

Appendix 4B (equity accounted)

Preliminary final report

Name of entity

Credit Corporation (PNG) Limited

COMPANY NO.

6856

Half yearly
(tick)Preliminary
final (tick)Half year/financial year ended ('current
period')

Half year ended 30 June 2018

Equity accounted results for announcement to the market

Extracts from this report for announcement to the market (see note 1).

K'000

Sales (or equivalent operating) revenue (item 1.1)	Up	32% to	57,708
Abnormal items after tax attributable to shareholders (item 2.5)	gain (loss) of	-	-
+Operating profit (loss) after tax (before amortisation of goodwill) attributable to shareholders (item 1.26)	Up	13% to	69,662
+Operating profit (loss) after tax attributable to shareholders (item 1.10)	Up	13% to	69,662
Extraordinary items after tax attributable to shareholders (item 1.13)	Gain (loss) of	-	-
+Operating profit (loss) and extraordinary items after tax attributable to shareholders (item 1.16)	Up	13% to	69,662
Dividends (distributions)	Amount per +security		K
Final dividend (Preliminary final report only - item 15.4) 2017 final dividend declared in 2018	11 toea per share		33,895
Interim dividend (Half yearly report only - item 15.6)	-		-

Previous corresponding period (<i>Preliminary final report - item 15.5; half yearly report - item 15.7</i>)	14 toea per share	43,154
<p>+Record date for determining entitlements to the dividend, (in the case of a trust, distribution) (<i>see item 15.2</i>)</p> <div data-bbox="871 383 1409 512" style="border: 1px solid black; padding: 5px; display: inline-block; margin-left: 400px;"> 2017 Final: 3rd August 2018 </div> <p>Brief explanation of omission of directional and percentage changes to profit in accordance with Note 1 and short details of any bonus or cash issue or other item(s) of importance not previously released to the market:</p>		

Consolidated profit and loss account

	Current period – K'000	Previous corresponding period - K'000
1.1 Sales (or equivalent operating) revenue	57,708	43,762
1.2 Share of +associates' "net profit (loss) attributable to shareholders" (equal to item 16.7)	2,626	2,095
1.3 Other revenue	58,472	56,231
1.4 +Operating profit (loss) before abnormal items and tax	71,975	64,151
1.5 Abnormal items before tax (detail in item 2.4)	-	-
1.6 +Operating profit (loss) before tax (items 1.4 + 1.5)	71,975	64,151
1.7 Less tax	(2,313)	(2,356)
1.8 +Operating profit (loss) after tax but before outside +equity interests	69,662	61,795
1.9 Less outside +equity interests	-	-
1.10 +Operating profit (loss) after tax attributable to shareholders	69,662	61,795
1.11 Extraordinary items after tax (detail in item 2.6)	-	-
1.12 Less outside +equity interests	-	-
1.13 Extraordinary items after tax attributable to shareholders	-	-

	Current period - K"000	Previous corresponding period - K"000
1.14 Total +operating profit (loss) and extraordinary items after tax (items 1.8 + 1.11)	69,662	61,795
1.15 +Operating profit (loss) and extraordinary items after tax attributable to outside +equity interests (items 1.9 + 1.12)	-	-
1.16 +Operating profit (loss) and extraordinary items after tax attributable to shareholders (items 1.10 + 1.13)	69,662	61,795
1.17 Retained profits (accumulated losses) at beginning of financial period	403,648	374,104
1.18 If change in accounting policy as set out in clause 11 of AASB 1018 Profit and Loss Accounts, adjustments as required by that clause (include brief description). Adjustment from implementation of IFRS 9	(2,018)	-
1.19 Aggregate of amounts transferred from reserves	(14,958)	(20,762)
1.20 Total available for appropriation (<i>carried forward</i>)	456,334	415,137
1.21 Dividends provided for or paid		
Final Dividend for 2017 : 11 toea per share	(33,895)	(30,837)
1.22 Aggregate of amounts transferred to reserves	-	-
1.23 Retained profits (accumulated losses) at end of financial period	422,439	384,300

Profit restated to exclude amortisation of goodwill		Current period	Previous corresponding
		K'000	period K'000
1.24	+Operating profit (loss) after tax before outside +equity interests (items 1.8) and amortisation of goodwill	69,662	61,795
1.25	Less (plus) outside +equity interests	-	-
1.26	+Operating profit (loss) after tax (before amortisation of goodwill) attributable to shareholders	69,662	61,795

Intangible, abnormal and extraordinary items	<i>Consolidated - current period</i>			
	Before tax K'000	Related tax K'000	Related outside +equity interests K'000	Amount (after tax) attributable to shareholders K'000
2.1	Amortisation of goodwill	-	-	-
2.2	Amortisation of other intangibles	-	-	-
2.3	Total amortisation of intangibles	-	-	-
2.4	Abnormal items	-	-	-
2.5	Total abnormal items	-	-	-
2.6	Extraordinary items	-	-	-
2.7	Total extraordinary items	-	-	-

Comparison of half year profits

(Preliminary final report only)

	Current year - K'000	Previous year - K'000
3.1 Consolidated +operating profit (loss) after tax attributable to shareholders reported for the 1st half year (item 1.10 in the half yearly report)	69,662	61,795
3.2 Consolidated +operating profit (loss) after tax attributable to shareholders for the 2nd half year	N/A	N/A

Consolidated balance sheet

(See note 5)

	At end of current period K'000	As shown in last +annual report K'000	As in last half yearly report K'000
Current assets			
4.1 Cash	123,103	137,537	134,404
4.2 Receivables – net of portfolio & specific provisions	103,332	81,705	68,513
4.3 Investments	932	-	5,259
4.4 Inventories	905	889	872
4.5 Other – (Other Debtors & Income & Dividend WTax)	15,153	18,169	18,097
4.6 Total current assets	243,425	238,300	227,145
Non-current assets			
4.7 Receivables – net of portfolio & specific provisions	441,514	399,174	350,737
4.8 Investments in +associates	18,087	15,461	19,336
4.9 Other investments	678,723	663,384	695,062
4.10 Inventories	-	-	-
4.11 Exploration and evaluation expenditure capitalised (see para .71 of AASB 1022)	-	-	-
4.12 Development properties (+mining entities)	-	-	-
4.13 Other property, plant and equipment (net)	25,620	22,801	23,422
4.14 Intangibles (net)	68	82	95

Consolidated balance sheet		At end of current period K'000	As shown in last +annual report K'000	As in last half yearly report K'000
<i>(See note 5)</i>				
4.15	Other (provide details if material)	22,814	18,977	17,509
4.16	Total non-current assets	1,186,826	1,119,879	1,106,161
4.17	Total assets	1,430,251	1,358,179	1,333,306
	Current liabilities			
4.18	Accounts payable	7,461	6,541	4,788
4.19	Borrowings	62,283	59,519	60,980
4.20	Provisions	36,402	2,112	33,068
4.21	Other (provide details if material)-Deposits	415,256	412,276	344,023
4.22	Total current liabilities	521,402	480,448	442,859
	Non-current liabilities			
4.23	Accounts payable	2,271	-	-
4.24	Borrowings	-	-	-
4.25	Provisions (Deferred tax liability)	24,440	23,935	27,906
4.26	Other (provide details if material)-Deposits	38,504	42,076	40,126
4.27	Total non-current liabilities	65,215	66,011	68,032
4.28	Total liabilities	586,617	546,459	510,891
4.29	Net assets	843,634	811,720	822,415

Consolidated balance sheet continued

Consolidated balance sheet (See note 5)		At end of current period K'000	As shown in last +annual report K'000	As in last half yearly report K'000
Equity				
4.30	Capital	21,999	22,008	22,172
4.31	Reserves	399,196	386,064	415,943
4.32	Retained profits (accumulated losses)	422,439	403,648	384,300
4.33	Equity attributable to shareholders of the parent entity	843,634	811,720	822,415
4.34	Outside +equity interests in controlled entities	-	-	-
4.35	Total equity	843,634	811,720	822,415
4.36	Preference capital included as part of 4.33	-	-	-

Exploration and evaluation expenditure capitalised

To be completed only by entities with mining interests if amounts are material. Include all expenditure incurred regardless of whether written off directly against profit.

		Current period K'000	Previous corresponding period - K'000
5.1	Opening balance	NA	NA
5.2	Expenditure incurred during current period		
5.3	Expenditure written off during current period		

	Current period K'000	Previous corresponding period - K'000
5.4 +Acquisitions, disposals, revaluation increments, etc.		
5.5 Expenditure transferred to development properties		
5.6 Closing balance as shown in the consolidated balance sheet (item 4.11)	NA	NA

Development properties

(To be completed only by entities with mining interests if amounts are material)

	Current period K'000	Previous corresponding period - K'000
6.1 Opening balance	NA	NA
6.2 Expenditure incurred during current period		
6.3 Expenditure transferred from exploration and evaluation		
6.4 Expenditure written off during current period		
6.5 +Acquisitions, disposals, revaluation increments, etc.		
6.6 Expenditure transferred to mine properties		
6.7 Closing balance as shown in the consolidated balance sheet (item 4.12)	NA	NA

Consolidated statement of cash flows

(See note 6)

	Current period K'000	Previous corresponding period - K'000	
Cash flows related to operating activities			
7.1	Receipts from customers	60,032	49,109
7.2	Payments to suppliers and employees	(16,445)	(16,374)
7.3	Dividends received from +associates	-	297
7.4	Other dividends received	33,027	30,226
7.5	Interest and other items of similar nature received	-	-
7.6	Interest and other costs of finance paid	(9,685)	(8,256)
7.7	Income taxes paid	(2,315)	(2,168)
7.8	Other (provide details if material) – Movements in loans advanced and deposits by finance entities	(76,617)	(7,979)
7.9	Net operating cash flows	(12,003)	44,855
Cash flows related to investing activities			
7.10	Payment for purchases of property, plant and equipment	(5,904)	(2,388)
7.11	Proceeds from sale of property, plant and equipment	796	234
7.12	Payment for purchases of equity investments	-	-
7.13	Proceeds from sale of equity investments	3,699	-
7.14	Loans to other entities	-	-
7.15	Loans repaid by other entities	-	-
7.16	Other (provide details if material)-(Short term investments & interest income from funds deposited, including acquisition of investment property, interest income from other investments)	(515)	8,157
7.17	Net investing cash flows	(1,924)	6,003

		Current period K'000	Previous corresponding period - K'000
Cash flows related to financing activities			
7.18	Proceeds from issues of +securities (shares, options, etc.)	-	-
7.19	Proceeds from borrowings	5,000	-
7.20	Repayment of borrowings	(2,236)	(1,418)
7.21	Dividends paid	-	(2,990)
7.22	Other (provide details if material)	(2,741)	(2,275)
7.23	Net financing cash flows	23	(6,683)
7.24	Net increase (decrease) in cash held	(13,904)	44,175
7.25	Cash at beginning of period <i>(see Reconciliation of cash)</i>	137,537	88,413
7.26	Exchange rate adjustments to item 7.25.	(530)	1,816
7.27	Cash at end of period <i>(see Reconciliation of cash)</i>	123,103	134,404

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows. If an amount is quantified, show comparative amount.

--

Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current period K'000	Previous corresponding period - K'000
8.1 Cash on hand and at bank	123,103	134,404
8.2 Deposits at call	-	-
8.3 Bank overdraft	-	-
8.4 Other (provide details)	-	-
8.5 Total cash at end of period (item 7.26)	123,103	134,404

Ratios	Current period	Previous corresponding Period
Profit before abnormals and tax / sales		
9.1 Consolidated +operating profit (loss) before abnormal items and tax (item 1.4) as a percentage of sales revenue (item 1.1)	125%	147%
Profit after tax / +equity interests		
9.2 Consolidated +operating profit (loss) after tax attributable to shareholders (item 1.10) as a percentage of equity (similarly attributable) at the end of the period (item 4.33)	8%	8%

Earnings per security (EPS)	Current period	Previous corresponding period
10.1 Calculation of the following in accordance with AASB 1027: <i>Earnings per Share</i>		
(a) Basic EPS	0.23	0.20
(b) Diluted EPS (if materially different from (a))	Same as above	Same as above
(c) Weighted average number of ordinary shares outstanding during the period used in the calculation of the Basic EPS	308,206,404	311,258,294

NTA backing <i>(see note 7)</i>	Current period	Previous corresponding period
11.1 +Net tangible asset backing per +ordinary security	K2.74	K2.61

Details of specific receipts/outlays, revenues/ expenses

	Current period - K'000	Previous corresponding period - K'000
12.1 Interest revenue included in determining item 1.4	43,445	32,551
12.2 Interest revenue included in item 12.1 but not yet received (if material)	-	-
12.3 Interest expense included in item 1.4 (include all forms of interest, lease finance charges, etc.)	(9,781)	(8,256)
12.4 Interest costs excluded from item 12.3 and capitalised in asset values (if material)	-	-

12.5	Outlays (except those arising from the +acquisition of an existing business) capitalised in intangibles (if material)	-	-
12.6	Depreciation and amortisation (excluding amortisation of intangibles)	(2,221)	(1,654)

Control gained over entities having material effect

(See note 8)

13.1 Name of entity (or group of entities) NA

13.2 Consolidated +operating profit (loss) and extraordinary items after tax of the entity (or group of entities) since the date in the current period on which control was +acquired	K
13.3 Date from which such profit has been calculated	
13.4 +Operating profit (loss) and extraordinary items after tax of the entity (or group of entities) for the whole of the previous corresponding period	K

Loss of control of entities having material effect

(See note 8)

14.1 Name of entity (or group of entities) NA

14.2 Consolidated +operating profit (loss) and extraordinary items after tax of the entity (or group of entities) for the current period to the date of loss of control	K
14.3 Date to which the profit (loss) in item 14.2 has been calculated	

14.4 Consolidated +operating profit (loss) and extraordinary items after tax of the entity (or group of entities) while controlled during the whole of the previous corresponding period

K

14.5 Contribution to consolidated +operating profit (loss) and extraordinary items from sale of interest leading to loss of control

K

Reports for industry and geographical segments

Information on the industry and geographical segments of the entity must be reported for the current period in accordance with AASB 1005: Financial Reporting by Segments. Because of the different structures employed by entities, a pro forma is not provided. Segment information should be completed separately and attached to this report. However, the following is the presentation adopted in the Appendices to AASB 1005 and indicates which amounts should agree with items included elsewhere in this report.

Dividends (in the case of a trust, distributions)

15.1 Date the dividend (distribution) is payable

24th August, 2018

15.2 +Record date to determine entitlements to the dividend (distribution) (ie, on the basis of registrable transfers received up to 5.00 pm

3rd August, 2018

15.3 If it is a final dividend, has it been declared?

YES

(Preliminary final report only)

Amount per security

		Amount per +security	K'000s
	<i>(Preliminary final report only)</i>		
15.4	Final dividend: Current year	Toea 11 per share	33,895
15.5	Previous year	Toea 10 per share	30,837
	<i>(Half yearly and preliminary final reports)</i>		
15.6	Interim dividend: Current year	-	-
15.7	Previous year	Toea 4 per share	12,317

Total dividend (distribution) per security (interim plus final)

(Preliminary final report only)

	Current year	Previous year
15.8 +Ordinary securities	K0.11	K0.14
15.9 Preference +securities	-	-

Half yearly report - interim dividend (distribution) on all securities or

Preliminary final report - final dividend (distribution) on all securities

	Current period K'000	Previous corresponding period - K'000
15.10 +Ordinary securities	33,895	30,837
15.11 Preference +securities	-	-
15.12 Total	33,895	30,837

The +dividend or distribution plans shown below are in operation.

-

The last date(s) for receipt of election notices for the +dividend or distribution plans

-

Any other disclosures in relation to dividends (distributions)

-

Details of aggregate share of profits (losses) of associates

Entity's share of associates'		Current period	Previous corresponding period
		K'000	- K'000
16.1	+Operating profit (loss) before income tax	3,752	2,992
16.2	Income tax expense	(1,125)	(898)
16.3	+Operating profit (loss) after income tax	2,627	2,094
16.4	Extraordinary items net of tax	-	-
16.5	Net profit (loss)	2,627	2,094
16.6	Outside +equity interests	-	-
16.7	Net profit (loss) attributable to shareholders	2,627	2,094

Material interests in entities which are not controlled entities

The economic entity has an interest (that is material to it) in the following entities. If the interest was +acquired or disposed of during either the current or previous corresponding period, indicate date of acquisition ("from xx/xx/xxxx") or disposal ("to xx/xx/xxxx").

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Contribution to +operating profit (loss) and extraordinary items after tax (item 1.14)	
	Current period	Previous corresponding period	Current period – K'000	Previous corresponding period – K'000
17.1 Equity accounted +associated entities				
Capital Insurance Group	25%	25%	2,627	2,094
17.2 Total			2,627	2,094

17.3	Other material interests	-	-	-
17.4	Total			2,627 2,094

Issued and quoted securities at end of current period

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

Category of +securities	Number issued	Number quoted	Amount paid per share (toea)	
			Exercise price	Expiry date (if any)
18.1 Preference +securities (description)	-	-		
18.2 Issued during current period	-	-		
18.3 +Ordinary securities				
- Shares	308,154,163	314,687,497		
18.4 Issued during current period (dividend reinvestment)	-	-		
18.5 +Convertible debt securities (description and conversion factor)	-	-		
18.6 Issued during current period	-	-		
18.7 Options (description and conversion factor)	-	-		

18.8	Issued during current period	-	-	-	-
18.9	Exercised during current period	-	-	-	-
18.10	Expired during current period	-	-	-	-
18.11	Debentures (totals only)	-	-		
18.12	Unsecured notes (totals only)	-	-		

Comments by directors

Comments on the following matters are required by POMSoX or, in relation to the half yearly report, by AASB 1029: Half-Year Accounts and Consolidated Accounts. The comments do not take the place of the directors' report (as required by the Companies Act 1997) and may be incorporated into the directors' report. For both half yearly and preliminary final reports, if there are no comments in a section, state NIL. If there is insufficient space to comment, attach notes to this report.

Material factors affecting the revenues and expenses of the economic entity for the current period

N/A

A description of each event since the end of the current period which has had a material effect and is not related to matters already reported, with financial effect quantified (if possible)

Changes in accounting policies since the last +annual report are disclosed as follows.

(Disclose changes in the half yearly report in accordance with paragraph 15(c) of AASB 1029: Half-Year Accounts and Consolidated Accounts. Disclose changes in the preliminary final report in accordance with AASB 1001: Accounting Policies-Disclosure.)

The group has adopted IFRS 9 & IFRS 16 with a date of transition of 1st January, 2018.

Additional disclosure for trusts

19.1 Number of +units held by the management company or a +related party of it

NA

19.2 A statement of the fees and commissions payable to the management company.

Identify:

- initial service charges
- management fees
- other fees

Annual meeting

(Preliminary final report only)

The annual meeting will be held as follows:

Place

Date

Time

Approximate date the +annual report will be available

Compliance statement

- 1 This report has been prepared under accounting policies which comply with accounting standards approved by the Accounting Standards Board pursuant to the Companies Act 1997 or other standards acceptable to POMSoX (see note 13).

Identify other standards used

None

- 2 This report, and the financial statements prepared under the Companies Act 1997 (if separate), use the same accounting policies.

- 3 This report does give a true and fair view of the matters disclosed (see note 2).

- 4 This report is based on financial statements to which one of the following applies.

(Tick one)

The financial statements have been audited.



The financial statements have been subject to review.

The financial statements are in the process of being audited or subject to review.

The financial statements have *not* yet been audited or reviewed.

- 5 If the audit report or review by the auditor is not attached, details of any qualifications will follow immediately they are available*.

- 6 The entity has a formally constituted audit committee.

Sign here:

.....
(Chairman)

Date:

11/09/18

Print name:

JOHNSON PYRE KALO

Notes

1. **For announcement to the market** The percentage changes referred to in this section are the percentage changes calculated by comparing the current period's figures with those for the previous corresponding period. Do not show percentage changes if the change is from profit to loss or loss to profit, but still show whether the change was up or down. If changes in accounting policies or procedures have had a material effect on reported figures, do not show either directional or percentage changes in profits. Explain the reason for the omissions in the note at the end of the announcement section.
2. **True and fair view** If this report does not give a true and fair view of a matter (for example, because compliance with an Accounting Standard is required) the entity must attach a note providing additional information and explanations to give a true and fair view.
3. **Consolidated profit and loss account**
 - Item 1.1 The definition of "operating revenue" and an explanation of "sales revenue" (or its equivalent) and "other revenue" are set out in *AASB 1004: Disclosure of Operating Revenue*.
 - Item 1.2 'Share of +associates' "net profit (loss) attributable to shareholders" would form part of "other revenue" in *AASB 1004* to the extent that a profit is to be reported. POMSoX has elected to require disclosure of a share of a loss in the same location for consistency of presentation.
 - Item 1.4 "+operating profit (loss) before abnormal items and tax" is calculated before dealing with outside +equity interests and extraordinary items, but after deducting interest on borrowings, depreciation and amortisation.

- Item 1.7 This item refers to the total tax attributable to the amount shown in item 1.6. Tax includes income tax (if any) but excludes taxes treated as operating expenses.
4. **Income tax** If the amount provided for income tax in this report differs (or would differ but for compensatory items) by more than 15% from the amount of income tax *prima facie* payable on the profit before tax, the entity must explain in a note the major items responsible for the difference and their amounts.
 5. **Consolidated balance sheet**
 - (a) **Format**
The format of the consolidated balance sheet should be followed as closely as possible. However, additional items may be added if greater clarity of exposition will be achieved, provided the disclosure still meets the requirements of *AASB 1029* and *AASB 1034*.
 - (b) **Basis of revaluation**
If there has been a material revaluation of non-current assets (including investments) since the last ⁺annual report, the entity must describe the basis of revaluation adopted. The description must meet the requirements of paragraphs 9.1 - 9.4 of *AASB 1010: Accounting for the Revaluation of Non-Current Assets*. If the entity has adopted a procedure of regular revaluation, the basis for which has been disclosed and has not changed, no additional disclosure is required. Trusts should also note paragraph 10 of *AASB 1029* and paragraph 11 of *AASB 1030*.
 6. **Statement of cash flows** For definitions of "cash" and other terms used in this report see *AASB 1026: Statement of Cash Flows*. Entities should follow the form as closely as possible, but variations are permitted if the directors (in the case of a trust, the management company) believe that this presentation is inappropriate. However, the presentation adopted must meet the requirements of *AASB 1026*. ⁺Mining exploration entities may use the form of cash flow statement in Appendix 5B.
 7. **Net tangible asset backing** Net tangible assets are determined by deducting from total tangible assets all claims on those assets ranking ahead of the ⁺ordinary securities (ie, all liabilities, preference shares, outside ⁺equity interests etc). ⁺Mining entities are *not* required to state a ⁺net tangible asset backing per ⁺ordinary security.
 8. **Gain and loss of control over entities** The gain or loss must be disclosed if it has a material effect on the consolidated financial statements. Details must include the contribution for each gain or loss that increased or decreased the entity's consolidated ⁺operating profit (loss) and extraordinary items after tax by more than 5% compared to the previous corresponding period.
 9. **Rounding of figures** This report anticipates that the information required is given to the nearest K1,000. However, an entity may report exact figures, if the K'000 headings are amended.
 10. **Comparative figures** Comparative figures are the unadjusted figures from the previous corresponding period. However, if there is a lack of comparability, a note explaining the position should be attached.
 11. **Comparative figures when equity accounted information first included in the accounts** There will be a lack of comparability in the figures for the previous corresponding period when equity accounted information is first included if this information has a material effect on the consolidated accounts. If it does have a material effect, attach a note providing a better comparison by restating "⁺Operating profit (loss) after tax attributable to shareholders" (item 1.10) and "Investments in ⁺associates" (item 4.8) for the previous corresponding period to incorporate equity accounted information. In addition, as required by Note 1, no directional or percentage changes in profit are to be reported in the "For announcement to the market" section. Where the disclosures were not previously required in Appendix 4B, no comparatives need be shown.
 12. **Additional information** An entity may disclose additional information about any matter, and must do so if the information is material to an understanding of the reports. The information may be an expansion of the material contained in this report, or contained in a note attached to the report. The requirement under the listing rules for an entity to complete this report does not prevent the entity issuing reports more frequently. Additional material lodged with the ⁺Registrar under the Companies Act 1997 must also be given to POMS⁺X. For example, a directors' report and statement, if lodged with the ⁺Registrar, must be given to POMS⁺X.

13. **Accounting Standards** POMSoX may for foreign entities accept, for example, the use of accounting standards not approved under the Companies Act 1997 if the entity is not subject to, or is exempted from, the requirements of Section 390 of the Companies Act 1997.
14. [Not used]