

**Appendix 4B (equity accounted)  
Preliminary final report**

Name of entity

CREDIT CORPORATION (PNG) LIMITED AND SUBSIDIARIES

COMPANY NO.	Half yearly (tick)	Preliminary final (tick)	Financial year ended ('current period')
1-6856		x	December 31, 2022

**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)	down	(11%)	to	94,994
Abnormal items after tax attributable to shareholders (item 2.5)		-	to	-
<sup>†</sup> Operating profit (loss) after tax (before amortisation of goodwill) attributable to shareholders (item 1.26)	up	12%	to	86,038
<sup>†</sup> Operating profit (loss) after tax attributable to shareholders (item 1.10)	up	12%	to	86,038
Extraordinary items after tax attributable to shareholders (item 1.13)		-	to	-
<sup>†</sup> Operating profit (loss) and extraordinary items after tax attributable to shareholders (item 1.16)	up	12%	to	86,038

**Dividends (distributions)**

	Amount per <sup>†</sup> security	Total K'000
Final dividend (Preliminary final report only - item 15.4)	12.3 toea	37,876
Interim dividend (Half yearly report only - item 15.6)	10.2 toea	31,409
Previous corresponding period (Preliminary final report - item 15.5; half yearly report - item 15.7)	13.4 toea 4.6 toea	41,263 14,165

<sup>†</sup>Record date for determining entitlements to the dividend, (in the case of a trust, distribution) (see item 15.2)

29/03/2023

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:

<b>Consolidated profit and loss account</b>		Current period –	Previous
		K'000	corresponding period - K'000
1.1	Sales (or equivalent operating) revenue	94,994	106,540
1.2	Share of <sup>+</sup> associates' "net profit (loss) attributable to shareholders" (equal to item 16.7)	-	-
1.3	Other revenue	76,983	69,487
1.4	<b>*Operating profit (loss) before abnormal items and tax</b>	<b>97,378</b>	<b>84,422</b>
1.5	Abnormal items before tax (detail in item 2.4)	-	-
1.6	<sup>+</sup> Operating profit (loss) before tax (items 1.4 + 1.5)	97,378	84,422
1.7	Less tax	(11,340)	(7,551)
1.8	<sup>+</sup> Operating profit (loss) after tax but before outside <sup>+</sup> equity interests	86,038	76,872
1.9	Less outside <sup>+</sup> equity interests	-	-
1.10	<b>*Operating profit (loss) after tax attributable to shareholders</b>	<b>86,038</b>	<b>76,872</b>
1.11	Extraordinary items after tax (detail in item 2.6)	-	-
1.12	Less outside <sup>+</sup> equity interests	-	-
1.13	Extraordinary items after tax attributable to <b>shareholders</b>	-	-
1.14	<b>Total <sup>+</sup>operating profit (loss) and extraordinary items after tax</b> (items 1.8 + 1.11)	86,038	76,872
1.15	<sup>+</sup> Operating profit (loss) and extraordinary items after tax attributable to outside <sup>+</sup> equity interests (items 1.9 + 1.12)	-	-
1.16	<b>*Operating profit (loss) and extraordinary items after tax attributable to shareholders</b> (items 1.10)	86,038	76,872
1.17	Retained profits (accumulated losses) at beginning of financial period	446,922	446,477
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)	-	-
1.19	Aggregate of amounts transferred from reserves	6,336	-
1.20	Total available for appropriation ( <i>carried forward</i> )	539,296	523,349
1.21	Dividends provided for or paid	(72,672)	(69,592)
1.22	Aggregate of amounts transferred to reserves	(10,915)	(6,835)
1.23	<b>Retained profits (accumulated losses) at end of financial period</b>	<b>455,710</b>	<b>446,922</b>
<b>Profit restated to exclude amortisation of goodwill</b>			
1.24	<sup>+</sup> Operating profit (loss) after tax before outside <sup>+</sup> equity interests (items 1.8) and amortisation of goodwill	86,038	76,872
1.25	Less (plus) outside <sup>+</sup> equity interests	-	-
1.26	<sup>+</sup> Operating profit (loss) after tax (before amortisation of goodwill) attributable to <b>shareholders</b>	86,038	76,872

Intangible, abnormal and extraordinary items		Consolidated - current period			
		Before tax K'000	Related tax K'000	Related outside +equity interests K'000	Amount (after tax) attributable to <b>shareholders</b> K'000
2.1	Amortisation of goodwill	-	-	-	-
2.2	Amortisation of other intangibles	-	-	-	-
<b>2.3</b>	<b>Total amortisation of intangibles</b>	-	-	-	-
2.4	Abnormal items	-	-	-	-
<b>2.5</b>	<b>Total abnormal items</b>	-	-	-	-
2.6	Extraordinary items	-	-	-	-
<b>2.7</b>	<b>Total extraordinary items</b>	-	-	-	-
<b>Comparison of half year profits</b> <i>(Preliminary final report only)</i>				Current year - K'000	Previous year - K'000
3.1	Consolidated +operating profit (loss) after tax attributable to <b>shareholders</b> reported for the 1st half year (item 1.10 in the half yearly report)			62,976	52,991
3.2	Consolidated +operating profit (loss) after tax attributable to <b>shareholders</b> for the 2nd half year			23,062	23,881

<b>Consolidated balance sheet</b> (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
<b>Current assets</b>				
4.1	Cash	220,397	189,339	248,750
4.2	Receivables	102,898	90,344	111,741
4.3	Investments	36,171	31,789	41,715
4.4	Inventories	1,077	1,188	1,077
4.5	Other ( <i>Other debtors, income tax receivable balance</i> )	18,746	12,282	13,922
4.6	<b>Total current assets</b>	379,289	324,942	417,205
<b>Non-current assets</b>				
4.7	Receivables	310,720	319,200	290,520
4.8	Investments in +associates	8,283	8,283	8,283
4.9	Other investments	706,744	705,478	711,350
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)	29,153	29,383	28,281
4.14	Intangibles (net)	65	52	45
4.15	Other ( <i>Deferred taxes</i> )	22,753	28,908	24,653
4.16	<b>Total non-current assets</b>	1,077,718	1,091,304	1,063,132
4.17	<b>Total assets</b>	1,457,007	1,416,246	1,480,337
<b>Current liabilities</b>				
4.18	Accounts payable	19,979	12,350	17,352
4.19	Borrowings	40,369	49,609	42,747
4.20	Provisions	7,321	5,640	45,926
4.21	Other ( <i>Interest-bearing deposits, current portion</i> )	386,299	373,000	350,148
4.22	<b>Total current liabilities</b>	453,968	440,599	456,173
<b>Non-current liabilities</b>				
4.23	Accounts payable	-	-	-
4.24	Borrowings	-	-	-
4.25	Provisions	-	-	-
4.26	Other ( <i>Interest-bearing deposits, non-current portion</i> )	80,276	55,335	93,056
4.27	<b>Total non-current liabilities</b>	80,276	55,335	93,056
4.28	<b>Total liabilities</b>	534,244	495,934	549,229
4.29	<b>Net assets</b>	922,763	920,312	931,108

<b>Consolidated balance sheet (continued)</b>			
	<b>Equity</b>		
4.30	Capital	21,984	21,984
4.31	Reserves	445,069	451,406
4.32	Retained profits (accumulated losses)	455,710	446,922
4.33	Equity attributable to <b>shareholders</b> of the parent entity	922,763	920,312
4.34	Outside <sup>†</sup> equity interests in controlled entities	-	-
4.35	<b>Total equity</b>	922,763	920,312
4.36	Preference capital included as part of 4.33	-	-
<b>Exploration and evaluation expenditure capitalised</b>		Current period	Previous
<i>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.</i>		K'000	corresponding period - K'000
5.1	Opening balance	NA	NA
5.2	Expenditure incurred during current period	NA	NA
5.3	Expenditure written off during current period	NA	NA
5.4	<sup>†</sup> Acquisitions, disposals, revaluation increments, etc.	NA	NA
5.5	Expenditure transferred to development properties	NA	NA
5.6	<b>Closing balance as shown in the consolidated balance sheet (item 4.11)</b>	<b>NA</b>	<b>NA</b>
<b>Development properties</b>		Current period	Previous
<i>(To be completed only by entities with mining interests if amounts are material)</i>		K'000	corresponding period - K'000
6.1	Opening balance	NA	NA
6.2	Expenditure incurred during current period	NA	NA
6.3	Expenditure transferred from exploration and evaluation	NA	NA
6.4	Expenditure written off during current period	NA	NA
6.5	<sup>†</sup> Acquisitions, disposals, revaluation increments, etc.	NA	NA
6.6	Expenditure transferred to mine properties	NA	NA
6.7	<b>Closing balance as shown in the consolidated balance sheet (item 4.12)</b>	<b>NA</b>	<b>NA</b>

**Consolidated statement of cash flows***(See note 6)*

	Current period K'000	Previous corresponding period - K'000
<b>Cash flows related to operating activities</b>		
7.1 Receipts from customers	103,691	115,091
7.2 Payments to suppliers and employees	(66,306)	(57,998)
7.3 Dividends received from <sup>+</sup> associates	-	-
7.4 Other dividends received	61,536	52,937
7.5 Interest and other items of similar nature received	-	-
7.6 Interest and other costs of finance paid	(15,894)	(20,110)
7.7 Income taxes paid	(8,521)	(10,492)
7.8 Other (cash inflows/outflows) from deposits and finance receivables)	46,242	(31,092)
7.9 <b>Net operating cash flows</b>	120,748	48,337
<b>Cash flows related to investing activities</b>		
7.10 Payment for purchases of property, plant and equipment	(5,893)	(5,089)
7.11 Proceeds from sale of property, plant and equipment	4,380	443
7.12 Payment for purchases of equity investments	-	-
7.13 Proceeds from sale of equity investments	-	-
7.14 Loans to other entities	-	-
7.15 Loans repaid by other entities	-	-
7.16 Other (provide details if material)	(2,683)	(9,913)
7.17 <b>Net investing cash flows</b>	(4,196)	(14,559)
<b>Cash flows related to financing activities</b>		
7.18 Proceeds from issues of <sup>+</sup> securities (shares, options, etc.)	-	-
7.19 Proceeds from borrowings	-	-
7.20 Repayment of borrowings	(5,560)	(4,600)
7.21 Dividends paid	(72,672)	(69,592)
7.22 Other (provide details if material)	(2,436)	(2,914)
7.23 <b>Net financing cash flows</b>	(80,668)	(77,106)
7.24 <b>Net increase (decrease) in cash held</b>	35,884	(43,328)
7.25 Cash at beginning of period (see Reconciliation of cash)	189,339	234,358
7.26 Exchange rate adjustments to item 7.25.	(4,826)	(1,691)
7.27 <b>Cash at end of period</b> (see Reconciliation of cash)	220,397	189,339

<b>Non-cash financing and investing activities</b>		
<i>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.</i>		
<b>Reconciliation of cash</b>		
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	180,200	158,808
8.2 Deposits at call	-	-
8.3 Bank overdraft	-	-
8.4 Other ( <i>Short Term Deposit</i> )	40,197	30,531
8.5 <b>Total cash at end of period</b> (item 7.27)	220,397	189,339
<b>Ratios</b>		
	Current period	Previous corresponding period
9.1 <b>Profit before abnormals and tax / sales</b> Consolidated *operating profit (loss) before abnormal items and tax (item 1.4) as a percentage of sales revenue (item 1.1)	102.5%	79.2%
9.2 <b>Profit after tax / *equity interests</b> Consolidated *operating profit (loss) after tax attributable to <b>shareholders</b> (item 1.10) as a percentage of equity (similarly attributable) at the end of the period (item 4.33)	9.3%	8.3%
<b>Earnings per security (EPS)</b>		
	Current period	Previous corresponding period
10.1 Calculation of the following in accordance with AASB 1027: Earnings per Share		
(a) Basic EPS	28 toea	25 toea
(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	307,936,332	307,936,332
<b>NTA backing</b> (see note 7)		
	Current period	Previous corresponding period
11.1 *Net tangible asset backing per *ordinary security	K 3.00	K 2.99

<b>Details of specific receipts/outlays, revenues/ expenses</b>		Current period - K'000	Previous corresponding period - K'000
12.1	Interest revenue included in determining item 1.4	66,213	81,553
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.)	(15,894)	(20,111)
12.4	Interest costs excluded from item 12.3 and capitalised in asset values (if material)		
12.5	Outlays (except those arising from the <sup>+</sup> acquisition of an existing business) capitalised in intangibles (if material)		
12.6	Depreciation and amortisation (excluding amortisation of intangibles)	(5,429)	(6,540)
<b>Control gained over entities having material effect</b> (See note 8)			
13.1	Name of entity (or group of entities)		N/A
13.2	Consolidated <sup>+</sup> 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 <sup>+</sup> acquired		K
13.3	Date from which such profit has been calculated		
13.4	<sup>+</sup> Operating profit (loss) and extraordinary items after tax of the entity (or group of entities) for the whole of the previous corresponding period		K
<b>Loss of control of entities having material effect</b> (See note 8)			
14.1	Name of entity (or group of entities)		NA
14.2	Consolidated <sup>+</sup> 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		
14.3	Date to which the profit (loss) in item 14.2 has been calculated		
14.4	Consolidated <sup>+</sup> 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		
14.5	Contribution to consolidated <sup>+</sup> operating profit (loss) and extraordinary items from sale of interest leading to loss of control		



**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.

<b>Segments</b>		Current period - K'000	Previous corresponding period - K'000
Operating Revenue		167,810	170,692
Sales to customers outside the economic entity		-	-
Inter-segment sales		22,229	17,082
Unallocated revenue		4,167	5,335
Total revenue		194,206	193,109
Segment result (including abnormal items where relevant)		97,379	84,422
Unallocated expenses		-	-
Consolidated <sup>†</sup> operating profit before tax (equal to item 1.6)		97,378	84,422
Segment assets		1,457,007	1,416,246
Unallocated assets		-	-
Total assets (equal to item 4.17)		1,457,007	1,416,246
<b>Dividends (in the case of a trust, distributions)</b>			
15.1	Date the dividend (distribution) is payable		5/05/2023
15.2	<sup>†</sup> Record date to determine entitlements to the dividend (distribution) (ie, on the basis of registrable transfers received up to 5.00 pm)		29/03/2023
15.3	If it is a final dividend, has it been declared? (Preliminary final report only)		Yes
<b>Amount per security</b>		Amount per <sup>†</sup> security	
15.4	(Preliminary final report only) <b>Final dividend:</b> Current year	12.3 toea	37,876
15.5	Previous year	13.4 toea	41,263
(Half yearly and preliminary final reports)			
15.6	<b>Interim dividend:</b> Current year	10.2 toea	31,409
15.7	Previous year	4.6 toea	14,165

<b>Total dividend (distribution) per security (interim plus final) (Preliminary final report only)</b>		
	Current year	Previous year
15.8 *Ordinary securities	22.5 toea	18.0 toea
15.9 Preference +securities	-	-
<b>Half yearly report - interim dividend (distribution) on all securities or Preliminary final report - final dividend (distribution) on all securities</b>		
	Current period	Previous corresponding period
15.10 *Ordinary securities	10.2 toea	4.6 toea
15.11 Preference +securities	-	-
15.12 <b>Total</b>	10.2 toea	4.6 toea
The +dividend or distribution plans shown below are in operation.		
N/A		
The last date(s) for receipt of election notices for the +dividend or distribution plans		N/A
Any other disclosures in relation to dividends (distributions)		
N/A		
<b>Details of aggregate share of profits (losses) of associates</b>		
<b>Entity's share of associates'</b>	Current period K'000	Previous corresponding period - K'000
16.1 *Operating profit (loss) before income tax	-	-
16.2 Income tax expense	-	-
16.3 *Operating profit (loss) after income tax	-	-
16.4 Extraordinary items net of tax	-	-
16.5 Net profit (loss)	-	-
16.6 Outside +equity interests	-	-
16.7 Net profit (loss) attributable to <b>shareholders</b>	-	-

**Material interests in entities which are not controlled entities**

The economic entity has an interest (that is material to it) in the following entities.

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%	-	-
17.2 Total	25%	25%	-	-
17.3 Other material interests	-	-	-	-
17.4 Total	25%	25%	-	-

**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)
18.1 <b>Preference *securities</b> (description)	-	-	
18.2 Issued during current period	-	-	
18.3 <b>*Ordinary securities</b>	307,936,332	307,936,332	
18.4 Issued during current period	-	-	
18.5 <b>*Convertible debt securities</b> (description and conversion factor)	-	-	
18.6 Issued during current period	-	-	
18.7 <b>Options</b> (description and conversion factor)			Expiry date(if any)
18.8 Issued during current period	-	-	
18.9 Exercised during current period	-	-	
18.10 Expired during current period	-	-	
18.11 <b>Debentures</b> (totals only)	-	-	
18.12 <b>Unsecured notes</b> (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.

**Basis of accounts preparation**

If this report is a half yearly report, it is a general purpose financial report prepared in accordance with the listing rules and AASB 1029: Half-Year Accounts and Consolidated Accounts. It should be read in conjunction with the last +annual report and any announcements to the market made by the entity during the period.

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.)

**Additional disclosure for trusts**

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

N/A

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

Hilton Hotel, Port Moresby

Date

23 June 2023

Time

9:00 AM

Approximate date the +annual report will be available

19 May 2023

**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.

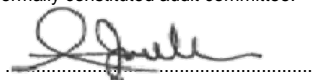
The financial statements are in the process of being audited or subject to review.

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:  
Director



Date: 15 March 2023

Print name: Dr. Albert Mellam