

SUMMARY KEY DISCLOSURE STATEMENT

For the Financial Year Ended 31 December 2010

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 Branches.
- 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 Branches.
- The full name of the ultimate parent bank of the Bank of South Pacific Ltd - Fiji Branches is Bank of South Pacific Ltd, which is domiciled in Port Moresby, Papua New Guinea.

Audited Audited
Current Period Prior Period

Profitability

Banking Operations in Fiji:

| | | |
|--|---------|---------|
| <input checked="" type="checkbox"/> Net operating (loss)/profit after tax | (55) | (418) |
| <input checked="" type="checkbox"/> As a percentage of average total assets | (0.05%) | (0.47%) |
| <input checked="" type="checkbox"/> Total assets (\$'000) | 101,832 | 100,763 |
| <input checked="" type="checkbox"/> The percentage change in total assets over 12 months | 1.06% | 31.38% |
| <input checked="" type="checkbox"/> Tier 1 Capital (\$'000) | 17,963 | 18,134 |
| <input checked="" type="checkbox"/> Tier 1 Capital to total risk-weighted assets ratio | 24.67% | 30.54% |
| <input checked="" type="checkbox"/> Total Capital (\$'000) | 18,664 | 18,876 |
| <input checked="" type="checkbox"/> Capital adequacy ratio | 25.64% | 31.79% |

Balance Sheet

The Balance Sheet for the Fiji Operations (000's) as prepared under IFRS should be reported here and should include, but should not be limited to, the following:

| | | |
|--|----------------|----------------|
| Cash and liquid assets | 107 | 543 |
| Balance with the Reserve Bank of Fiji | 19,480 | 25,353 |
| Receivables due from other financial institutions | 2,139 | 510 |
| Securities held | 16,858 | 22,527 |
| Loans (including advances to customers and similar facilities) | 51,913 | 49,826 |
| Provision for doubtful debts | (599) | (374) |
| Fixed assets | 750 | 911 |
| Other Assets | 11,184 | 1,467 |
| Total Assets | 101,832 | 100,763 |
| Deposits of Promissory Notes of statutory bodies | - | - |
| Payables due to other financial institutions | 218 | 163 |
| Deposits and borrowings | 32,379 | 31,526 |
| Amounts owed to other depositors | - | - |
| Certificates of deposits | 32,245 | 47,524 |
| Promissory Notes and other liabilities evidenced by paper | - | - |
| Other borrowed funds | 16,270 | 1,190 |
| Other liabilities | 1,545 | 905 |
| Total Liabilities | 82,657 | 81,308 |
| Issued and paid up or assigned capital | 18,767 | 18,767 |
| Capital reserves | - | - |
| Revaluation reserves | - | - |
| General reserves for credit losses | 974 | 1,199 |
| Other reserves | - | - |
| Retained earnings | (566) | (511) |

Audited Audited
Current Period Prior Period

Income Statement

The Income Statement for the Fiji Operations (000's) as prepared under IFRS should be reported here and should include, but should not be limited to, the following:

| | | |
|--|---------|---------|
| Interest and similar income | 5,206 | 5,151 |
| Interest and similar expense | (4,328) | (2,762) |
| Dividend income | - | - |
| Fee and commission revenue | 343 | 456 |
| Fee and commission expense | - | - |
| Other revenues arising from financial instruments | - | - |
| Gains less losses arising from dealing securities | - | - |
| Other expenses arising from financial instruments | - | - |
| Gains less losses arising from investment securities | - | - |
| Gains less losses arising from dealing in foreign currencies | 1,069 | 835 |
| Other operating revenue | 123 | 142 |
| Bad and doubtful debts (including provisions for impairment) | - | (1,950) |
| Recoveries of bad and doubtful debts | - | - |
| General administration expense | - | - |
| Other operating expense | (2,486) | (2,432) |
| Net (loss)/profit before tax | (73) | (560) |
| Net (loss)/profit after tax | (55) | (418) |

Availability of Disclosure Statements

- Additional information on your bank's financial condition is available for inspection at our branch at 98-100 Renwick Road, Suva.
- Bank of South Pacific Ltd - Fiji Branches' most recent General Disclosure Statement is available for inspection at our branch, copies of which maybe obtained.
- Bank of South Pacific Ltd - Fiji Branches' most recent global balance sheet and profit and loss statements and other publicly available disclosure statements are available for inspection at all our branches and offices.
- 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 2011 audited key disclosure statements.


Country Manager


Chief Financial Officer

