

**Financial Year ended**  
**BSP Financial Group Limited**

Company No	Half yearly	Final	Financial year ended
<b>HUBSP0000055</b>		<b>X</b>	<b>31-Dec-22</b>

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	9.56%	2,599,012
Abnormal after tax attributable to shareholders (item (2.5))	gain (loss) of	0.00%	-
Operating profit (loss after tax ( before amortisation of goodwill)) attributable to shareholders (item 1.26)	up	0.54%	1,081,069
Operating profit (loss) after tax attributable to shareholders (item 1.10)	up	0.56%	1,080,943
Extraordinary items after tax attributable to shareholders (item 1.13)	-	0.00%	-
Operating profit(loss) and extraordinary items after tax attributable to shareholders (item 1.16)	up	0.56%	1,080,943
Dividend (distributions)			
Final dividend (preliminary final report only -item 15.4) Interim Dividend (Half yearly report only - item 15.5)		140 toea	654,108
Previous corresponding period (Preliminary final report -item 15.6 Half yearly report - item 15.7)		34 toea	159,350
Record date for determining entitlements to the dividend (In the case of a trust, distribution) (see item 15.2)			10-Mar-23

## Consolidated Profit and loss account

	Current Period K' 000	Previous Corresponding period K'000
1.1 Sales (or equivalent operating) revenue	1,745,060	1,603,259
1.2 Share of associates "net profit(loss) attributable to shareholders" (equal to item 16.7)	47,075	23,439
1.3 Other Revenue	806,877	745,473
1.4 Operating profit (loss) before abnormal items and tax	1,425,108	1,525,859
1.5 Abnormal items before tax (detail in item 2.4)	-	-
1.6 Operating profit (loss) before tax (items 1.4 + 1.5)	1,425,108	1,525,859
1.7 Less tax	344,039	450,641
1.8 Operating profit (loss) after tax but before outside equity interest	1,081,069	1,075,218
1.9 Less outside equity Interest	(126)	(298)
1.10 Operating profit(loss) after tax attributable to shareholders	1,080,943	1,074,920
1.11 Extraordinary items after tax (detail in item 2.6)	-	-
1.12 Less outside Equity Interest	-	-
1.13 Extraordinary items after tax attributable to shareholders	-	-
1.14 Total Operating profit(loss) and extraordinary items after tax (items 1.8 + 1.11)	1,081,069	1,075,218
1.15 Operating profit (loss) and extraordinary items after tax attributable to outside equity interest (items 1.9 +1.12)	(126)	(298)
1.16 Operating profit (loss) and extraordinary items after tax attributable to shareholders (item 1.14+1.15)	1,080,943	1,074,920
1.17 Retained profits (accumulated losses) at beginning of financial period	3,025,125	2,622,249
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 Aggregate of amounts transferred from / (to) reserves	1,943	4,249
1.20 Total available for appropriation (carried forward)	4,108,011	3,701,418
1.21 Dividend provided for or paid	(788,729)	(676,293)
1.22 Prior year adjustments	-	-
1.23 Retained profits (accumulated losses) at end of financial period	3,319,282	3,025,125

**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	1,081,069	1,075,218
1.25 Less(plus) outside equity interest	-	-
1.26 Operating profit(loss) after tax (before amortisation of goodwill) attributable to shareholders	1,081,069	1,075,218

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	38,991	11,697	-	27,294
2.3 Total Amortisation of Intangibles	38,991	11,697	-	27,294
2.4 Abnormal items	-	-	-	-
2.5 Total abnormal items	-	-	-	-
2.6 Extraordinary items	-	-	-	-
2.7 Total extraordinary items	-	-	-	-

**Comparison of half year profits**

	Current year K' 000	Previous year K' 000
3.1 Consolidated operating profit(loss) after tax attributable to shareholders reported for the 1st half year (item 1.10 in the half yearly report)	396,120	449,320
3.2 Consolidated operating profit(loss) after tax attributable to shareholders for the second half year	684,823	625,600

## 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
	<b>Current Assets</b>			
4.1	Cash	5,500,308	4,131,641	3,947,527
4.2	Receivables	7,896,499	4,702,319	6,059,650
4.3	Investments	4,128,340	4,644,903	5,030,929
4.4	Inventories	-	-	-
4.5	Other(provide details if material)	363,271	295,469	537,810
4.6	<b>Total Current assets</b>	17,888,418	13,774,332	15,575,916
	<b>Non Current Assets</b>			
4.7	Receivables	8,989,513	10,641,047	9,677,665
4.8	Investment in associates	270,111	224,323	232,450
4.9	other investments	4,789,153	4,079,423	4,610,941
4.10	Inventories	-	-	-
4.11	Exploration and evaluation expenditure capitalised (see para. 71 of AASB 1022)	-	-	-
4.12	Development properties (mining entities)	-	-	-
4.13	Other property, plant and equipment (net)	986,700	944,906	944,152
4.14	Intangibles (net) and deferred tax	637,008	505,921	257,994
4.15	Other (Investment Properties)	329,201	273,170	315,323
4.16	<b>Total Non current Assets</b>	16,001,686	16,668,790	16,038,525
4.17	<b>Total Assets</b>	33,890,104	30,443,122	31,614,441
	<b>Current Liabilities</b>			
4.18	Accounts payables	26,649,232	23,660,458	24,912,895
4.19	Borrowings	246,480	245,614	246,291
4.20	Provisions	197,133	222,344	158,098
4.21	Other (provide details if material)	2,177,774	1,920,489	2,285,381
4.22	<b>Total current liabilities</b>	29,270,619	26,048,906	27,602,665
	<b>Non Current Liabilities</b>			
4.23	Accounts payable	531,689	525,207	424,927

### Consolidated Balance Sheet (continued)

		At end of current period K' 000	As shown in last annual report K' 000	As in last half yearly report K' 000
4.25	Provisions	74,743	74,044	76,682
4.26	Other (provide details if material)			-
4.27	<b>Total non- current liabilities</b>	606,432	599,251	501,609
4.28	<b>Total Liabilities</b>	29,877,051	26,648,157	28,104,274
4.29	<b>Net Assets</b>	4,013,053	3,794,965	3,510,167
	<b>Equity</b>			
4.30	Capital	372,110	372,133	372,111
4.31	Reserves	320,934	396,929	340,318
4.32	Retained Profits (accumulated losses)	3,319,282	3,025,125	2,797,011
4.33	Equity attributable to shareholders of the parent entity	4,012,326	3,794,187	3,509,440
4.34	Outside equity to shareholders of the parent entity	727	778	727
4.35	<b>Total equity</b>	4,013,053	3,794,965	3,510,167
4.36	Preference Capital included as part of 4.33	-	-	-

<b>Exploration and evaluation expenditure capitalised</b>			
<i>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</i>			
		Current Period K' 000	Previous Corresponding period K' 000
5.1	Aggregate of amounts transferred from / (to) reserves	-	-
5.2	Expenditure incurred during current period	-	-
5.3	Expenditure written off during current period		
5.4	Acquisition, disposals, revaluation, increments, etc		
	Prior year adjustments	-	-
5.5	Expenditure transferred to development properties		
5.6	<b>Closing balance as shown in the consolidated balance sheet (item 4.11)</b>	-	-
	<b>Development properties</b> <i>To be completed only by entities with mining interest if amounts are material</i>	N/A	N/A
6.1	Opening 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	<b>Closing balance as shown in the consolidated balance sheet (item 4.12)</b>	N/A	N/A

<b>Consolidated Statement of Cash Flows</b>		<b>Current Period K' 000</b>	<b>Previous Corresponding period K' 000</b>
<b>Cash Flows related to operating activities</b>			
7.1	Receipts from customers	1,823,009	1,649,780
7.2	Payments to suppliers and employees	(939,286)	(781,764)
7.3	Dividends received from associates	-	-
7.4	Other Dividends received	-	-
7.5	Interest and other items of similar nature received	-	-
7.6	Interest and other finance paid	(78,673)	(78,340)
7.7	Income taxes paid	(455,500)	(347,021)
7.8	Other (due largely to movement in customer deposits, loans & advances)	2,308,650	3,034,629
7.9	<b>Net Operating cash flows</b>	<b>2,658,200</b>	<b>3,477,284</b>
<b>Cash flows related to investing activities</b>			
7.10	Payment of purchase of property, plant and equipment	(172,881)	(214,564)
7.11	Proceeds from sale of property, plant and equipment	4,129	6,254
7.12	Payment for purchases of equity investments	-	-
7.13	Proceeds from other investments	-	-
7.14	Movement in share trading activities	-	-
7.15	Loans repaid by other entities	-	-
7.16	Other (Government & central Bank Securities)	(210,708)	(2,573,665)
7.17	<b>Net Investing cash flows</b>	<b>(379,460)</b>	<b>(2,781,975)</b>
<b>Cash flows related to financing activities</b>			
7.18	Share buyback	(23)	(56)
7.19	Client management trust	-	-
7.20	Repayment of borrowings	(14,395)	(3,396)
7.21	Dividend paid	(788,906)	(676,464)
7.22	Other (provide details if material)(share buy back)	-	-
7.23	<b>Net financing cash flows</b>	<b>(803,324)</b>	<b>(679,916)</b>

<b>Consolidated Statement of Cash Flows (continued)</b>			
7.24	Net Increase (decrease) in cash held	1,475,416	15,393
7.25	Cash at beginning of period <i>(see reconciliation of cash)</i>	3,889,331	3,958,386
7.26	Exchange rate adjustment to item 7.25	(125,999)	(84,448)
7.27	<b>Cash at end of period</b> <i>(see reconciliation of cash)</i>	5,238,748	3,889,331

### **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.*

<b>Reconciliation of cash</b>			
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	3,761,665	2,794,915
8.2	Deposits at call- From other Banks	1,738,643	1,336,726
8.3	Bank Overdraft	-	-
8.4	Other (provide details) - Due to other banks	(261,560)	(242,310)
8.5	<b>Total cash at end of period</b> <i>(items 7.27)</i>	5,238,748	3,889,331
<b>Ratios</b>			
<b>Profit before abnormal and tax sales</b>			
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)	54.83%	64.33%
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)	26.94%	28.33%



		Current Period K' 000	Previous Corresponding period K' 000
	<b>Earnings per share (EPS)</b>		
10.1	Calculation of the following in accordance with AASB 1027: <i>Earnings per share</i>		
	(a) Basic EPS (expressed toea)	231.4	230.1
	(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	467,220	467,226
	<b>NTA backing</b> (see note 7)		
11.1	Net tangible asset backing per ordinary security	7.23	7.62
	<b>Details of specific receipts/outlays,revenues/expenses</b>		
12.1	Interest revenue included in determining item 1.4(from 1.1)	1,745,060	1,600,935
12.2	Interest revenue included in item 12.1 but not yet received (if material)	209,826	198,307
12.3	Interest expense included in item 1.4(include all forms of interest,lease finance charges, etc)	89,936	106,675
12.4	Interest costs excluded from item 12.3 and capitalised in asset values (if material)	21,262	64,661
12.5	Outlays(except those arising from the acquisition of an existing business) capitalised in intangibles (if material)	-	-
12.6	Depreciation and amortisation	116,705	109,056

**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, asset financing, stock broking services, fund management and insurance business throughout the Pacific region.

Operating Revenue

Sales to customers outside the economic entity	2,599,012	2,372,171
Inter-segment sales	-	-
Unallocated revenue	-	-
Total Revenue	2,599,012	2,372,171
Segment result (including abnormal items where r	1,425,108	1,525,859
Unallocated expenses	-	-
Consolidated operating profit before tax (equal to i	1,425,108	1,525,859
Segment assets )	33,890,104	30,443,122
Unallocated assets )	-	-
Total assets (equal to item 4.17)	33,890,104	30,443,122

**Dividends (in the case of a trust, distribution)**

15.1 Date the dividend(distribution) is payable	22-Apr-23
15.2 Record date to determine entitlements to the dividends (distribution) (ie, on the basis of registrable transfers received up to 5.00 pm	10-Mar-23
15.3 If it is a final dividend, has it been declared? preliminary report only - Special dividend	

**Amount per security**

		Amount per security	Amount (PGK000's)
	(Preliminary final report)		
15.4	Final Dividend: Current year:	140 toea	654,108
15.5	Previous year	134 toea	629,556
	Half yearly and preliminary final reports		
15.6	Interim Dividend: Current year	34 toea	159,350
15.7	Previous year	39 toea	183,388

**Total dividend (distribution) per security (interim plus final)**

*(preliminary final report only)*

	Current year	Previous year
15.8 Ordinary securities	174 toea	173 toea
15.9 Preference securities	N/A	N/A

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

	Current year	Previous year
15.10 Ordinary Securities	34 toea	39 toea
15.11 Preference securities	-	-
15.12 Total	34 toea	39 toea

The dividend or distribution plans shown below are in operation

N/A

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

N/A

Any other disclosures in relation to dividends (distributions)

N/A

**Details of aggregate share of profits (losses) of associates & joint ventures**

Entity share of associates	Current period K'000	Previous corresponding period K'000
16.1 Operating profit(loss) before income tax	42,066	(2,228)
16.2 Income tax expense	-	-
16.3 Operating profit(loss) after income tax	42,066	(2,228)
16.4 Extraordinary items net of tax	-	-
16.5 Net profit(loss)	42,066	(2,228)
16.6 Group fair value alignment	5,009	25,667
16.7 Net profit(loss) attributable to shareholders	47,075	23,439

**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 interest held at end of period or		Contribution to operating profit(loss) and	
	Current period	Previous corresponding period	Current period K'000	Previous corresponding period K'000
17.1 Equity accounted associated entities				
Suva Central Ltd	50.0%	50.0%	534	847
Richmond Ltd	61.3%	61.3%	42,994	18,319
BSP Finance (Cambodia) Plc	50.0%	50.0%	5,659	6,239
BSP Leasing Lao Co., Ltd	50.0%	50.0%	(1,776)	(920)
Platform Pacific Ltd	50.0%	50.0%	(336)	(1,046)
17.2 Total			47,075	23,439
17.3 Other material interest	-%	-%	-	-
17.4 Total	-%	-%	47,075	23,439

**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(toea)
18.1 Preference securities (description)	N/A	N/A	N/A
18.2 Issued during period	N/A	N/A	N/A
18.3 Ordinary Securities	467,219,979	467,219,979	
18.4 Issued during current period	-	-	-
	-	-	-
18.5 Convertible debt securities (description and factor)	N/A	N/A	N/A
18.6 Issued during current period	N/A	N/A	N/A
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)	N/A	N/A	N/A
18.12 Unsecured notes (totals only)	N/A	N/A	N/A

**Comments by directors**

Comments on the following matters are required by POMS0X 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**

N/A

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)

There have been no adjusting or disclosing events after the end of the reporting period.

N/A

N/A

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

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

Nil

19.2 A statement of the fees and commissions payable to the management company

Nil

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

19 May 2023

Time

10.00am

Approximate date the annual report will be available

19 May 2023

### 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 1997 or other Standards acceptable to POMS0X (see note 13)

Identify other standards used

International Financial Reporting Standards

2 Report the financial statements prepared under the Companies 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

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.

Date: 22nd February 2023



Sign here .....  
Sir Kostas Constantinou, OBE  
Chairman  
Board of Directors



Arthur Sam  
Board Audit and Compliance Committee  
Chairman