Registered Office: Level 12, BSP Suva Central Building, Cnr of Renwick Rd & Pratt Street, Suva, Fiji Islands.
Postal Address: Private Mail Bag, Suva, Fiji Islands, Telephone (+679) 321 4412, Fax (+679) 321 4422

Market Announcement to South Pacific Stock Exchange

"BSP Third Quarter Trading Update 2026"

About BSP Convertible Notes Limited (BSP CN Fiji):
BSP Convertible Notes Limited (BSP CN Fiji) is a wholly owned subsidiary of BSP Financial Group Limited (BSP). BSP is a Papua New Guinea based full service Bank with representation in many major Pacific economies. BSP is listed on the Port Moresby Stock Exchange (PNGX). BSP Convertible Notes Limited (BSP CN Fiji) is a special purpose vehicle incorporated in Fiji with limited powers under its Memorandum and Articles. It is listed in the South Pacific Stock Exchange (SPX) in Fiji as **BCN**.

BSP CONVERTIBLE NOTES

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27 October 2026

"BSP Third Quarter Trading Update 2026"

"Market Announcement to South Pacific Stock Exchange"

Our Parent Company, BSP Financial Group Limited in Port Moresby, PNG has released this market announcement on PNGX and ASX.

.....
Rajeshwar Singh
DIRECTOR

.....
Alvina Ali
COMPANY SECRETARY

About BSP Convertible Notes Limited (BSP CN Fiji):
BSP Convertible Notes Limited (BSP CN Fiji) is a wholly owned subsidiary of BSP Financial Group Limited (BSP). BSP is a Papua New Guinea based full service Bank with representation in many major Pacific economies. BSP is listed on the PNGX Markets Limited (PNGX). BSP Convertible Notes Limited (BSP CN Fiji) is a special purpose vehicle incorporated in Fiji with limited powers under its Memorandum and Articles. It is listed in the South Pacific Stock Exchange (SPX) in Fiji as **BCN**.

ASX/PNGX
Market Announcement

ARBN: 649 704 656 | ASX: BFL | PNGX: BSP

27 October 2026

THIRD QUARTER TRADING UPDATE 2026

for the period ended 30 September 2026

REVENUE	OPERATING EXPENSES	UNAUDITED NPAT	COST-TO-INCOME RATIO
K997m	K435m	K334m	43.6%
↑ 6% on 1H26 qtr avg	↑ 5% on 1H26 qtr avg	↑ 8% on 1H26 qtr avg	↓ 20bps on 1H26 qtr avg

RESULTS OVERVIEW

BSP delivered continued momentum across the Group in the third quarter of 2026 with Unaudited Net Profit after Tax of K334 million, up 8% on the 1H26 quarterly average and 18% on the prior comparable quarter.

Revenue of K997m was up 6% on the 1H26 quarterly average and 16% on the prior comparable quarter. Consistent growth in Net Interest Income underscores the strength of our lending across the South Pacific, coupled with balanced growth in Non-interest Income continuing to demonstrate the diversity of our revenue base.

We continue to manage costs through the investment phase of our Modernising for Growth program, with our Cost-to-Income Ratio at 43.6% remaining at the midpoint of our 42-45% target range. Credit quality has remained broadly stable, with no material deterioration in provisioning trends during the quarter. Our capital position remains strong, with a Capital Adequacy Ratio comfortably in excess of the regulatory requirement.

Our Modernising for Growth program is progressing well and remains focused on our four strategic priorities – better serving our customers; investments that support a safe and secure bank; ensuring our business is simple and scalable; and building a high-performance culture and capabilities.

During the quarter, we were also pleased to announce our landmark multi-year sponsorship agreement with the PNG Chiefs, the 19th team to join the National Rugby League. This saw BSP become the Club's Principal Foundation Partner. We are proud to back the nation's NRL team, commencing in its foundation period ahead of joining the NRL in the 2028 season.

Against a backdrop of global geopolitical and macro challenges, economic growth across the South Pacific has held up reasonably well and provides a broadly supportive outlook.

While regional risks persist, including higher fuel prices and El Niño, we remain optimistic about the PNG economy. Copper, coffee and cocoa prices remain resilient, and in the medium to longer term, there is a positive contribution to growth from the infrastructure to establish the PNG Chiefs and the pipeline of major energy and resources projects, including Papua LNG.

Mark T. Robinson
Group Chief Executive Officer

BSP Financial Group Limited
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Port Moresby, Papua New Guinea

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PERFORMANCE OVERVIEW

NON-INTEREST INCOME

K378m

↑ 6% on 1H26 qtr avg

Non-interest Income increased as a percentage of total income driven by strong FX income and a deepening of customer relationships across the Group.

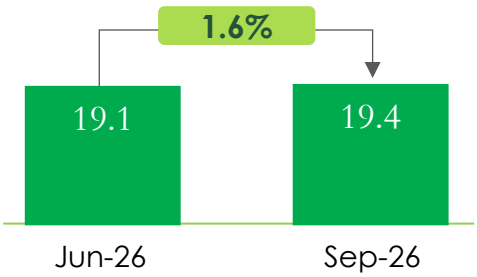
RETURN ON EQUITY (ANNUALISED)

24.9%

↑ 100bps on 1H26 qtr avg

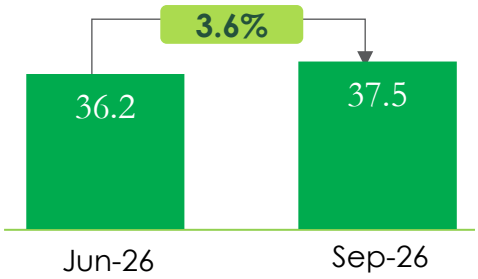
Return on Equity improved to 24.9% reflecting growth in income and disciplined capital management.

GROSS LOANS (PGK BILLONS)



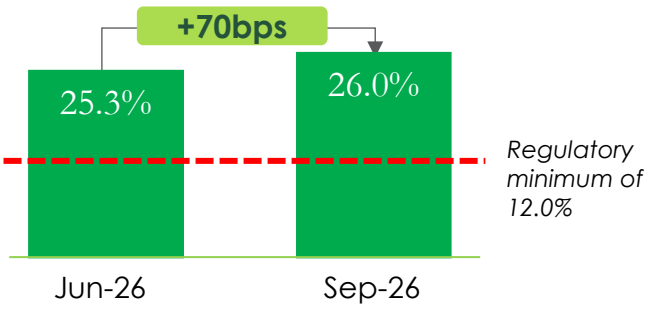
Solid lending growth continued with gross loans increasing 1.6% on Jun-26, largely driven by retail mortgages and personal lending products.

TOTAL DEPOSITS (PGK BILLIONS)



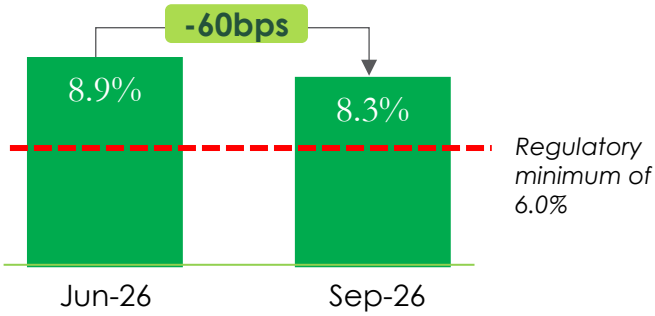
Total deposits reached K37.5 billion in Q3 2026, up 3.6% on Jun-26, reflecting strong quarterly growth in the deposit base.

CAPITAL ADEQUACY RATIO



BSP's Capital Adequacy Ratio is more than double the regulatory requirement of 12.0% reflecting capacity to support customers and continued investment.

LEVERAGE RATIO



BSP's Leverage Ratio remains well above the regulatory requirement of 6.0%

SUMMARY FINANCIALS

UNAUDITED PROFIT & LOSS SUMMARY

PGK (millions)	1H26 qtr avg	3Q26	Movement 3Q26 vs 1H26 qtr avg	Movement 3Q26 vs 3Q25
Revenue	**943**	**997**	▲ 6%	▲ 16%
Net Interest Income	587	619	▲ 5%	▲ 12%
FX Income	215	231	▲ 7%	▲ 26%
Fee Income	118	127	▲ 8%	▲ 13%
Insurance/Other Income	23	20	▼ 13%	▲ 43%
Operating expenses	**(413)**	**(435)**	▲ 5%	▲ 16%
Operating profit	**530**	**562**	▲ 6%	▲ 16%
Credit impairment (charges)/release	(38)	(30)	▼ 21%	▲ 25%
Earnings before tax	**462**	**532**	▲ 8%	▲ 15%
Tax	(182)	(198)	▲ 9%	▲ 11%
Unaudited NPAT	**310**	**334**	▲ 8%	▲ 18%

UNAUDITED PROFIT & LOSS SUMMARY

AUD* (millions)	1H26 qtr avg	3Q26	Movement 3Q26 vs 1H26 qtr avg	Movement 3Q26 vs 3Q25
Revenue	**310**	**319**	▲ 3%	▲ 1%
Net Interest Income	193	198	▲ 3%	▼ 2%
FX Income	71	74	▲ 4%	▲ 10%
Fee Income	39	41	▲ 5%	▲ 0%
Insurance/Other Income	7	6	▼ 14%	▲ 20%
Operating expenses	**(136)**	**(139)**	▲ 2%	▲ 1%
Operating profit	**174**	**180**	▲ 3%	▲ 1%
Credit impairment (charges)/release	(12)	(10)	▼ 17%	▲ 11%
Earnings before tax	**162**	**170**	▲ 5%	▲ 0%
Tax	(60)	(63)	▲ 5%	▼ 3%
Unaudited NPAT	**102**	**107**	▲ 5%	▲ 2%

* Average exchange rate of 0.3290 AUD=1PGK for 1H26 qtr avg, and 0.3198 AUD=1PGK for 3Q26.

FOR FURTHER INFORMATION

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This announcement was authorised for release by BSP's Disclosure Committee.

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