HAWAIIAN ELECTRIC NYSE-HE

RECENT PRICE **13.42** | P/E RATIO **14.1** (Trailing: 16.6 / Median: 19.0) | RELATIVE P/E RATIO **0.77** | DIV'D YLD **Nil** | **VALUE LINE**

TIMELINESS 4 Lowered 5/29/26
SAFETY 4 Raised 10/17/25
TECHNICAL 2 Lowered 7/17/26
BETA 1.00 (1.00 = Market)

18-Month Target Price Range
Low-High **Midpoint (% to Mid)**
$7-$16 $12 (-15%)

2029-31 PROJECTIONS

	Price	Gain	Ann'l Total Return
High	20	(+50%)	*13%*
Low	13	(-5%)	*3%*

Institutional Decisions

	3Q2025	4Q2025	1Q2026
to Buy	155	141	198
to Sell	112	75	125
Hld's(000)	126737	144448	156937

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027
High:	34.9	35.0	38.7	39.3	47.6	55.2	46.0	44.7	43.7	18.2	13.4	17.4						
Low:	27.0	27.3	31.7	31.7	35.1	31.8	33.0	33.2	9.1	7.6	8.1	12.2						

LEGENDS
23.8 x Dividends p sh
Relative Price Strength
Options: Yes
Shaded area indicates recession

Target Price Range 2029 | 2030 | 2031
64 48 40 32 24 20 16 12 8 6

Percent shares traded 15 10 5

% TOT. RETURN 7/6/26

	THIS STOCK	VL ARITH.* INDEX
1 yr.	22.2	23.1
3 yr.	-61.8	52.8
5 yr.	-65.0	47.8

© VALUE LINE PUB. LLC 29-31

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	
	28.14	33.76	34.46	31.98	31.59	24.22	21.92	23.49	26.28	26.38	23.63	26.08	34.18	33.43	18.67	17.88	*18.20*	*19.00*	Revenues per sh
	2.88	3.18	3.28	3.22	3.41	3.31	4.17	3.68	4.20	4.55	4.48	4.80	4.90	4.63	d5.97	2.60	*2.75*	*2.90*	"Cash Flow" per sh
	1.21	1.44	1.67	1.62	1.64	1.50	2.29	1.64	1.85	1.99	1.81	2.25	2.20	1.81	d10.42	.86	*.95*	*1.05*	Earnings per sh [A]
	1.24	1.24	1.24	1.24	1.24	1.24	1.24	1.24	1.24	1.28	1.32	1.36	1.40	1.08	- -	- -	*Nil*	*Nil*	Div'd Decl'd per sh [B]
	1.92	2.45	3.32	3.49	3.31	3.39	3.04	4.55	4.94	4.20	3.52	2.88	3.14	4.07	2.00	1.98	*3.00*	*3.40*	Cap'l Spending per sh
	15.67	15.95	16.28	17.06	17.47	17.94	19.03	19.28	19.86	20.93	21.41	21.87	20.12	21.29	8.58	9.30	*10.25*	*11.35*	Book Value per sh [C]
	94.69	96.04	97.93	101.26	102.57	107.46	108.58	108.79	108.88	108.97	109.18	109.31	109.47	110.15	172.47	172.62	*173.50*	*174.00*	Common Shs Outst'g [D]
	18.6	17.1	15.8	16.2	15.9	20.4	13.6	20.7	18.9	21.3	21.5	18.2	18.5	15.9	- -	12.7	*Bold figures are Value Line estimates*		Avg Ann'l P/E Ratio
	1.18	1.07	1.01	.91	.84	1.03	.71	1.04	1.02	1.13	1.10	.98	1.07	.88	- -	.66			Relative P/E Ratio
	5.5%	5.0%	4.7%	4.7%	4.8%	4.1%	4.0%	3.7%	3.5%	3.0%	3.4%	3.3%	3.4%	3.7%	- -	- -			Avg Ann'l Div'd Yield
	2380.7	2555.6	2860.8	2874.6	2579.8	2850.4	3742.0	3682.2	3219.9	3086.9	*3160*	*3310*							Revenues ($mill)
	250.1	180.6	203.7	219.8	199.7	248.1	243.0	201.1	d1321	152.5	*165*	*185*							Net Profit ($mill)
	33.1%	34.7%	20.0%	19.0%	17.0%	20.2%	20.1%	18.1%	18.1%	22.1%	*19.0%*	*19.0%*							Income Tax Rate
	4.6%	9.6%	7.7%	7.5%	5.9%	5.2%	5.8%	10.1%	10.1%	13.7%	*14.0%*	*14.5%*							AFUDC % to Net Profit
	41.6%	43.4%	47.5%	44.6%	46.5%	46.4%	50.3%	62.2%	67.3%	63.5%	*64.0%*	*65.0%*							Long-Term Debt Ratio
	57.5%	55.7%	51.7%	54.6%	52.7%	52.8%	49.0%	37.3%	31.9%	36.5%	*36.0%*	*35.0%*							Common Equity Ratio
	3595.1	3765.5	4182.3	4176.9	4435.9	4524.1	4498.5	6292.6	4630.4	4396.5	*4950*	*5650*							Total Capital ($mill)
	4603.5	5025.9	4830.1	5109.6	5265.7	5392.1	5687.0	6150.1	6134.3	6188.4	*6425*	*6700*							Net Plant ($mill)
	7.9%	5.8%	5.9%	6.3%	5.5%	6.4%	6.4%	4.1%	NMF	4.8%	*4.5%*	*4.5%*							Return on Total Cap'l
	11.9%	8.5%	9.3%	9.5%	8.4%	10.2%	10.9%	8.5%	NMF	9.5%	*9.5%*	*9.5%*							Return on Shr. Equity
	12.0%	8.5%	9.3%	9.6%	8.5%	10.3%	10.9%	8.5%	NMF	9.4%	*9.5%*	*9.5%*							Return on Com Equity [E]
	6.3%	2.1%	3.1%	3.4%	2.3%	4.1%	4.0%	3.7%	NMF	9.4%	*9.5%*	*9.5%*							Retained to Com Eq
	48%	76%	67%	64%	73%	61%	64%	57%	NMF	1%	*Nil*	*Nil*							All Div'ds to Net Prof [F]

CAPITAL STRUCTURE as of 3/31/26
Total Debt $2907.9 mill.
LT Debt $2782.9 mill. **LT Interest** $124.0 mill.
Incl. $502.5 mill. finance leases.
(Total Interest Coverage: 2.5x)
Leases, Uncapitalized Annual rentals $20.0 mill.

Pension Assets-12/25 $2041.7 mill.
Oblig. $1960.9 mill.
Pfd Stock None

Common Stock 172,635,624 shs.
as of 4/30/26
MARKET CAP: $2.3 billion (Small Cap)

ELECTRIC OPERATING STATISTICS

	2023	2024	2025
% Change Retail Sales (MWH)	-1.5	-4.6	+2.5
Avg. Indust. Use (MWH)	3274	3301	3407
Avg. Indust. Revs. per KWH (¢)	35.34	33.99	31.33
Capacity at Yearend (Mw)	2101	2013	1977
Peak Load/Demand (Mw)	1447	1424	1447
Annual Load Factor (%)	68.0	70.6	70.8
% Change Customers (yr-end)	+.4	+.3	+.1
Fixed Charge Cov. (%)	273	NMF	216

ANNUAL RATES of change (per sh)

	Past 10 Yrs.	Past 5 Yrs.	Est'd '23-'25 to '29-'31
Revenues	-2.0%	-1.5%	*NMF*
"Cash Flow"	-18.5%	-37.5%	*NMF*
Earnings	- -	- -	*NMF*
Dividends	- -	- -	*NMF*
Book Value	-3.0%	-9.0%	*NMF*

QUARTERLY REVENUES ($ mill.)

Calendar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2023	928.2	895.7	896.9	961.4	3682.2
2024	792.0	795.4	833.3	799.2	3219.9
2025	744.1	746.4	790.6	805.8	3086.9
2026	746.4	*768.6*	*815*	*830*	*3160*
2027	*795*	*800*	*850*	*865*	*3310*

EARNINGS PER SHARE [A]

Calendar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2023	.50	.50	.37	.44	1.81
2024	.38	d11.74	d.91	.17	d10.42
2025	.23	.20	.19	.24	.86
2026	.18	*.24*	*.25*	*.28*	*.95*
2027	*.24*	*.25*	*.26*	*.30*	*1.05*

QUARTERLY DIVIDENDS PAID [B]

Calendar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2022	.35	.35	.35	.35	1.40
2023	.36	.36	.36	- -	1.08
2024	- -	- -	- -	- -	- -
2025	- -	- -	- -	- -	- -
2026	- -	- -			

BUSINESS: Hawaiian Electric Industries (HEI) is the parent company of Hawaiian Electric Company, Inc. (HECO), American Savings Bank (ASB), and Pacific Current. HECO & its subs., Maui Electric Co. (MECO) & Hawaii Electric Light Co. (HELCO), supply electricity to 474,241 customers on Oahu, Maui, Molokai, Lanai, & Hawaii. Operating companies' systems are not interconnected. Elec. rev. breakdown: residential, 33%; commercial, 35%; industrial, 32%; other, less than 1%. Generating sources: oil, 63%; renewables, 37%. Fuel costs: 53% of revs. '25 reported deprec. rate: 3.1%. Employs about 2,675. Chairman: Tom Fargo. Pres. & CEO: Scott Seu. Inc.: HI. Address: 1001 Bishop St., Suite 2900, Honolulu, HI 96808-0730. Telephone: 808-543-5662. Internet: www.hei.com.

Hawaiian Electric Industries is trying to put the Maui wildfire catastrophe behind it. HEI faced hundreds of tort claims for damages and insurers' lawsuits stemming from its equipment's role in the August 2023 blaze that destroyed the town of Lahaina. In a deal brokered by state authorities, the utility will pay nearly half of a $4 billion settlement for local tort claims. After several months of tying up loose ends, the settlement was legally finalized earlier this year and the company issued the first of four $479 million annual payments starting this past April. Note that in 2024, HEI took a $1.875 billion writeoff related to wildfire tort claims. We included it in our earnings presentation to correlate with the massive drop in the stock price. From 2025 onwards, we are using adjusted (non-GAAP) figures.

The road back to respectability remains difficult. HEI initially contributed $75 million to the state's wildfires victim fund and owes an additional $1.437 billion after recently making the first of four equal annual payments that are expected to conclude in April of 2029. HEI had $240 million of insurance for the incident. To help raise the rest of the funds, it sold 62 million shares priced at $9.25 each in the fourth quarter of 2024. The secondary offering brought in $575 million before fees, but the share count expanded by 57%, diluting stockholders' investment substantially. Later, HEI sold a 90.1% stake in its savings bank subsidiary for $405 million and divested a power plant for around $100 million. Over the next year or so, it will likely sell the remaining 9.9% ownership in the bank and some other generating assets. The rest of the settlement funds are expected to mainly come from cash flow and more borrowings. A recently announced positive for HEI was that two key shareholder lawsuits against the company and its executives have been settled and are covered by insurance.

The utility holding company should regain about half of its former per-share earnings power by decade's end. After the settlement is paid, HEI ought to be able to reinstitute a dividend. Still, we'd pass on this equity at the recent valuation, as annual total return prospects appear subpar. Too, the stock is untimely.

Anthony J. Glennon *July 17, 2026*

(A) Core diluted EPS starting from 2025. Excl. nonrec. losses: '12, d25¢; '17, d12¢; '25, d15¢; disc. ops. '24; d81¢. Qtrly. EPS may not sum to full year due to rounding or changes in share count. Next egs. report due early August.
(B) Quarterly div'ds have been suspended.
(C) Incl. deferred charges and intang. In '25: $1.82/sh. **(D)** In mill.
(E) Rate base: Orig. cost. Rate allowed on com. eq. in '21: HECO, 9.5%; in '21: HELCO, 9.5%; in '21: MECO, 9.5%; Regulatory Climate: Below Average. **(F)** Incl. preferred div'ds.

Company's Financial Strength	B
Stock's Price Stability	15
Price Growth Persistence	15
Earnings Predictability	5

© 2026 Value Line, Inc. All rights reserved. Factual material is obtained from sources believed to be reliable and is provided without warranties of any kind. THE PUBLISHER IS NOT RESPONSIBLE FOR ANY ERRORS OR OMISSIONS HEREIN. This publication is strictly for subscriber's own, non-commercial, internal use. No part of it may be reproduced, resold, stored or transmitted in any printed, electronic or other form, or used for generating or marketing any printed or electronic publication, service or product.

To subscribe call 1-800-VALUELINE