



PRESS RELEASE
PORT MORESBY STOCK EXCHANGE
BANK OF SOUTH PACIFIC LIMITED
MANAGING DIRECTOR

At a meeting of the Board of Directors, Bank of South Pacific Limited this morning it was noted that, in accordance with his wishes, the incumbent Managing Director Mr Garth McIlwain will not extend the term of his current employment contract that expires on 31 October next.

The Board will shortly initiate steps to locate a suitable replacement. The Chairman of the Board Mr Noreo Beangke is confident that the Bank's strong balance sheet and the impressive key financial performance indicators will attract executive candidates of high order.

Mr Beangke paid tribute to the outstanding results that have been achieved under the leadership of Mr McIlwain. He confirmed that Mr McIlwain intends to retain his various other interests in Papua New Guinea and, on behalf of his fellow Board members, wishes him well in his post Bank of South Pacific Limited endeavours.

N. N. BEANGKE
Chairman
Port Moresby

23 May 2008