, TX, HK.
[2] LTV based on current loan balance and appraisal value at origination or renewal.

1Q18 Record Deposits of $32.6 billion







- Deposit growth in 1Q18 more than offset $613.7mm sale of DCB deposits.
- EOP deposit growth of 1% Q-o-Q (+ 5% LQA).
- Avg. deposits stable in 1Q18: up 0.1% Q-o-Q (+0.5% LQA).
  - Largest avg. growth by category: IB checking, up 6% Q-o-Q (+23% LQA).
- 1Q18 cost of total deposits: up 6 bps to 0.49%; cost of IB deposits: up 10 bps to 0.76%.

1Q18 Summary Income Statement

$ in millions, except per share data	1Q18	4Q17	$ Change	% Change
Adjusted net interest income	$ 321.5	$ 312.7	$ 8.8	3 %
ASC 310-30 discount accretion income	5.2	7.0	(1.8)	(26) %
Net interest income	326.7	319.7	7.0	2 %
Fees & operating income	38.2	38.4	(0.2)	(1) %
Net gains on sales of fixed assets, loans & securities	4.8	6.8	(2.0)	(30) %
Net gain on sale of business	31.5	NA	NM	NM
Total noninterest income	74.4	45.2	29.2	65 %
Adjusted noninterest expense	150.3	151.8	(1.5)	(1) %
Amortization of tax credit and other investments, and core deposit intangibles	18.9	23.5	(4.6)	(20) %
Total noninterest expense	169.1	175.3	(6.1)	(3) %
Provision for credit losses	20.2	15.5	4.7	30 %
Income tax expense	24.8	89.2	(64.5)	(72) %
Net income	**$ 187.0**	**$ 84.9**	**$ 102.1**	**120 %**
Diluted EPS	**$ 1.28**	**$ 0.58**	**$ 0.70**	**120 %**

Note: See reconciliation of GAAP to non-GAAP financial measures in the appendix of this presentation and in the Company's 1Q18 Earnings Press Release.

Notable Items

1Q18: DCB sale

- Pre-tax gain of $31.5mm.
- After-tax gain of $22.2mm or $0.15/sh.

4Q17: Tax Cuts & Jobs Act

- Negative impact of $41.5mm, or $0.29/sh from the enactment of the Tax Cuts & Jobs Act.

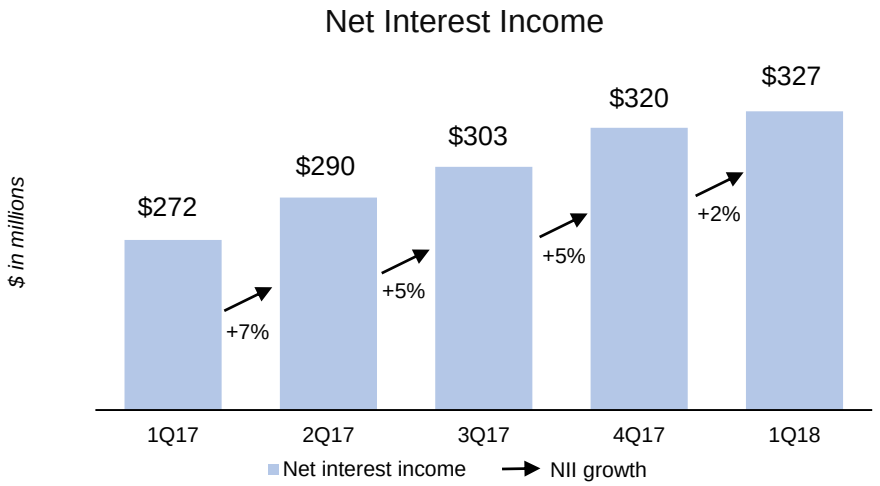
Adjusted earnings growth:

- 1Q18 adj. net income of $164.9mm grew 30% Q-o-Q.
- 1Q18 adj. diluted EPS of $1.13 grew 30% Q-o-Q.

Other items of note in 1Q18:

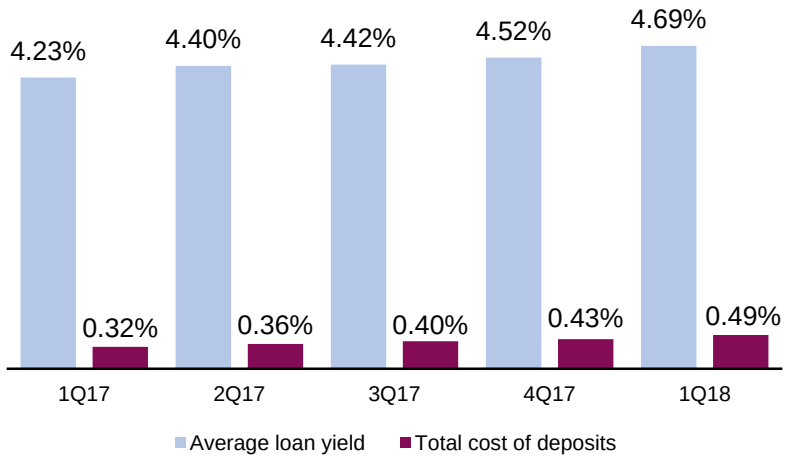
- In noninterest expense: OREO gain of $1.9mm.
- In tax expense: reversal of a liability related to state taxes for prior years: $3.9mm reduction.

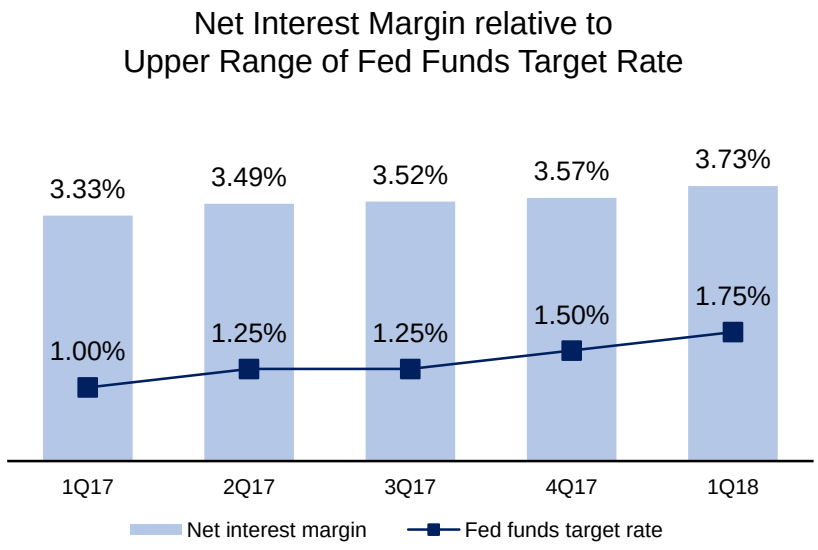
1Q18 Net Interest Income & Net Interest Margin



1Q18 NII of $326.7mm increased Q-o-Q by 2%. GAAP NIM of 3.73% expanded by 16 bps Q-o-Q.

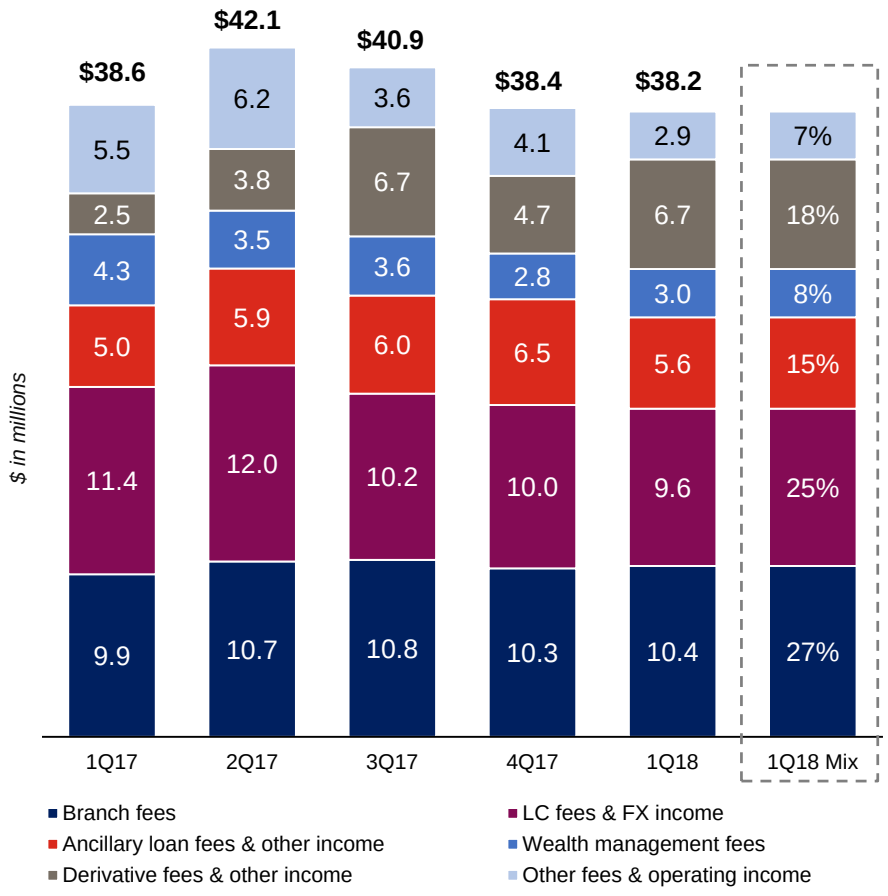
- 1Q18 ASC 310-30 discount accretion income of $5.2mm; remaining ASC 310-30 discount of $32.2mm as of 03.31.18.
- Excluding accretion, adj.* NII grew by 3% Q-o-Q and adj.* NIM of 3.67% expanded by 18 bps Q-o-Q.
- Q-o-Q NIM expansion reflects asset sensitivity of balance sheet to interest rate increases and share of DDAs in funding mix.





* See reconciliation of GAAP to non-GAAP financial measures in the appendix of this presentation and in the Company's 1Q18 Earnings Press Release.

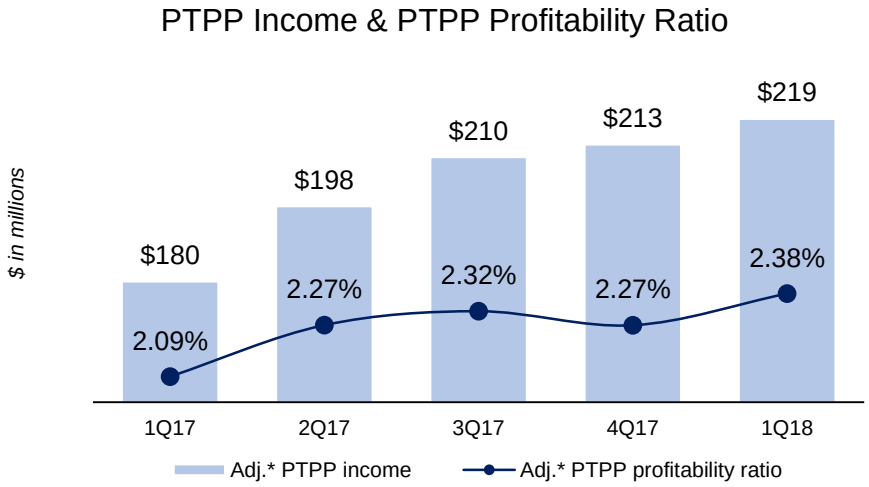
1Q18 Fees & Other Operating Income



Q-o-Q Difference

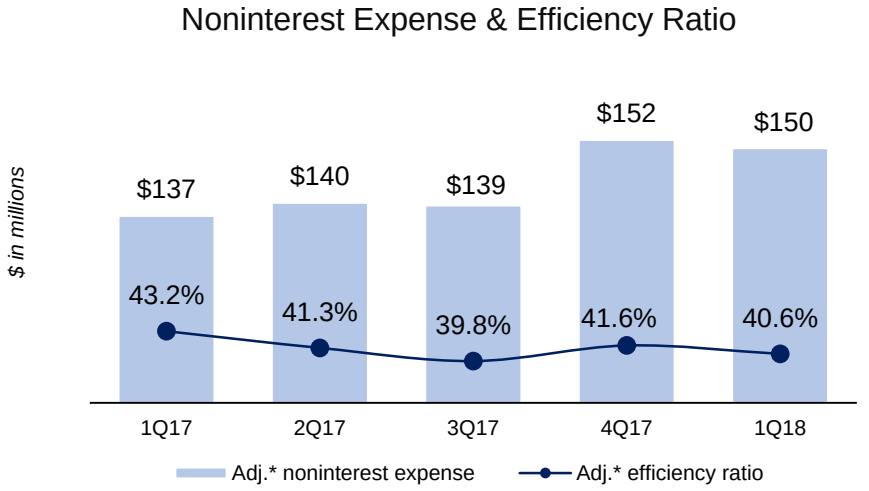
- Total noninterest income of $74.4mm increased by $29.2mm, largely from the gain on sale of DCB of $31.5mm.
- Excluding the impact of all gains on sales, fees and other operating income of $38.2mm was essentially stable Q-o-Q.
- Customer driven fees of $39.0mm increased by 4% Q-o-Q from $37.6mm.
  - Increased by 5% Y-o-Y from $37.2mm.
  - Strength in transaction volumes for derivative fees and FX income in 1Q18.

PTPP Profitability and Efficiency



Growing pre-tax, pre-provision income.

- Pre-tax, pre-provision (PTPP) income growth: $219.4mm in 1Q18, up 3% Q-o-Q. Increasing PTPP income for past 4 quarters.
- 5-qtr adj. PTPP profitability ratio range of 2.09% to 2.38%.
- Generating positive operating leverage: revenue growth outpacing expense growth.



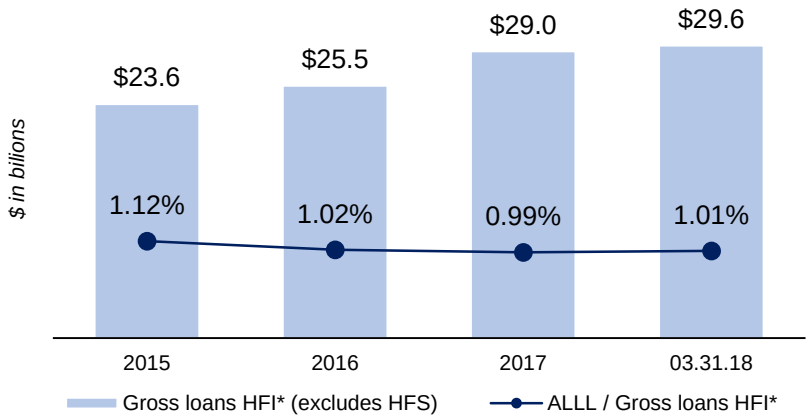
1Q18 total noninterest expense: $169.1mm.

- 1Q18 adj.* noninterest expense: $150.3mm, down 1% Q-o-Q.
  - Compensation and employee benefits expense: up $4.9mm, or 5% Q-o-Q, largely due to seasonal increases.
  - Consulting exp. decrease: $(1.8)mm, or (43)% Q-o-Q.
  - Other operating exp. includes $1.9mm gain on OREO.
- 1Q18 adj.* efficiency ratio: 40.6% compared to 41.6% in 4Q17.

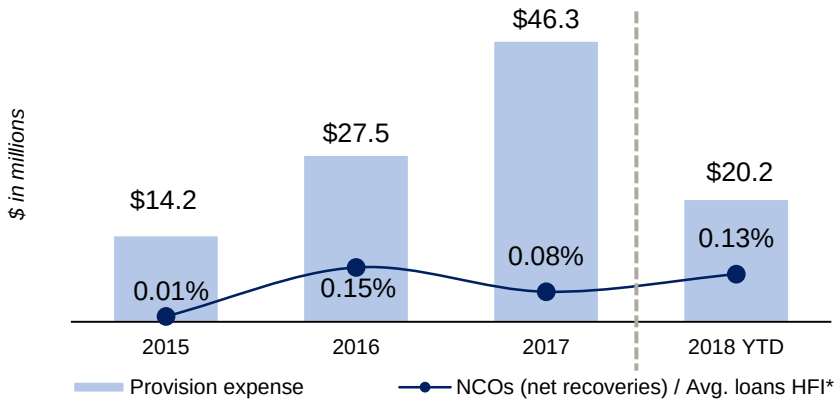
*See reconciliation of GAAP to non-GAAP financial measures in the appendix of this presentation and in the Company's 1Q18 Earnings Press Release.

Asset Quality Metrics

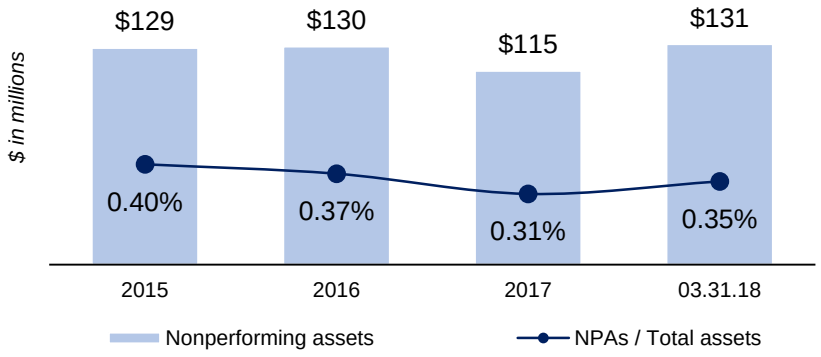
Allowance for Loan Losses



Provision Expense and Net Charge-off* Ratio



Nonperforming Assets*



- Allowance for loan losses to loans HFI was 1.01% as of 03.31.18, compared to 0.99% as of 12.31.17.
- 1Q18 net charge-off ratio: 0.13% annualized.
- Overall, asset quality trends, including classified assets and delinquent loans are stable.

* Nonperforming assets and net charge-offs exclude purchased credit impaired loans. HFI represents held-for-investment.

Interest Rate Sensitivity

EWBC's Net Interest Income Sensitivity to Selected Interest Rate Scenarios (as of March 31, 2018)

	Net Interest Income Volatility:					
	31-Mar-2018			31-Dec-2017		
Change in Interest Rates :	% change	$ in mm	in EPS	% change	$ in mm	in EPS
+ 200 bps	20.2%	$267.6	+ $ 1.54	18.9%	$223.7	+ $ 1.14
+ 100 bps	9.1%	$120.6	+ $ 0.69	10.7%	$126.8	+ $ 0.65
- 100 bps	-8.1%	($107.3)	- $ (0.62)	-7.4%	($87.2)	- $ (0.44)
- 200 bps	-15.0%	($198.7)	- $ (1.14)	-12.6%	($149.0)	- $ (0.76)

	Net Interest Income Volatility as of 3/31/18 Given a 12-Month Demand Deposit Migration of:								
	$1.0 billion			$2.0 billion			$3.0 billion		
Change in Interest Rates :	% change	$ in mm	in EPS	% change	$ in mm	in EPS	% change	$ in mm	in EPS
+200 bps	19.0%	$251.7	+ $ 1.45	17.8%	$235.8	+ $ 1.36	16.6%	$219.9	+ $ 1.27
+100 bps	8.8%	$116.6	+ $ 0.67	8.5%	$112.6	+ $ 0.65	8.2%	$108.6	+ $ 0.63

EWBC's deposit mix has been stable: CDs ranging from 18% to 19%, and DDAs ranging from 34% to 36% over the past 5 quarters.

- Due to the growth in core deposits, a surge deposit study was conducted to identify the amount of volatile deposits and to estimate the likelihood of run-off in various interest rate environments.

Note: NII sensitivity translated into $ and EPS using annualized 1Q18 NII, FY 2017 NII, expected FY 2018 effective tax rate, & FY 2017 effective tax rate adjusted for impact of enactment of the Tax Cuts & Jobs Act.

Loan Portfolio: Underlying Interest Rate Detail

EWBC's Loan Portfolio Breakdown: Fixed, Hybrid, & Variable Rate Loans (as of March 31, 2018)

	$ in mm.	% of total loans	$ in mm.	% of category
True Fixed rate loans	**2,384.6**	**8.1%**		
Hybrid: no floors	188.4	0.6%		
Hybrid: Interest rates above floors	4,177.0	14.1%		
Of which, linked to Prime			738.8	17.7%
Of which, linked to 1M Libor			4.2	0.1%
Of which, linked to Other Libor			665.9	15.9%
Hybrid: Interest rates below floors	48.9	0.2%		
Hybrid: Interest rates at floors	1.4	0.0%		
Subtotal: Hybrid loans	**4,415.6**	**14.9%**		
Variable: no floors	**15,297.6**	**51.7%**		
Of which, linked to Prime			5,950	39%
Of which, linked to 1M Libor			5,502	36%
Of which, linked to Other Libor			1,861	12%
Variable: Interest rate above floors	**7,168.1**	**24.2%**		
Of which, linked to Prime			4,270	60%
Of which, linked to 1M Libor			1,705	24%
Of which, linked to Other Libor			684	10%
Variable: Interest rate at floors	**33.6**	**0.1%**		
Variable: Interest rate below floors	**259.4**	**0.9%**		
Of which, linked to Prime			129	50%
Of which, linked to 1M Libor			59	23%
Of which, linked to Other Libor			40	16%
Subtotal: Variable rate loans	**22,758.8**	**76.9%**		
Other (NPLs, premiums, discounts)	42.5	0.1%		
Total gross loans	**29,601.4**	**100.0%**		

EWBC's loan portfolio is predominantly linked to Prime Rate and short-term LIBOR, a profile that has been consistent over time.

- Over 75% of EWBC's loan portfolio is variable rate (this includes hybrid loans in variable period), and <10% is fixed rate.
- Approx. $300mm of variable rate and hybrid loans, or 1% of total loans, have an index rate below floors. Approximately half of these would cross above floor rates with the next two 25bps moves in interest rates. The weighted average distance below floors is 66bps.
- The weighted avg. date of repricing for loans below floors is less than 2 months.

Note: Hybrid loans shows those still in fixed rate period. Hybrid loans already subject to variable rate are shown in Variable loans.

Note: Loans (HFI & HFS) net of deferred fees, premiums, or discounts, and gross of ALLL.

APPENDIX

EAST WEST BANK
Your financial bridge®

Appendix: GAAP to Non-GAAP Reconciliation

EAST WEST BANCORP, INC. AND SUBSIDIARIES
GAAP TO NON-GAAP RECONCILIATION
($ in thousands)
(unaudited)

During the first quarter of 2017, the Company consummated a sale and leaseback transaction on a commercial property and recognized a pre-tax gain on sale of $71.7 million. On December 22, 2017, the Tax Cuts and Jobs Act was enacted, which resulted in an additional income tax expense of $41.7 million recognized in the fourth quarter of 2017. During the first quarter of 2018, the Company sold its Desert Community Bank ("DCB") branches and recognized a pre-tax gain on sale of $31.5 million. Management believes that presenting the computations of the adjusted net income, adjusted diluted earnings per common share, adjusted return on average assets and adjusted return on average equity that exclude the impact of the Tax Cuts and Jobs Act and after-tax gains on the sales of the commercial property and DCB branches (where applicable) provides clarity to financial statement users regarding the ongoing performance of the Company and allows comparability to prior periods.

		Quarter Ended		
		March 31, 2018	December 31, 2017	March 31, 2017
Net income	(a)	$ 187,032	$ 84,898	$ 169,736
Add: Impact of the Tax Cuts and Jobs Act	(b)	—	41,689	—
Less: Gain on sale of the commercial property, net of tax [1]	(c)	—	—	(41,526)
Gain on sale of business, net of tax [1]	(d)	(22,167)	—	—
Adjusted net income	**(e)**	**$ 164,865**	**$ 126,587**	**$ 128,210**
Diluted weighted average number of shares outstanding	**(f)**	**145,939**	**146,030**	**145,732**
Diluted EPS	(a)/(f)	$ 1.28	$ 0.58	$ 1.16
Diluted EPS impact of the Tax Cuts and Jobs Act	(b)/(f)	—	0.29	—
Diluted EPS impact of gain on sale of the commercial property, net of tax	(c)/(f)	—	—	(0.28)
Diluted EPS impact of gain on sale of business, net of tax	(d)/(f)	(0.15)	—	—
Adjusted diluted EPS		**$ 1.13**	**$ 0.87**	**$ 0.88**
Average total assets	(g)	$ 37,381,386	$ 37,262,618	$ 34,928,031
Average stockholders' equity	(h)	$ 3,922,926	$ 3,856,802	$ 3,493,396
Return on average assets [2]	**(a)/(g)**	**2.03 %**	**0.90 %**	**1.97 %**
Adjusted return on average assets [2]	**(e)/(g)**	**1.79 %**	**1.35 %**	**1.49 %**
Return on average equity [2]	**(a)/(h)**	**19.34 %**	**8.73 %**	**19.71 %**
Adjusted return on average equity [2]	**(e)/(h)**	**17.04 %**	**13.02 %**	**14.88 %**

(1) Statutory rate of 29.56% was applied for the quarter ended March 31, 2018. Statutory rate of 42.05% was applied for the quarters ended December 31, 2017 and March 31, 2017.
(2) Annualized.

Appendix: GAAP to Non-GAAP Reconciliation (cont'd)

EAST WEST BANCORP, INC. AND SUBSIDIARIES
GAAP TO NON-GAAP RECONCILIATION
($ in thousands)
(unaudited)

Adjusted efficiency ratio represents adjusted noninterest expense divided by adjusted revenue. Adjusted pre-tax, pre-provision profitability ratio represents the aggregate of adjusted revenue less adjusted noninterest expense, divided by average total assets. Adjusted revenue represents the aggregate of net interest income and adjusted noninterest income, where adjusted noninterest income excludes the gains on the sales of the commercial property and DCB branches (where applicable). Adjusted noninterest expense excludes the amortization of tax credit and other investments, and the amortization of core deposit intangibles (where applicable). Management believes that the measures and ratios presented below provide clarity to financial statement users regarding the ongoing performance of the Company and allow comparability to prior periods.

		Quarter Ended		
		March 31, 2018	**December 31, 2017**	**March 31, 2017**
Net interest income before provision for credit losses	(a)	$ 326,693	$ 319,701	$ 272,122
Total noninterest income		74,444	45,206	115,828
Total revenue	(b)	401,137	364,907	387,950
Noninterest income		74,444	45,206	115,828
Less: Gain on sale of the commercial property		—	—	(71,654)
Gain on sale of business		(31,470)	—	—
Adjusted noninterest income	(c)	$ 42,974	$ 45,206	$ 44,174
Adjusted revenue	**(a)+(c) = (d)**	**$ 369,667**	**$ 364,907**	**$ 316,296**
Total noninterest expense	(e)	$ 169,135	$ 175,263	$ 152,878
Less: Amortization of tax credit and other investments		(17,400)	(21,891)	(14,360)
Amortization of core deposit intangibles		(1,485)	(1,621)	(1,817)
Adjusted noninterest expense	**(f)**	**$ 150,250**	**$ 151,751**	**$ 136,701**
Efficiency ratio	**(e)/(b)**	**42.16%**	**48.03%**	**39.41%**
Adjusted efficiency ratio	**(f)/(d)**	**40.64%**	**41.59%**	**43.22%**
Adjusted pre-tax, pre-provision income	**(d)-(f) = (g)**	**$ 219,417**	**$ 213,156**	**$ 179,595**
Average total assets	(h)	$ 37,381,386	$ 37,262,618	$ 34,928,031
Adjusted pre-tax, pre-provision profitability ratio [1]	**(g)/(h)**	**2.38%**	**2.27%**	**2.09%**
Adjusted noninterest expense [1]/average assets	**(f)/(h)**	**1.63%**	**1.62%**	**1.59%**

(1) Annualized.

Appendix: GAAP to Non-GAAP Reconciliation (cont'd)

EAST WEST BANCORP, INC. AND SUBSIDIARIES
GAAP TO NON-GAAP RECONCILIATION
($ in thousands)
(unaudited)

Management believes that presenting the adjusted average loan yield and adjusted net interest margin that exclude the ASC 310-30 discount accretion impact provides clarity to financial statement users regarding the change in loan contractual yields and allows comparability to prior periods.

		Quarter Ended		
Yield on Average Loans		**March 31, 2018**	**December 31, 2017**	**March 31, 2017**
Interest income on loans	(a)	$ 337,904	$ 326,401	$ 272,061
Less: ASC 310-30 discount accretion income		(5,200)	(7,024)	(3,233)
Adjusted interest income on loans	**(b)**	**$ 332,704**	**$ 319,377**	**$ 268,828**
Average loans	(c)	$ 29,211,906	$ 28,646,461	$ 26,087,178
Add: ASC 310-30 discount		34,059	37,660	48,566
Adjusted average loans	**(d)**	**$ 29,245,965**	**$ 28,684,121**	**$ 26,135,744**
Average loan yield [1]	**(a)/(c)**	**4.69%**	**4.52%**	**4.23%**
Adjusted average loan yield [1]	**(b)/(d)**	**4.61%**	**4.42%**	**4.17%**
Net Interest Margin				
Net interest income	(e)	$ 326,693	$ 319,701	$ 272,122
Less: ASC 310-30 discount accretion income		(5,200)	(7,024)	(3,233)
Adjusted net interest income	**(f)**	**$ 321,493**	**$ 312,677**	**$ 268,889**
Average interest-earning assets	(g)	$ 35,513,663	$ 35,491,424	$ 33,095,396
Add: ASC 310-30 discount		34,059	37,660	48,566
Adjusted average interest-earning assets	**(h)**	**$ 35,547,722**	**$ 35,529,084**	**$ 33,143,962**
Net interest margin [1]	**(e)/(g)**	**3.73%**	**3.57%**	**3.33%**
Adjusted net interest margin [1]	**(f)/(h)**	**3.67%**	**3.49%**	**3.29%**

(1) Annualized.

Appendix: GAAP to Non-GAAP Reconciliation (cont'd)

EAST WEST BANCORP, INC. AND SUBSIDIARIES
GAAP TO NON-GAAP RECONCILIATION
($ in thousands)
(unaudited)

The Company uses certain non-GAAP financial measures to provide supplemental information regarding the Company's performance. Tangible equity and tangible equity to tangible assets ratio are non-GAAP financial measures. Tangible equity and tangible assets represent stockholders' equity and total assets, respectively, which have been reduced by goodwill and other intangible assets. Given that the use of such measures and ratios is more prevalent in the banking industry, and such measures and ratios are used by banking regulators and analysts, the Company has included them below for discussion.

		March 31, 2018	December 31, 2017	March 31, 2017
Stockholders' equity	(a)	$ 3,978,755	$ 3,841,951	$ 3,565,954
Less: Goodwill		(465,547)	(469,433)	(469,433)
Other intangible assets [1]		(26,196)	(28,825)	(33,843)
Tangible equity	**(b)**	**$ 3,487,012**	**$ 3,343,693**	**$ 3,062,678**
Total assets	(c)	$ 37,719,104	$ 37,150,249	$ 35,342,126
Less: Goodwill		(465,547)	(469,433)	(469,433)
Other intangible assets [1]		(26,196)	(28,825)	(33,843)
Tangible assets	**(d)**	**$ 37,227,361**	**$ 36,651,991**	**$ 34,838,850**
Total stockholders' equity to total assets ratio	**(a)/(c)**	**10.55%**	**10.34 %**	**10.09 %**
Tangible equity to tangible assets ratio	**(b)/(d)**	**9.37 %**	**9.12 %**	**8.79 %**

Adjusted return on average tangible equity represents adjusted tangible net income divided by average tangible equity. Adjusted tangible net income excludes the after-tax effects of the amortization of core deposit intangibles and mortgage servicing assets, the impact of the Tax Cuts and Jobs Act, and the after-tax gains on the sales of the commercial property and DCB branches (where applicable). Given that the use of such measures and ratios is more prevalent in the banking industry, and such measures and ratios are used by banking regulators and analysts, the Company has included them below for discussion.

		Quarter Ended		
		March 31, 2018	December 31, 2017	March 31, 2017
Net Income		$ 187,032	$ 84,898	$ 169,736
Add: Amortization of core deposit intangibles, net of tax [2]		1,046	939	1,053
Amortization of mortgage servicing assets, net of tax [2]		333	254	266
Tangible net income	**(e)**	**$ 188,411**	**$ 86,091**	**$ 171,055**
Add: Impact of the Tax Cuts and Jobs Act		—	41,689	—
Less: Gain on sale of the commercial property, net of tax [2]		—	—	(41,526)
Gain on sale of business, net of tax [2]		(22,167)	—	—
Adjusted tangible net income	**(f)**	**$ 166,244**	**$ 127,780**	**$ 129,529**
Average stockholders' equity		$ 3,922,926	$ 3,856,802	$ 3,493,396
Less: Average goodwill		(468,785)	(469,433)	(469,433)
Average other intangible assets [1]		(28,102)	(29,527)	(34,987)
Average tangible equity	**(g)**	**$ 3,426,039**	**$ 3,357,842**	**$ 2,988,976**
Return on average tangible equity [3]	**(e)/(g)**	**22.30 %**	**10.17 %**	**23.21 %**
Adjusted return on average tangible equity [3]	**(f)/(g)**	**19.68 %**	**15.10 %**	**17.57 %**

(1) Includes core deposit intangibles and mortgage servicing assets.
(2) Statutory rate of 29.56% was applied for the quarter ended March 31, 2018. Statutory rate of 42.05% was applied for the quarters ended December 31, 2017 and March 31, 2017.
(3) Annualized.