Financial Year ended

Bank of South Pacific Limited and Subsidiaries

Company No	Half yearly	Final	financial year ended
HUBSP0000055.		**X**	**31-Dec-15**

Extracts from this report for announcement to the market (see note 1)			K' 000
Sales (or equivalent operating) revenue (item 1.1 + 1.3)	up	3.83%	1,545,541
Abnormal after tax attributable to shareholders (item (2.5))	gain (loss) of	0.00%	0
Operating profit (loss after tax (before amortisation of goodwill)) attributable to shareholders (item 1.26)	up	4.84%	531,879
Operating profit (loss) after tax attributable to shareholders (item 1.10)	up	4.84%	531,879
Extraordinary items after tax attributable to shareholders (item 1.13)	up	0.00%	0
Operating profit(loss) and extraordinary items after tax attributable to shareholders (item 1.16)	up	4.84%	531,879

Dividend (distributions)		
Final dividend (preliminary final report only -item 15.4) Interim Dividend (Half yearly report only - item 15.5)	56 Toea	263,872
Previous corresponding period (Preliminary final report -item 15.6 Half yearly report - item 15.7)	22.5 toea	105,938

Record date for determining entitlements to the dividend (In the case of a trust, distribution) (see item 15.2)	

Consolidated Profit and loss account

	Current Period K' 000	Previous Corresponding preriod K' 000
1.1 Sales (or equivalent operating) revenue	1,006,251	884,761
1.2 Share of associates "net profit(loss) attributable to shareholders" (equal to item 16.7)	1,598	10,233
1.3 Other Revenue	539,290	603,737
1.4 Operating profit (loss) before abnormal items and tax	766,150	718,850
1.5 Abnormal items before tax (detail in item 2.4)	0	0
1.6 Operating profit (loss) before tax (items 1.4 + 1.5	766,150	718,850
1.7 Less tax	234,271	211,511
1.8 Operating profit (loss) after tax but before outside equity interest	531,879	507,339
1.9 Less outside equity Interest	0	0
1.10 Operating profit(loss) after tax attributable to shareholders	531,879	507,339
1.11 Extraordinary items after tax (detail in item 2.6)	0	0
1.12 Less outside Equity Interest	0	0
1.13 Extraordinary items after tax attributable to shareholders	0	0
1.14 Total Operating profit(loss) and extraordinary items after tax (items 1.8 + 1.11)	531,879	507,339
1.15 Operating profit (loss) and extraordinary items after tax attributable to outside equity interest (items 1.9 +1.12)	0	0
1.16 Operating profit (loss) and extraordinary items after tax attributable to shareholders (item 1.10+1.13)	531,879	507,339
1.17 Retained profits (accumulated losses) at beginning of financial period	1,219,436	1,035,290
1.18 If change in accounting policy as set out in clause 11 of AASB 1018 Profit and loss accounts, adjustments as required by that clause (include brief description)		
1.19 Agrregate of amounts transferred from / (to) reserves	17,985	(11,614)
1.20 Total available for appropriation (carried forward)	1,769,300	1,531,015
1.21 Dividend provided for or paid	(369,810)	(309,141)
1.22 Prior year adjustments	0	(2,438)
1.23 Retained profits (accumulated losses) at end of financial period	1,399,490	1,219,436

Profit restated to exclude amortisation of goodwill

1.24 Operating profit(loss) after tax before outside equity interests (items 1.8) and amortisation of goodwill	531,879	507,339
1.25 Lessplus) outside equity interest	0	0
1.26 Operating profit(loss) after tax (before amortisation of goodwill) attributable to shareholders	531,879	507,339

Intangible, abnormal and extra ordinary items

Consolidated- current period

	Before tax K' 000	Related tax K' 000	Related outside equity interest K' 000	Amount (after tax)attributable to shareholders K' 000
2.1 Amortisation of goodwill				
2.2 Amortisation of other intangibles	44,713	13,414	0	31,299
2.3 Total Amortisation of Intangibles	44,713	13,414	0	31,299
2.4 Abnormal items	0	0	0	0
2.5 Total abnormal items	0	0	0	0
2.6 Extraordinary items	0	0	0	0
2.7 Total extraordinary items	0	0	0	0

Comparision of half year profits

	Current year - K' 000	Previous year K' 000
3.1 Consolidated operating profit(loss) after tax attributable to shareholders reported reported for the 1st half year (item 1.10 in the half yearly report)	266,952	262,464
3.2 Consolidated operating profit(loss) after tax attributable to shareholders for the second half year	264,927	244,875

Consolidated Balance Sheet

	At end of current period K' 000	As shown in last annual report K' 000	As in last half yearly report K' 000
Current Assets			
4.1 Cash	2,562,072	2,607,051	1,387,580
4.2 Receivables	2,778,918	2,887,894	2,709,730
4.3 Investments	2,503,109	2,183,237	1,780,884
4.4 Inventories	0	0	0
4.5 Other(provide details if material)	695,280	380,653	2,201,470
4.6 **Total Current assets**	8,539,379	8,058,835	8,079,664
Non Current Assets			
4.7 Receivables	6,097,731	4,203,751	4,768,012
4.8 Investment in associates	117,316	118,389	118,528
4.9 other investments	2,308,926	2,361,649	2,602,874
4.10 Inventories	0	0	0
4.11 Exploration and evaluation expenditure capitalised (see para. 71 of AASB 1022)	0	0	0
4.12 Development properties (mining entities)	0	0	0
4.13 Other property, plant and equipment (net)	774,317	781,148	775,179
4.14 Intangibles (net) and deferred tax	257,615	222,051	212,316
4.15 Other (Investment Properties)	101,019	70,684	75,063
4.16 **Total Non current Assets**	9,656,924	7,757,672	8,551,972
4.17 **Total Assets**	18,196,303	15,816,507	16,631,636

Consolidated Balance Sheet (continued)]

	Current Liabilities			
4.18	Accounts payables	13,257,930	10,725,060	10,518,177
4.19	Borrowings	0	0	0
4.20	Provisions	39,005	63,022	103,823
4.21	Other (provide details if material)	969,179	756,548	1,017,860
4.22	**Total current liabilities**	14,266,114	11,544,630	11,639,860
	Non Current Liabilities			
4.23	Accounts payable	1,784,281	2,352,372	3,058,630
4.24	Borrowings(Promissory Notes)	75,525	75,525	75,525
4.25	Provisions	41,207	43,787	46,221
4.26	Other (provide details if material)			
4.27	**Total non- current liabilities**	1,901,013	2,471,684	3,180,376
4.28	**Total Liabilities**	16,167,127	14,016,314	14,820,236
4.29	**Net Assets**	2,029,176	1,800,193	1,811,400
		At end of current period K' 000	As shown in last annual report K' 000	As in last half yearly report K' 000
	Equity			
4.30	Capital	374,621	379,297	376,672
4.31	Reserves	255,065	201,460	209,176
4.32	Retained Profits (accumulated losses)	1,399,490	1,219,436	1,225,552
4.33	Equity attributable to shareholders of the parent entity	2,029,176	1,800,193	1,811,400
4.34	Outside equity to shareholders of the parent entity	0	0	0
4.35	**Total equity**	2,029,176	1,800,193	1,811,400
4.36	Preference Capital included as part of 4.33	0	0	0

Exploration and evaluation expenditure capitalised

To be completed only by entities with mining interest if amounts are material. Include all expenditure incurred regardless of whether written off directly against profit

	Current Period K' 000	Previous Corresponding period K' 000
5.10 Agrregate of amounts transferred from / (to) reserves	0	
5.2 Expenditure incurred during current period	0	0
5.3 Expenditure written off during current period		
5.4 Acquisition, disposals, revaluation, increments, etc Prior year adjustments	0	0
5.5 Expenditure transferred to development properties		
5.6 **Closing balance as shown in the consolidated balance sheet (item 4.11)**	0	0

Development properties

To be completed only by entities with mining interest if amounts are material

	Current Period K' 000	Previous Corresponding period K' 000
6.1 Openning Balance		
6.2 Expenditure incurred during current period		
6.3 Expenditure transferred from exploration and evaluation		
6.4 Expenditure written off during current period		
6.5 Acquisition, disposals, revaluation, increments, etc		
6.6 Expenditure transferred to mine properties		
6.7 **Closing balance as shown in the consolidated balance sheet (item 4.12)**		

	ConsolidatedStatement of Cash Flows	Current Period K' 000	Previous Corresponding period K' 000
	Cash Flows related to operating activities		
7.1	Receipts from customers	1,654,406	1,728,134
7.2	Payments to suppliers and employees	(536,708)	(662,045)
7.3	Dividends received from associates	0	0
7.4	Other Dividends received	0	0
7.5	Interest and other items of similar nature received	0	0
7.6	Interest and other finance paid	(73,977)	(61,185)
7.7	Income taxes paid	(282,784)	(212,870)
7.8	Other (due largely to movement in customer deposits, loans & advances)	120,779	(1,361,253)
7.9	**Net Operating cash flows**	881,716	(569,219)
	Cash flows related to investing activities		
7.10	Payment of purchase of property, plant and equipment	(154,540)	(192,269)
7.11	Proceeds from sale of property, plant and equipment	36,088	13,900
7.12	Payment for purchases of equity investments	-	-
7.13	Proceeds from other investments	27,332	9,895
7.14	Movement in share trading activities	0	0
7.15	Loans repaid by other entities	0	0
7.16	Other (Government & central Bank Securities)	(384,565)	915,226
7.17	**Net Investing cash flows**	(475,685)	746,752
	Cash flows related to financing activities		
7.18	Share buyback	(4,676)	(2,201)
7.19	Client management trust	0	0
7.20	Repayment of borrowings	0	0
7.21	Dividend paid	(369,810)	(309,141)
7.22	Other (provide details if material)(share buy back)	0	0
7.23	**Net financing cash flows**	(374,486)	(311,342)

ConsolidatedStatement of Cash Flows (continued)

7.24	Net Increase (decrease) in cash held	31,545	(133,809)
7.25	Cash at beginning of period *(see reconciliation of cash)*	1,476,230	1,623,384
7.26	Exchange rate adjustment to item 7.25	45,625	(13,345)
7.27	**Cash at end of period***(see reconciliation of cash)*	1,553,400	1,476,230

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows. If an amount is qualified, show comparative amount.

Reconciliation of cash

	Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current Period K' 000	Previous Corresponding period K' 000
8.1	Cash on hand and at Bank	1,202,466	1,355,469
8.2	Deposits at call- From other Banks	695,280	380,653
8.3	Bank Overdraft		
8.4	Other (provide details) - Due to other banks	(344,346)	(259,892)
8.5	**Total cash at end of period(items 7.27)**	1,553,400	1,476,230

	Ratios	Current Period	Previous Corresponding period K' 000
	Profit before abnormal and tax sales		
9.1	Consolidated operating profit (loss) before abnormal items and tax (item 1.4) as a percentage of sales revenue(item 1.1 & 1.3)	49.57%	48.29%
9.2	Consolidated operating profit (loss) after tax attributable to shareholders (item 1.10) as a percentage of equity (similarly attributable) at the end of period(item 4.33)	26.21%	28.18%

	Earnings per share (EPS)	Current Period	Previous Corresponding period K' 000
10.1	Calculation of the following in accordance with AASB 1027: *Earnings per share*		
	(a) Basic EPS (expressed toea)	113.7	108.3
	(b) Diluted EPS (if material differently from (a)	n/a	n/a
	(c) Weighted average number of ordinary shares ('000) outstanding during the period used in the calculated of the basic EPS	467,826	468,278
	NTA backing (see note 7)		
11.1	Net tangible asset backing per ordinary security	4.25	3.80

Details of specific receipts/outlays,revenues/expenses

		Current Period K' 000	Previous Corresponding period K' 000
12.1	Interest revenue included in determining item 1.4(from 1.1)	1,006,251	884,761
12.2	Interest revenue included in item 12.1 but not yet received (if material)	83,814	78,311
12.3	Interest expense included in item 1.4(include all forms of interest,lease finance charges, etc)	94,615	62,579
12.4	Interest costs excluded from item 12.3 and capitalised in asset values (if material)	95,900	66,925
12.5	Outlays(except those arising from the acquisition of an existing business) capitalised in intangibles (if material)	0	0
12.6	Depreciation and amortisation	114,720	122,823

Control gained over entities having material effect

see note 8

13.1	Name of entity (or group entities)	nil
13.2	Consolidated operating profit(loss) and extraordinary items after tax of the entity(or group of entities) since the date in the current period on which control was acquired	nil
13.3	Date from which such profit was calculated	
13.4	Operating profit(loss) and extraordinary items after tax of the entity (or group of entities) for the whole of the corresponding period	nil

Loss of control of entities having material effect

14.1	Name of Entity (or group of entity	nil
14.2	Consolidated operating profit(loss) and extraordinary items after tax of the entity(or group of entities) for the current period to the date of loss of control	nil
14.3	Date to which the profit(loss) in item 14.2 has been calculated	
14.4	Consolidated operating profit(loss) and extraordinary items after tax of the entity(or group of entities) while controlled during the whole of the previous corresponding period	nil
14.5	contribution to consolidated operating profit(loss) and extraordinary items from sale of interest leading to loss of control	nil

Reports for industry and geographical segments

The Bank of South Pacific Limited and its subsidiaries operates in the following segments - provision of banking services, stock broking services,fund management and insurance business throughout the pacific region.

Operating Revenue		
Sales to customers outside the economic entity	1,545,541	1,488,498
Inter-segment sales	0	0
Unallocated revenue	0	0
Total Revenue	1,545,541	1,488,498
Segment result (including abnormal items wher	766,150	718,850
Unallocated expenses	0	0
Consolidated operating profit before tax (equal	766,150	718,850
Segment assets)	18,196,303	15,816,507
Unallocated assets)	0	0
Total assets (equal to item 4.17)	18,196,303	15,816,507

Dividends (in the case of a trust, distribution)

15.1	Date the dividend(distribution) is payable	
15.2	Record date to determine entitlements to the dividends (distrbution) (ie, on the basis of registrable transfers received up to 5.00 pm	
15.3	If it is a final dividend, has it been declared? preliminary report only - Special dividend	

Amount per security

		Amount per security	Amount
	(Preliminary final report)		
15.4	Final Dividend: Current year:	56 Toea	263,872
15.5	Previous year	46 Toea	215,476
	Half yearly and preliminary final reports		
15.6	Interim Dividend: Current year	22.5 toea	105,938
15.7	Previous year	20 toea	93,665

Total dividend (distribution) per security (interim plus final)
(*preliminary final report only*)

	Current year	
15.8 Ordinary securities	56 toea	46 toea
15.9 Preference securities		

Half yearly report- interim dividend(distribution) on all securities or

	Current year K'000	Previous year K'000
15.10 Ordinary Securities	22.5 toea	20 toea
15.11 Preference securities	0	0
15.12 Total	78.5 toea	66 toea

The dividend or distribution plans shown below are in operation

The last date(s) for receipt of election notices for the dividend or distribution plans

Any other disclosures in relation to dividends (distributions)

Details of aggregate share of profits (losses) of associates

	Entity share of associates	Current period K'000	Previous corresponding period K'000
16.1	Operating profit(loss) before income tax	10,341	17,085
16.2	Income tax expense	0	0
16.3	Operating profit(loss) after income tax	10,341	17,085
16.4	Extraordinary items net of tax	0	0
16.5	Net profit(loss)	10,341	17,085
16.6	Outside equity interest	(8,743)	(6,852)
16.7	Net profit(loss) attributable to shareholders	1,598	10,233

Material interest in entities which are not controlled entities

The Bank of South Pacific Limited has no material interest(s) in any other entity.

	Name of Entity	Percentage of ownership inetrest held at end		Contribution to operating	
17.1	Equity accounted associated enties	Current period	Previous corresponding period	Current period K'000	Previous corresponding period K'000
	Suva Central Limited	50%	50%	0	0
	Richmond Limited	61.3%	61.3%	1,552	9,939
	Williams and Gosling	27.70%	27.70%	46	294
	Carpark Limited	0.00%	33.33%	0	0
	Malagan Limited	0.00%	33.33%	0	0
17.2	Total			1,598	10,233
17.3	Other material interest	0	0	0	0
17.4	Total	0%	0%	1,598	10,233

Issued and quoted securities at end of current period

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Category of securities	Number issued	Number quoted	Amount paid per share(toe a)
18.1	Preference securities (description)			
18.2	Issued during period	-	-	-
18.3	Ordinary Securities	467,520,834	467,520,834	
18.4	Issued during current period	-	-	-
			-	-
		-	-	-
18.5	Convertible debt securities (description and factor)			
18.6	Issued during current period			

18.7	Options (description and conversion factor)		Exercise price	Expiry date (if any
	Executive Management Share Option Plan			
	Executive Management Share Option Plan			
18.8	Issued during current period			
18.9	Exercised during current period			
18.10	Expired during current period			
18.11	Debentures (total only)			
18.12	Unsecured notes (totals only)			

Comments by directors

Comments on the following matters are required by POMSoX or, in relation to the half yearly report, by IAS 34. Half year accounts and consolidated Accounts. The comments do not take the place of the directors report (as required by the companies Act 1997) and may be incorporated into the directors report. For both half yearly and preliminary final reports, if there are no comments in a section state Nil. If there is insufficient space to comment attach notes to this report.

Basis of accounts preparation

If this report is a half yearly report, it is a general purpose financial report prepared in accordance with the listing rules and IAS 34. Half-year accounts and consolidated accounts. It should be read in conjunction with the last annual report and any announcements to the market made by the entity during the period. (delete if preliminary statement)

Material factors affecting the revenues and expenses of the economic entity for the current period

A description of each event since the end of the current period which has had a material effect and is not related to matters already reported, with financial effect quantified (if possible)

N/A

Changes in accounting policies since the last annual report are disclosed as follows

(Disclose changes in the half yearly report in accordance with IAS 34.
Half-year accounts and consolidated accounts. Disclose changes in the preliminary final report in accordance with IAS: Accounting Policies Disclosure)

There have been no changes in accounting policies since the last annual report

Additional disclosure for trust

19.1 Number of units held by the management company or a related party of it	
19.2 A statement of the fees and commisions payable to the management company initial service charges Management fees other fees	

Annual meeting
(preliminary final report only)

The annual meeting will be held as follows: Place	Port Moresby
Date	20 May 2016
Time	10.00am
Approximate date the annual report will be available	15 April 2016

Compliance statement

1 This report has been prepared under accounting policies which comply with accounting standards approved by the Accounting Standards Board pursuant to the Companies Act 1997or other Standards acceptable to POMSoX (see note 13)

Identify other standards used | International Financial Reporting Standards

2 Report the financial statements prepared under the Companires Act 1997 (if separate), use accounting policies.

3 This report does give a true and fair view of the matters disclosed (see note 2)

4 This report is based on financial statements to which one of the following applies.

	The financial statements have been audited		The financial statements have been subject to review
X	The financial statements are in the process of being audited		The financial statements have not yet been audited or reviewed

5 If the audit report or review by the auditor is not attached, details of any qualifications ~~are attached~~/ will follow immediately they are available (delete one)

6 The entity has a formally constituted audit committee.

Sign here..... Date...3rd March 2016 .....

Chairman CEO

Print name..... Kostas Constantinou Print name..... Robin Fleming