

PRESS RELEASE
PORT MORESBY STOCK EXCHANGE
BANK OF SOUTH PACIFIC LIMITED
CHIEF EXECUTIVE OFFICER

The Chairman of the Board of Directors of Bank of South Pacific Limited, Mr Noreo Beangke, advises the pending appointment of Mr Ian B. Clyne as Chief Executive Officer. Mr Clyne will replace current incumbent Mr Garth McIlwain who completes his tenure shortly. It is anticipated that Mr Clyne will, subject to the various statutory approvals being forthcoming, commence duties around mid November.

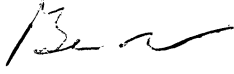
Mr Clyne has had a distinguished career in banking and finance. His most recent appointment was Executive Vice President and Managing Director, ING Bank Slaski Group, Poland.

During his career Mr Clyne, a Bachelor of Business graduate from the Curtin University, Perth, Western Australia, has held senior banking appointments in Italy, Indonesia, Singapore, UK, France, Hong Kong, China and Pakistan, during a career with the Indosuez Bank, ING Barings and Lippo Bank.

Prior to embarking on an international banking career, Mr Clyne worked in Papua New Guinea with Nambawan Finance Limited and Indoniu Finance during 1980-1986.

Mr Beangke, whilst welcoming the appointment of Mr Clyne, paid tribute to the role played by outgoing Managing Director Garth McIlwain, that has seen Bank South Pacific develop into a well capitalised major banking force in the South

Pacific. Mr Beangke is confident that Mr Clyne will continue the good work and take Bank South Pacific to a new level of achievement.



N. N. BEANGKE

Chairman

Port Moresby

20 October 2008