

**SUMMARY KEY DISCLOSURE STATEMENT
for the financial year ended 31 December 2017**

Introductory Statement

- The purpose of this disclosure statement is to provide customers and potential customers with a summary of important information relating to the financial condition of Bank of South Pacific Limited - Fiji Branch.
- The explanation of the terms used in the Key Disclosure Statement is explained in the Reserve Bank publication "Your Bank's Disclosure Statement : What's In It For You", which can be obtained from the Reserve Bank of Fiji. Other information can be viewed at the bank's branches and offices.

Corporate Information

- The full name of the bank is Bank of South Pacific Limited - Fiji Branch.
- The full name of the ultimate parent bank of the Bank of South Pacific Limited - Fiji Branch is Bank of South Pacific Ltd, which is domiciled in Port Moresby, Papua New Guinea.
- The names of the directors of Bank of South Pacific Limited are:

Sir K Constantinou, OBE	Mr. R Fleming, CSM	Mr. S Davis	Mr. E B Gangloff
Ms. F Talao	Mr. R Bradshaw	Mr. G Robb, OAM	Mr. A Mano
Mr. A Sam	Dr. F Lua'iufi		

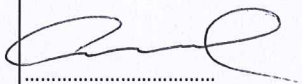
	Audited Current Year	Audited Prior Year
Profitability		
Banking Operations in Fiji:		
<input checked="" type="checkbox"/> Net operating profit after tax (\$'000)	38,705	40,216
<input checked="" type="checkbox"/> As a percentage of average total assets	1.79%	2.02%
Size - as at end of financial year		
Banking Operations in Fiji:		
<input checked="" type="checkbox"/> Total assets (\$'000)	2,227,545	2,096,671
<input checked="" type="checkbox"/> The percentage change in total assets over 12 months	6.24%	11.62%
Capital Adequacy - as at end of financial year		
Banking Operations in Fiji:		
<input checked="" type="checkbox"/> Tier 1 Capital (\$'000)	186,197	176,615
<input checked="" type="checkbox"/> Tier 1 Capital to total risk-weighted assets ratio	11.93%	12.63%
<input checked="" type="checkbox"/> Total Capital (\$'000)	218,642	205,019
<input checked="" type="checkbox"/> Capital adequacy ratio	14.00%	14.66%
Balance Sheet		
The Balance Sheet for the Fiji Operations as prepared under IFRS should be reported here and should include, but should not be limited to, the following:	(\$'000)	(\$'000)
Cash and liquid assets	317,976	379,697
Balance with the Reserve Bank of Fiji	236,250	232,598
Receivables due from other financial institutions	34,465	47,159
Securities held	1,659	-
Loans (including advances to customers and similar facilities)	1,603,083	1,404,602
Provision for doubtful debts	(36,662)	(37,539)
Fixed assets	29,111	30,992
Other Assets	41,663	39,162
Total Assets	2,227,545	2,096,671
Payables due to other financial institutions	30,331	29,995
Deposits and borrowings	1,922,633	1,814,890
Other borrowed funds	15,100	15,100
Creditors and other payables	30,822	23,939
Provisions	11,338	10,709
Total Liabilities	2,010,224	1,894,633
Issued and paid up or assigned capital	40,266	40,266
Revaluation reserves	1	-
General reserves for credit losses	21,681	16,629
Other reserves	53,802	53,802
Retained earnings	101,571	91,341

Income Statement

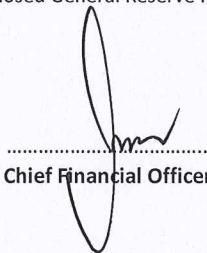
The Income Statement for the Fiji Operations as prepared under IFRS should be reported here and should include, but should not be limited to, the following:	(\$'000)	(\$'000)
Interest and similar income	99,776	93,319
Interest and similar expense	(36,848)	(28,335)
Fee and commission revenue	47,446	48,028
Gains less losses arising from dealing in foreign currencies	16,872	14,971
Other operating revenue	1,695	1,296
Bad and doubtful debts (including provisions for impairment)	(11,261)	(13,334)
Recoveries of bad and doubtful debts	2,289	2,066
Accelerated Amortisation charge	(5,000)	-
Other operating expense	(66,275)	(67,188)
Net profit before tax	48,694	50,823
Net profit after tax	38,705	40,216

Availability of Disclosure Statements

- Additional information on your bank's financial condition is available for inspection at our Head Office Level 12, BSP Suva Central Building, Cnr of Renwick Road & Pratt Street Suva.
- Bank of South Pacific Ltd - Fiji Branch most recent General Disclosure Statement is available for inspection at our branches, copies of which maybe obtained.
- Bank of South Pacific Ltd - Fiji Branch most recent global balance sheet and profit and loss statements and other publicly available disclosure statements are available for inspection at our Head Office Level 12, BSP Suva Central Building, Cnr of Renwick Road & Pratt Street Suva.
- Accelerated amortisation charge booked in December 2017 for BEST system (\$5m) in light of Group's new Core Banking system rollout in 2020.
- Where necessary, comparative figures have been adjusted to conform to changes in the presentation in the current year.
- The Bank has presented its Financial Statements in accordance with International Financial Reporting Standards ("IFRS") and as per RBF's prudential Requirements.
- BSP has as per RBF requirements disclosed General Reserve for Credit Losses in its audited key disclosure statements.



Country Manager



Chief Financial Officer



Auditor