



Friday June 24th, 2011

## On Market Share Buy Back

The Chairman of Bank of South Pacific Limited (BSP LTD), Mr. Kostas Constantinou today announced that the Board of Directors had resolved to buy back up to K40 million worth of its own shares. The resolution follows discussions on BSP's capital management strategy at the May 2011 AGM of the company. The buy back is set to open on 29 June 2011 and will continue for a period of 12 months.

The Board of Directors had taken the decision to undertake the buy back essentially because in their opinion, the current market price of BSP's shares does not reflect the fundamental value of the company.

BSP intends to enter the market from time to time to purchase shares pursuant to the buy back. Under the buy back, shareholders are invited to sell up to 10,000 BSP Ltd shares of each registered holding. BSP will pay any brokerage on shares bought back. Selling shareholders will not pay brokerage.

At the release of the full year profit results to 31 December 2010, the Chairman informed the market in March this year that "BSP had achieved sound results in 2010, characterized by continued profitability and balance sheet growth, demonstrating operational and financial stability".

The Directors of BSP believe that a measured on market buy back of the company's own shares will complement the share consolidation that was effected on 6 June 2011.

**Kostas Constantinou, OBE**  
Chairman  
Bank of South Pacific Limited