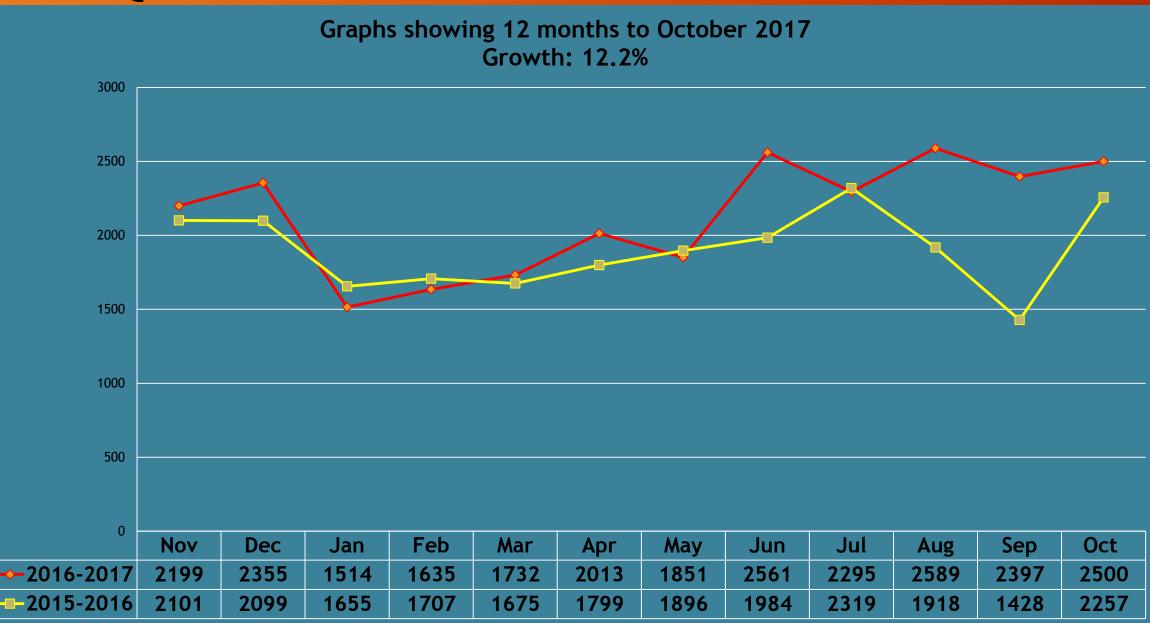
2018	Ship	Date	Port	Time
January				
February	Ocean Dreams	18-Feb	Honiara	
	Caledonian Sky	22-Feb	Honiara & Provinces	
March				
April				
May	Silver Discoverer	28-May	Honiara & Provinces	
June				
July				
August	Pacific Eden	9-Aug	Gizo	
		10-Aug	Honiara	
	Pacific Eden	23-Aug	Gizo	
		24-Aug	Honiara	
September	L'Austral	13-Sep	Honiara	
October				
November	Seabourn	28-Nov	Tavanipupu	
		29-Nov	Honiara	
December				
TOTAL				

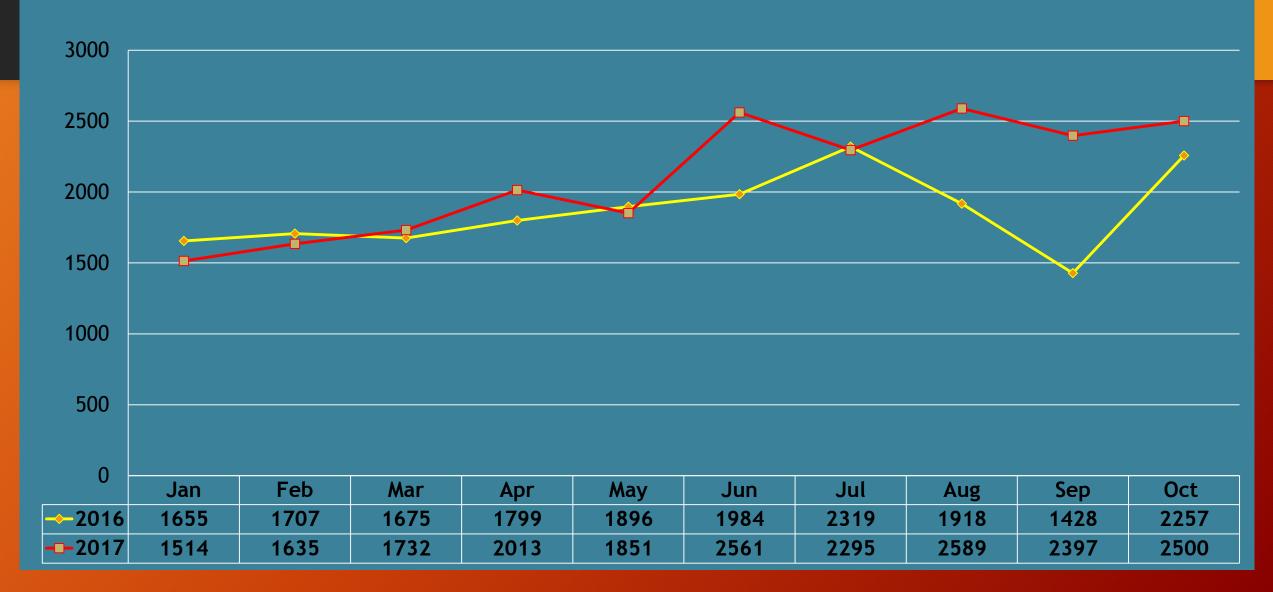


2017 Quick Review



2017 Quick Review





2017 Achievements

- AU Roadshow (Brisbane & Sydney)
- Mi Save Solo Travel Mart (Honiara)
- Taiwan and Japan Sales Calls
- ITB Berlin
- DEMA and G75
- PNG Media Meeting & Tradeshow

Total International Media: 43

Value: AUD 1,592.00 SBD9,572,651



Disruptors

Branding
Change in SIVB Presentation:
Logo, Uniforms

Release of Jason's maps

Tourism VS Logging

Tourism Export: 447m

Employment: 1751



Logging Export: 2414m

Employment: 8350

2018 Targets, Objectives and ROI

Region	Target VA	Approved Budget	FOREX	Acquisition Cost	ROI	EST. Expenditure
AUSTRALIA	11,800	2512,900	199,715,000	213	79.5	1354
NEW ZEALAND	1,780	900,000	33,486,250	506	37.2	1505
NORTH AMERICA	2,000	906,400	47,375,000	453	52.3	1894
ASIA	5,900	900,000	100,521,250	153	111.7	1363
EUROPE	1,510	865,000	25,726,625	573	29.7	1363
PNG	1,600	460,000	27,620,000	288	59.3	1363
OTHERS	2,732	3,928,000	46,546,450	1438	11.8	1363
TOTAL	27,322	10,472,300	480,630,575	383	45.9	

2018 Activities Australian & NZ Markets

- Public Relations
 - Quarterly Media Familiarization Programs: AU & NZ Media
- Promotions/Tradeshows
 - South Pacific Tourism Exchange
 - Flight Centre: BNE, SYD, MEL & AKL
 - Treasures of South Pacific
 - Luxperience
 - NZ Trade Function
- AU & NZ Wholesalers Support

- Special Events Marketing
 - Mi Save Solo Travel Mart
- Advertising
 - AU & NZ Print Media and Online
- Trade Activities
 - Sales Calls
 - Webinars
 - Loyalty Programs
- OTA's
 - Agoda, Expedia, Booking.com, TripAdvisor

Asian Market

- Public Relations
 - Retail Agents
 - Media Familiarization Visits
- Advertising
- Print and Online
- Tradeshows and other activities
 - ITE Taiwan
 - ITF Taiwan
 - ITE Hong Kong
 - Seminar/Sales Calls
- Taiwan and Japanese Rep
- Looking into the Korean market



2018 Activities North American Market

- Public Relations
 - International Media Visitation Programs
- Online and Print Advertising
- Trade and Wholesaler Partnerships
- Roadshow (San Diego & Los Angeles)
- Travel and Tradeshows
 - LA Times Adventure Show
 - H2O Scuba Show
 - Long Beach Scuba Show
 - DEMA



European Market

- Meet the Pacific
 (Lisbon, Rome, Milan, London, Paris, Amsterdam, Copenhagen)
- ITB Berlin
- Public Relations
- Wholesaler Famil and Support
- Advertising



2018 Activities Papua New Guinea Market

- Public Relations
 PNG Media publications
 Newspapers and TV
- Promotions
- Advertising
- Tradeshow Lukim PNG Nau
- Media Luncheon
- Wholesaler Support



Niche Markets

Birdwatching

- Birdfair UK
- American Birdfair
- Wholesaler Support
- Birdwatching tour guide training

rdfair Support

Dive

- Dive Wholesaler Support
- Dive Shows: ADEX, AIDE, DEMA
- Dive Fest 2018 (Honiara)
- PR: International Dive Media

Battlefield

- Advertising
- Media Famils



Fishing

- Retail Travel Agent
- Media Famils



Cruise

PR - Media
Port Development
Membership
Exhibition



Niche Markets

Romance/Honeymoon

- Romance Media Famil
- Advertise Wedding Media
- Online Trade
- Wedding Forum
- QLD Bridal & Honeymoon Expo

Surfing

- Wholesaler Support
- Surfing Competition
- Surf Media Famil
- SI Surf Guide





Niche Markets

Events

- Events workshop
- WWII Commemorations
- Stunned Mullet
- Choir Festival

Culture

- Shell Money Festival
- Wagosia Festival
- Lagoon Festival
- Malamweimwei/Yam Festival

Communication Strategy

- School Awareness
- Newspaper
- Radio Shows
- Industry Newsletter





Tagio Tumas!

UNDERSTANDING YOUR CLIENTS

An insight into who you are selling to in Australia & New Zealand

Presented by Richard Skewes, 30 January 2018.

THE CONSUMER

Who are they and how do they BUY holidays?





UNDERSTANDING THE CONSUMER: Why They Book



Price and reviews are most important decisionmaking factors when booking accommodation

 Price is important for all travelers – they aim to also balance online ratings and reviews with their own previous experience to decide on their accommodation

Importance to booking accommodation (top 10)





UNDERSTANDING THE CONSUMER:

The Millennials





UNDERSTANDING THE CONSUMER:

Generation X





UNDERSTANDING THE CONSUMER:

Baby Boomers





UNDERSTANDING THE CONSUMER: How They Book

68%

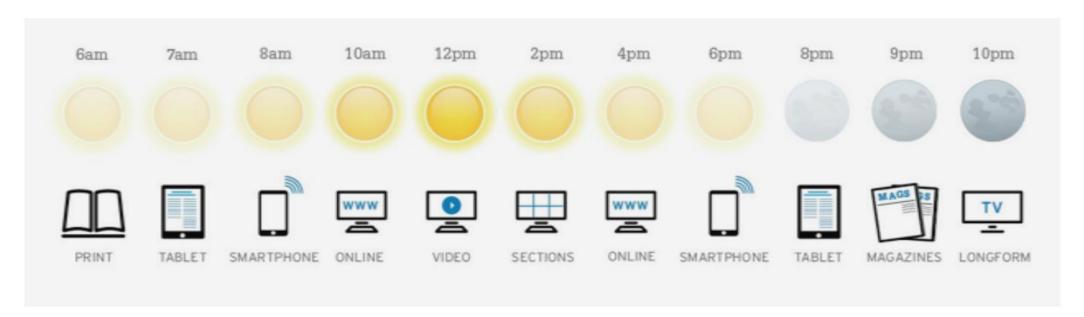
Will go online and start searching for holidays before they even know where or how they want to go

Once they decide on a few destinations they'll research 52-36 to find their target consideration set



UNDERSTANDING THE CONSUMER: How They Book

In a fragmenting media environment audiences demand news, information and entertainment content on whatever device at whatever time they please - Fairfax call this their "Follow the Sun" strategy.



THE TRADE

Who are they and how do they SELL holidays?





YOUR POTENTIAL TRADE PARTNERS

TRADE PARTNERS AS OF END OF 2017

WHOI	ESALE	ONLINE TRAVEL AGENT	OTHER DISTIRBUTION CHANNEL
Allways Dive Expeditions (Aust)	Corporate Fishing Charters (Aust)	Expedia (Global)	Bartercard (Aust)
Dive Adventures (Aust)	Virgin Holidays (Aust)	Booking.com (Global)	Ignite Holidays (Aust)
Go Tours (Aust)	Perfect Wave/Perfect Dive (Aust)	Agoda (Global)	
Solomon Island Holidays (Aust)	Our Pacific (NZ)	GTA (Global)	
Omniche Holidays (Aust)	Pack Ya Bags (NZ)		
Battlefield Tours (Aust)			
Hideaway Holidays (Aust)			
Travel & Co (NZ)			
Relaxaway Holidays (Aust)			



YOUR POTENTIAL TRADE PARTNERS

2017 EXISITING TRADE PARTNERS

NEW PARTNERS WHOM WISH TO JOIN US IN 2018

availability for OTA's

WHOI	LESALE	ONLINE TRAVEL AGENT	OTHER DISTIRBUTION CHANNEL	
Allways Dive Expeditions (Aust)	Corporate Fishing Charters (Aust)	Expedia (Global)	Bartercard (Aust)	
Dive Adventures (Aust)	Virgin Holidays (Aust)	Booking.com (Global)	Ignite Holidays (Aust)	
Go Tours (Aust)	Perfect Wave/Perfect Dive (Aust)	Agoda (Global)	UBookDirect.com (Aust)	
Solomon Island Holidays (Aust)	Our Pacific (NZ)	GTA (Global)	Luxury Escapes / Living Social / Scoopon/ Bon Voyage (Aust/NZ)	
Omniche Holidays (Aust)	Pack Ya Bags (NZ)	Tourico/HotelBeds.com (Global)	HOTELIERS:	
Battlefield Tours (Aust)	Infinity Holidays (Aust/NZ)	Excite Holidays (Aust)		
Hideaway Holidays (Aust)	Intrepid Holidays (Aust)	Destinations of the World (Global)	Don't forget to consider a Channel Manager for	
Travel & Co (NZ)	House of Travel (NZ)	Viator (Global)	effective management of	
Relaxaway Holidays (Aust)	New Prestige Tours (Chinabased in Aust)		inventory and real time	



WHERE IS YOUR BUSINESS REALLY COMING FROM?

Did you know.....

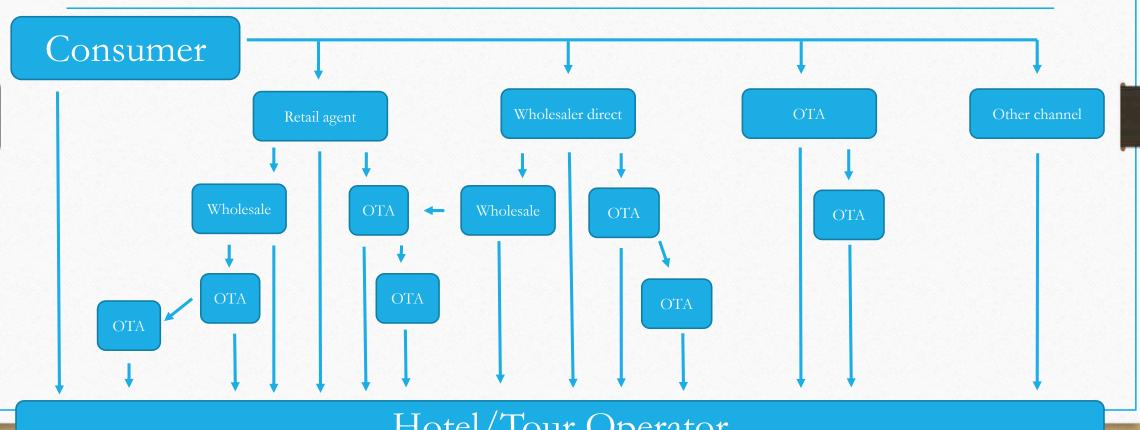
- Over 90% of retail travel agents in Australia and New Zealand are signed up to sell expedia and/or booking.com through affiliate programs
- Most wholesalers have the ability to sell an OTA if they have to
- Some OTA's buy off other OTA's.

SIVB TIP

Work with everyone you can.



TODAYS DISTRIBUTION CHANNELS



Hotel/Tour Operator

HOW CAN YOU GET MORE BUSINESS

THE CONSUMER





SIMPLE WAYS TO WIN THE CONSUMER

WEBSITE

- Make sure you have a website that works on all types of devices.
- Lots of high quality pictures are better than writing.....minimise word content
- Instant confirmation and 100% automation is the goal to converting sales



SIMPLE WAYS TO WIN THE CONSUMER

REPUTATION

2

- 93% of hoteliers in a global survey said that this was crucial to their business
- 59% said they invest more money this year than ever before managing this
- Encourage and manage reviews on every possible media channel.
 - OTA review sites
 - Tripadvisor
 - Facebook, twitter etc

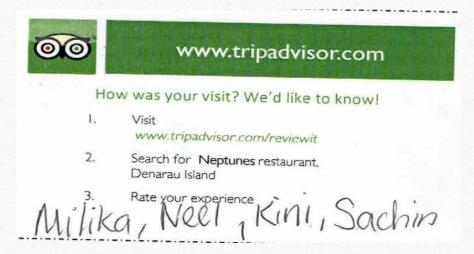


SIMPLE WAYS TO WIN THE CONSUMER

EXAMPLE OF HOW YOU CAN POSITIVELY ENGAGE YOUR GUESTS



THE BEST FISH & CHIPS AND PIZZA ON DENARAU ISLAND



This means that only people with positive experiences were encouraged to rate them making the business look very positive to potential future clients

HOW CAN YOU GET MORE BUSINESS

THE TRADE





SIMPLE WAYS TO WIN THE TRADE

ACCESS



- Make sure you are accessible to them via email and phone if required
- Enquiries and confirmation responses must take no longer than 24hrs to respond
- Be prepared to extend up to 30 days credit if necessary in the case of traditional trade
- Be prepared to accept virtual credit card payments in the case of OTA's



CHANNEL MANAGERS FOR HOTELS

Channel managers give small accommodation providers two main benefits:

- 1. Ability to sell the most rooms possible through as many channels at possible (without risk of overbooking).
- 2. Reduced admin by managing inventory and room rates from one central place (no need to log into the backend system of each booking site)

The most popular hotel Channel Manager in our region (used by over 80% of resorts in the Pacific) is Siteminder.



SIMPLE WAYS TO WIN THE TRADE

PARITY

2

- As a general rule give everyone the same base rate.
- You can work separate marketing/pricing deals for campaigns etc but beware if a company is not competitive they will not sell you



SIMPLE WAYS TO WIN THE TRADE

REWARD



• Ensure enough commission is built into the rates for them to be able to operate effectively



EXAMPLE FOR SETTING RATES: TOUR OPERATOR

Q. How much money do you want to receive from each person for your tour?

This has to include enough to cover all your expenses for providing the tour and your desired profit.

A: SBD\$200

Take this figure and add 25%. This is the price you need to advertise on your website/brochure.

If someone buys this from you directly then you should quote them this price.

If the trade buys it from you then give them 20% commission.



A: SBD\$200 + 25% = SBD\$250 is advertised price of tour

If you sell direct to customer you receive SBD\$250

If you sell it to a wholesaler you receive SBD\$250 less 20% = SDB\$200*



^{*} This example is effective in the majority of cases however you may wish to alter the mark-ups (or establish your own model) to differently manage commissions and discounting in a way that better suits your individual business.



EXAMPLE FOR SETTING RATES: HOTELIER

Q. How much money do you want to receive from each person for your hotel room?



A: SBD\$300

Take this figure and add 50%. This is the price you need to advertise on your website/brochure.



A: SBD\$300 + 50% = SBD\$450 is advertised price of room

If someone buys this from you directly then you should quote them this price.



If you sell direct to customer you receive SBD\$450

If the trade buys it from you then give them 20% commission.*



You now also have the ability to offer discounts of up approx. 17% to participate in campaigns, marketing, other opportunities



SDB\$450 less 17% discount = SBD\$373.50 Less 20% commission = SBD\$298.80

^{*} This example is effective in the majority of cases however you may wish to alter the mark-ups (or establish your own model) to differently manage commissions and discounting in a way that better suits your individual business.

MOVING FORWARD

SIVB + TOURISM SECTOR







SO SOLOMONS, SO DIFFERENT!

SIVB + Tourism Sector

= SUCCESS



SOME IMMEDIATE STEPS WE ASK FOR YOUR HELP WITH

CHECK YOUR ONLINE PRESENCE:

- a) Is your website giving the consumer what they want?
- b) Are you enhancing your reputation by engaging online?



SOME IMMEDIATE STEPS WE ASK FOR YOUR HELP WITH

CHECK THE WAY YOU DEAL WITH TRADE:

- a) Are you accessible?
- b) Do you provide rate parity?
- c) Do you offer acceptable commission?
- d) Do you work with everyone you can?



SOME IMMEDIATE STEPS WE ASK FOR YOUR HELP WITH

Ask the SIVB team to send you a copy of this presentation

QUESTIONS





SIVB PR Mike Parker-Brown



SIVB PR - Key Objectives 2018

 To increase international consumer and trade awareness of the Solomon Islands as a premier travel destination by complimenting all its marketing activities with a comprehensive Communications Strategy which encompasses print, electronic, online and other media distribution channels.



Key Messages – International

- The Solomon Islands is one of the few 'untouched' destinations in the South Pacific, waiting to be discovered by a new international audience, easily reached and offering a unique, rich and vibrant culture
- The Solomon Islands offers its visitors a multi-faceted choice of travel options appealing to all types of travellers irrespective of taste, requirement or budget.
- The Solomon Islands is a safe, very friendly and very hospitable destination



SIVB Ongoing PR Strategy – 2018

- Ongoing distribution of pertinent PR to highly targeted trade and consumer media
- Invite increased numbers of key international trade and consumer media on famils with a view to creating awareness in both the travel industry and via consumer media outlets
- Continue to work closely with Solomon Airlines and other key stakeholders/increase confidence in SIVB strategies



So what exactly is PR – how does it work?

How can you make it work for you?



Well managed PR is one of the most cost effective methods for any business and in particular small businesses looking to raise awareness of their product



Business Planning Advertising and PR



Websites



Social Media Facebook – Instagram







Events

- Tuna festival
- Wogasia festival
- Melanesian Arts Festival
- Banana Festival
- Shell Money Festival
- Roviana Lagoon Festival
- Stunned Mullet Competition



Create an event

- Agnes Gateway Hotel Cooking Competition
- Zipola Habu Fishing Competition



Work co-operatively with other local operators to promote your region



So what can we do to help you?



Media Articles





King's Gold BY CAROLINE GLADSTONE. Vamed after biblical King Solomon, these islands deliver so much more than treasure.



TRAVEL+ LEISURE

T+L | Trip Ideas | Island Vacations | Solomon Islands

A Guide to Traveling to the Solomon Islands

by Alex Schechter March 15, 2017







Last updated: 08:57 PM ET, Sun March 05 2017

Epic Battlefield Tours for 2017

Tour Operator Trafalgar Monica Poling March 05, 2017



PHOTO: A U.S. Marine Corps archive photo from Guadalcanal (Photo via Flickr/<u>USMC</u> <u>Archive</u>)







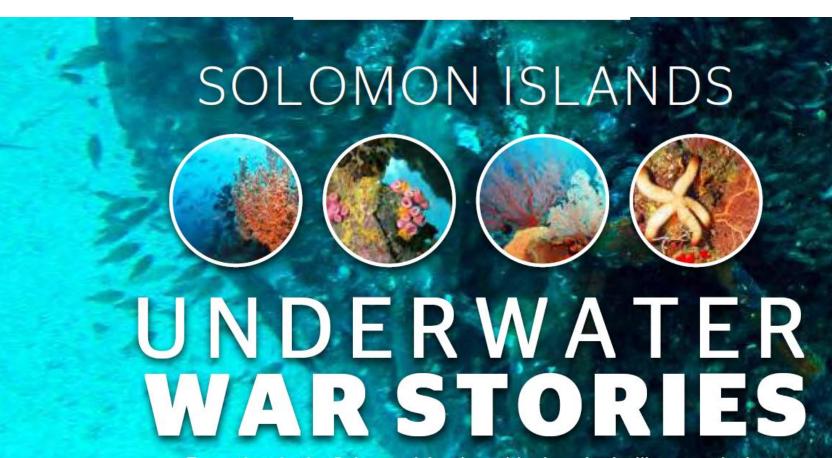
THE BATTLES OF PARADISE

The Battle of Guadalcanal, in the Solomon Islands, marked a turning point in WWII. This year marks the 75th Anniversary of that decisive combat. Planning is well underway for special commemorations, involving representatives of all participating countries, discovers Kathy Ombler

eefs, lagoons and jungle; blues and greens and aquas - the beauty of the Solomon Islands today belies its bloody WWII past, when six months of battle turned the tide of the Pacific Campaign. The Battle of Guadalcanal stopped the Japanese advance. It also left tens of thousands dead; Solomon Islanders, Japanese,







From the air, the Solomon Islands archipelago looks like a tropical island paradise - and it is. But just over 70 years ago, this was the scene of WWII's most prolonged military campaign in the Pacific theatre.





that would later be renamed in his

honour (it has had various names,

were defeated in the Solomons

they retreated to Rabaul. The

to the Solomon Islands - there

are 52 war wrecks in Iron Bottom

There are 992 islands in the

Solomon Islands. Some 300 are

The resort does its best to

encourage visitors to indulge in this

Dickens' novel The Pickwick

Papera. Fatboy's life revolves

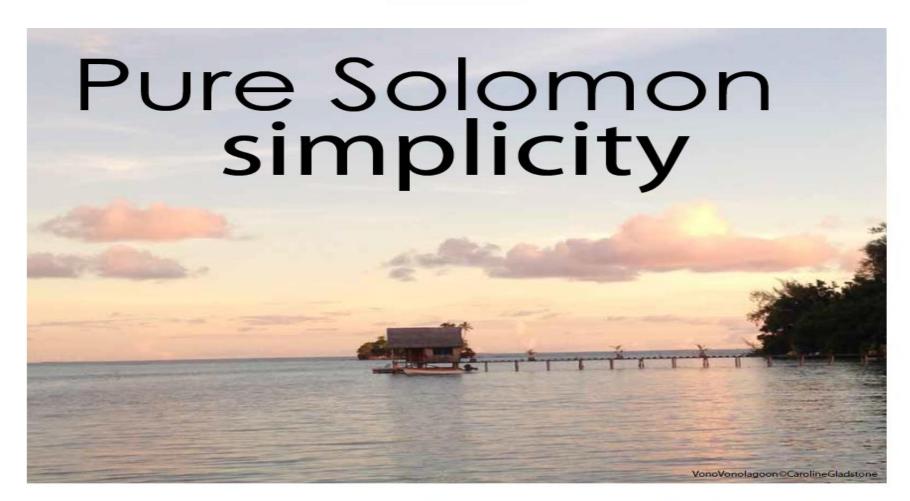
Lobster tails, Spanish mackerel and

coconuts are on the menu.









By Caroline Gladstone



as the little ones chase us about.

Later when I think of all the experiences s the I have during a week in the Solomons, from eating lobster on the deck of my resort, to

than a handful of travellers in any given day. Whizzing about on a boat between islands on the glassy Vono Vono lagoon, we see more dolphins than people.



Destination: Solomon Islands

In the swim of things

Wheels are now in motion as the country prepares for the 2023 Pacific Games – seen as a catalyst for future business events. By Julian Ryall











hough they might seem poor in the trappings of our everyday existence, no TVs, no computers and no tablets, their islands are rich in natural beauty. It's a place that will touch your heart, where the friendly Solomon Islanders will welcome you to with open arms.

If you are looking to disconnect and reconnect

then this is the place for you. Translation, not much internet. Snorkelling replaces iPads, watching the fish under your bungalow making TV forgotten, exploring Skull Island and other head hunting history better than any computer game.

than any computer game.

You can get a taster of traditional Solomon Islands
life in the capital Horiara, with a visit to Lumtohopo
Village, a short drive from the centre of town, where you'll be shown how villagers cook with hot stones

and bamboo utensils, how to weave roofing from palm leaves and given a coconut to sip through a bamboo

The best places to explore the authenticity of the Solomons however, are outside of the bustling capital Honiara. Head over to the Western province on a short internal flight to visit the small towns of Gizo and Munda each with their own natural rhythm. Even the inflight entertainment is authentic: you'll be glued to the window as you head over the tin roofs of Guadalcanal's scattered villages, over the turquoise ocean, with its shallow fringing reefs, and then the restful greens of the vibrant jungle landscapes.

Fatboys Resort in Gizo provides a classic example of

Learn about traditional Solomons life at Lumtohopo Village. Local kids cooling off at the jetty in Munda. Snorkelling under the jetty at Fatboys Resort in Gizo. Heading over to Kennedy Island in one of Fatboys' hobby craft vessels.

CLOCKWISE FROM LEFT.

the multitude of simple Solomons pleasures to enjoy as a family. The resort's restaurant, bar and 'day room' sit out over the lagoon so you can get excited about swimming in the warm, clear waters even whilst you eat your breakfast.

You can snorkel around and under the jetty, check out the iridescent giant clams and sea anemones stuffed full of clown fish. Try your hand at stand-up paddle or paddle a kayak along the water's edge to the

next resort and soak up your peaceful surroundings. If you want to venture further afield take one of the motorised hobby craft vessels and set out across the lagoon to Kennedy Island - named after the rather famous John F. Kennedy, who was rescued here during World War II after the patrol boat he was skippering was rammed by a Japanese Destroyer. The island is uninhabited but you'll find a large picnic area surrounded by palm trees and the island is circled by a white sandy beach. There's a small shrine to Kennedy on the island, built by local Eroni Kumana, who helped in the famous rescue. The snorkelling here is amazing, big boulder corals decorated with Christmas tree worms, the fragile reefs brimming with colourful little inhabitants and big territorial damsels and graceful batfish.

Nearby, the appropriately named Sandy Bar is also worthy of a little expedition in the hobby craft. A coral reef runs the full length of one side of this low sandy island and it's the perfect place to 'wine down' and

enjoy the sunset. Back at Fatboys, enjoy a family game of pool or watch the reef sharks just off the wharf vying for

. The power outlets and voltage are the same in the Solomons as Australia. No power adaptors needed.

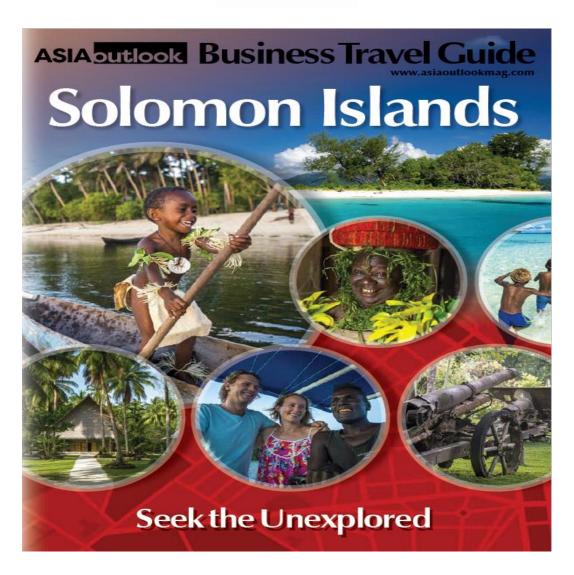
• Whilst not common in the western provinces, mosquito born disease is a feature of

the Solomon Islands. See your doctor first for the appropriate information and be sensible with mozzie protection.

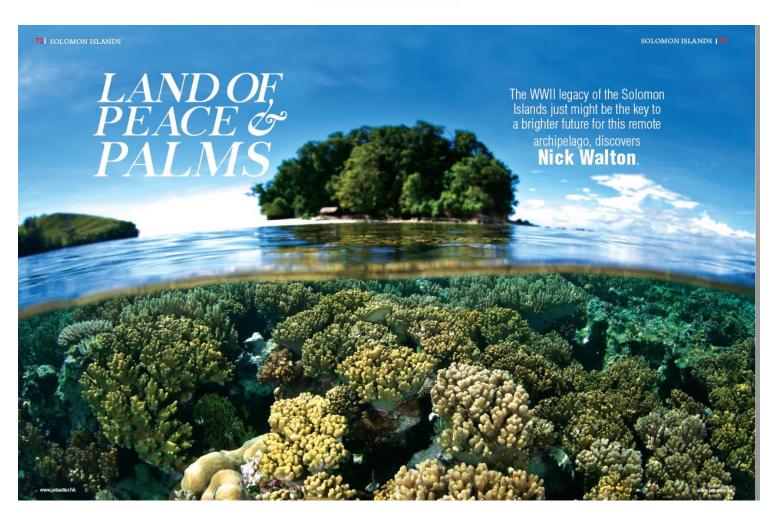
• Pidgin is the common

language between all cultural groups and English is taught in school. You will be able to communicate with every one you meet, with most speaking good English.











Tested: Surfing The Solomon Islands

17 JAN 2018

> Tweet

Like 231 Share

COASTALWATCH | TRAVEL

With only 23,000 visitors a year, the Solomon Islands is definitely a travel spot off the beaten track, and one where you can find a lot of potential for great waves amongst its hundreds of surfable islands. Doug Lees managed to find waves, feed on fresh fish and even sneak in a few cold beers.



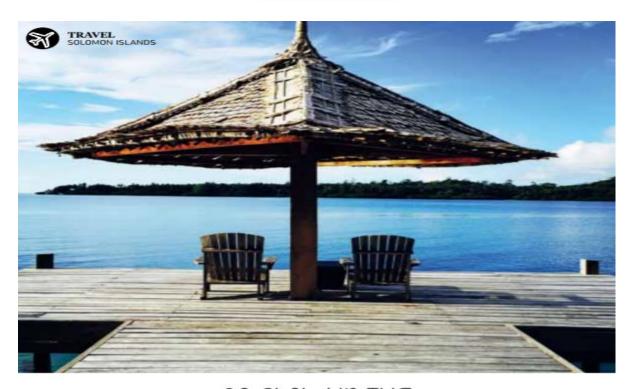


THE LURE OF THE SOLLONS

The South Pacific's biggest secret lies in the fish-rich waters of the Solomon Islands, a fishing paradise just hours from Australia.

By Ben Caddaye





GO SLOW IN THE SOLOMONS

Home to rustic romance, overwater spas and lobster every day for breakfast, lunch and dinner, the Solomon Islands' charms will allow you to switch off in every sense of the word.

WORDS & PHOTOGRAPHY / CHRISTINE RETSCHLAG



PR Strategy 2018 – Overall Objectives

- Building on the platform created in 2017
- Playing stronger role in reaching government objectives
- Maintenance of IMVP
- Continue to work closely and maximise ROI with Solomon Airlines and other key stakeholders, local travel associations, hoteliers, operators and overseas wholesale tour operators.



IMVP/PR Focus 2018

- Continue to underline 'multi-faceted nature' of the Solomon Islands tourism product
- Soft Adventure dive/surf famils for novice media (learn to dive/learn to surf), sailing, kayaking, fishing, trekking
- Family/sporting groups/religious tourism
- Romance/weddings/honeymoons
- Backpackers/Flashpackers
- Culture/festivals
- Lively Seniors/empty nesters



Already confirmed for 2018

- PNG Media Visit
- NZ media Lunch Auckland 20 February
- NZ Fishing Media Famil 19-27 February
- Generic AU/NZ Media Famil March
- Netherlands blogger confirmed for April
- Bloggers confirmed from Japan, Hong Kong, Taiwan and Singapore across July to September
- Further AU/NZ and North American IMVP Famils now on the planning board



Tagio Tumas

Any Questions

Solomon Airlines 2018

TOURISM

A Few Facts

 Foreign aid: Solomon Islands continues to face social and economic challenges | Daily Telegraph

- The unemployment is 31.4 per cent,
- The adult literacy rate is 17 per cent, and
- A quarter of the population live on less than \$2.30 per day.

Can we afford not to focus on tourism?

Tourists – our best estimates

- 2015 6 000 tourists
- 2016 6 600 tourists
- 2017 7 000 tourists
- 2018 9 500 tourists (if we get Munda working)

 The only reliable fact about these numbers is that they fall far short of what we need.

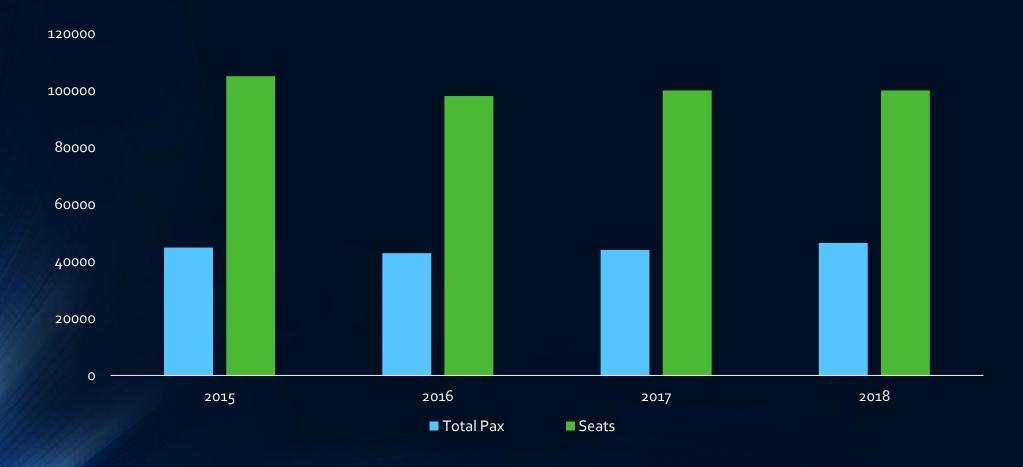
Why focus on tourism

- Solomon Airlines can't grow without tourism
 - Business growth is static
 - Government travel is static
 - Visit Friends and Relatives (VFR) is static
- The Solomon Islands Economy can't grow without tourism
 - Logging has a limited future
 - Fishing must be managed carefully
 - Agriculture has its limitations
 - Mining????
- Unemployment will grow without tourism

Airlines flying to Honiara

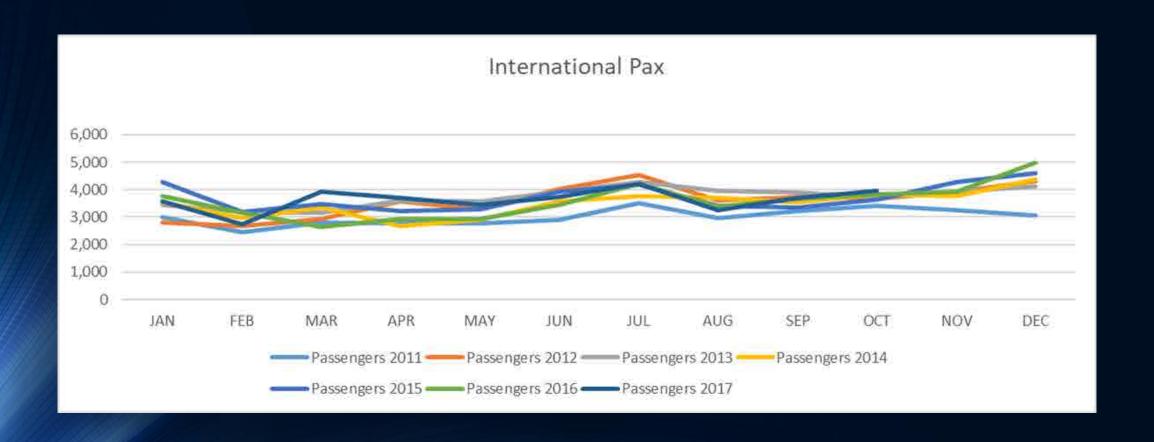
- Solomon Airlines
- Virgin Australia International
- Air Niugini
- Fiji Airways
- Nauru Airlines

Brisbane Honiara Pax vs. Seats



There is no shortage of seats!

Total Solomon Airlines International Passengers



No significant change over the past 5 years

Can we afford to wait?

The role of an airline

- The airline is an enabler in the service industry
- The airline is an employer
 - For 1 direct employee there are 5 to 7 indirect, induced and catalytic employees
- Generates foreign income
- Essential to business
- Essential to tourism

- We are actively wanting to work with everyone to grow tourism.
- We are prepared to lead things if required!

Our Constraints

- Lack of investment in the airline
 - Working capital
- Old aircraft
 - Higher maintenance costs
 - Higher fuel burns
 - Reliability
- An unlevel playing field
 - 5th Freedom Rights compare to Fiji
- Shortage of qualified and experienced people

Constraints

- High costs of all training
 - Trainers attract 20% NRWHT
- Poor condition of all the domestic airports we service
 - Cause premature failure of components
- The Solomon Islands is a very expensive place to do business
 - Infrastructure
 - Inefficiency
 - High cost of housing
 - High cost of food

What does tourism do for the economy?

- What is 1 tourist staying for 7 days is worth?
 - Total SBD 10 600
 - Airfares SBD 4 000 (includes taxes of SBD 1 300)
 - HOTAC and activities SBD 6 600
- What is 1 acceptable room is worth?
 - 72 Passengers (70% Occupancy) 7 day stay
 - 104 passengers (70% Occupancy) 5 day stay
- 1 room = SDB 763 000 p.a. on a 7 day stay
- 30 rooms @ 70% occupancy = SBD 23m

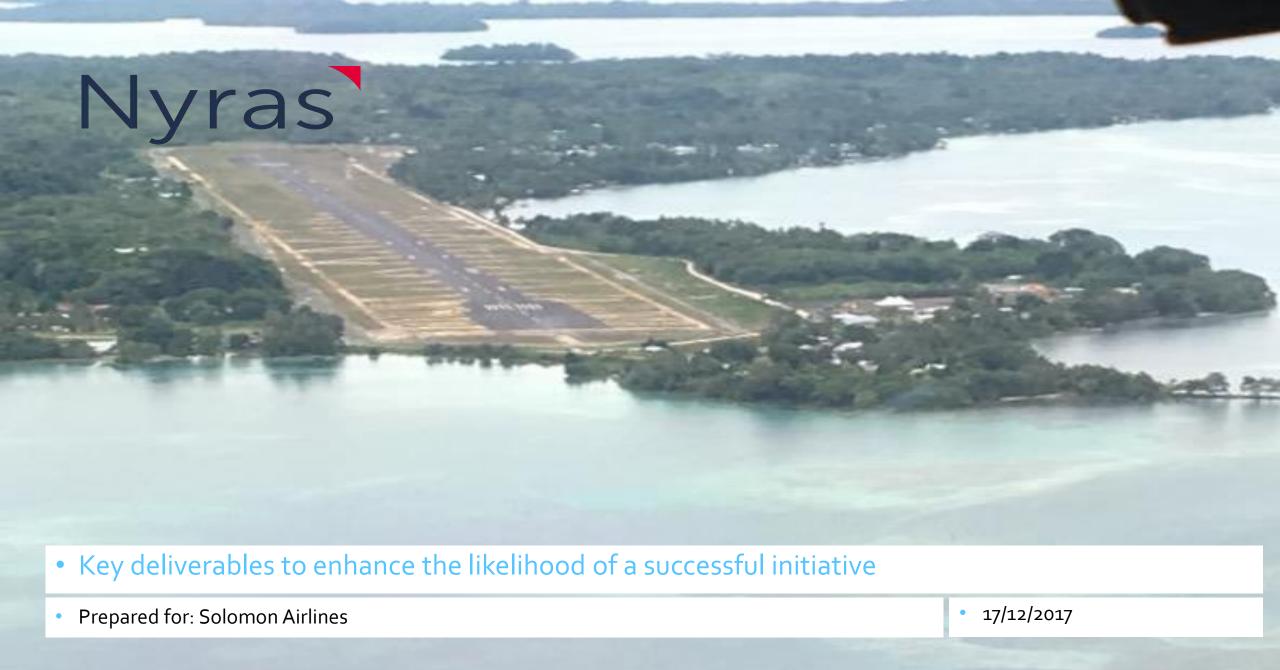
Why wouldn't we grow tourism???

What must be done to grow tourism?

- We need infrastructure
- Limited capital
- Improve existing facilities
 - Cheaper and quicker than building new ones
- Get the pricing right
 - Price according to the season
- Develop the activities
- Staff training
- Promote

Western Province as a Destination?

- The Western Province want tourists
- The area is stunningly beautiful
- Provides an alternative to Fiji, Vanuatu, Cook Islands etc.
- Use Munda as a destination
 - Cuts out the Honiara Munda fares
 - Short easy flights to Seghe and Gizo
- The hotels understand the need for flexible pricing



Why Munda

- The basic infrastructure exists
 - An airport
 - Resorts
 - Relatively easy to renovate
 - Don't need roads
- Current pricing models are wrong
 - Resort owners are happy to change
- New destination for our target market
 - Divers love the area
- We have done the basic work



Dive Munda – a superb dive school

Warm crystal clear water

Stunning beauty

Untouched by pollution (as yet)





What has Solomon Airlines Done?

- Set up the Tourist Infrastructure Development Fund
- Engaged Nyras to verify our ideas and action plan
- Worked with numerous consultants
- Worked with NZ MFAT and assisted with every request
 - Resolved the security challenges at the airport
- Worked with resorts and Dive Munda to set prices
- Working with the ministries
- Found solutions to the obstacles
- Planned launch is 7 April 2018

Still to be done

- Complete the airport lighting
- Renovations to resorts
- Terminal Building
 Marquee

Quick and easy

Leaf Hut

Relatively quick and easy Local materials Local labour

Employ and train staff

A leaf hut – authentically Solomon Islands





Now for the letdown

- I was advised by NZ MFAT on Friday that the airport will only be ready much later in the year.
- Apparently the problem is one of staffing
 - New Airports Company (SIACL)

- Solution
 - Solomon Airlines will run the airport and facilities
 - Help us find us an alternative solution

Why this Munda Project must go on

- The word is out
- The local community is depending on us
- The local community has been let down so often
- The dive community is ecstatic about this venture
- If we don't do it we will be proving we are all unreliable!

 If we miss this opportunity we will still be thinking about what we should have done in 5 years time.

Our Vision





Solomon Islands Visitors Bureau

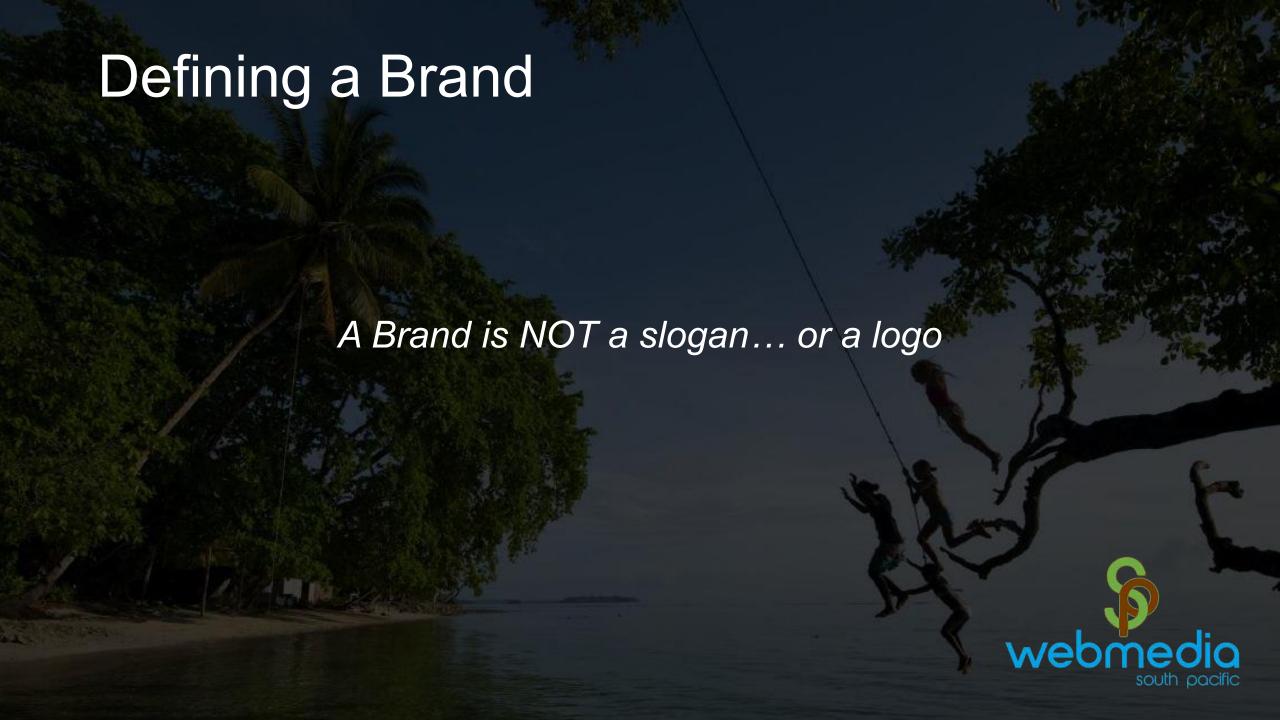
BRAND & BRAND STRATEGY DEVELOPMENT



Webmedia South Pacific

- Webmedia South Pacific is a full service ad agency (Creative, Web, Software, Photography, Video, Programming & Public Relations) based in Fiji and the South Pacific.
- Our position comes from more than 12 years and 700 clients in private, public and civil sectors and more than 100 clients serving various stakeholders in the tourism industry including:
 - Regional Tourism Offices (SPTO), NTO's, Wholesalers, Inbound Operators,
 - Resorts, Hotels, Backpackers,
 - Services Providers and including the smallest of tourism operators.





EVERY COUNTRY'S TOURISM SLOGAN



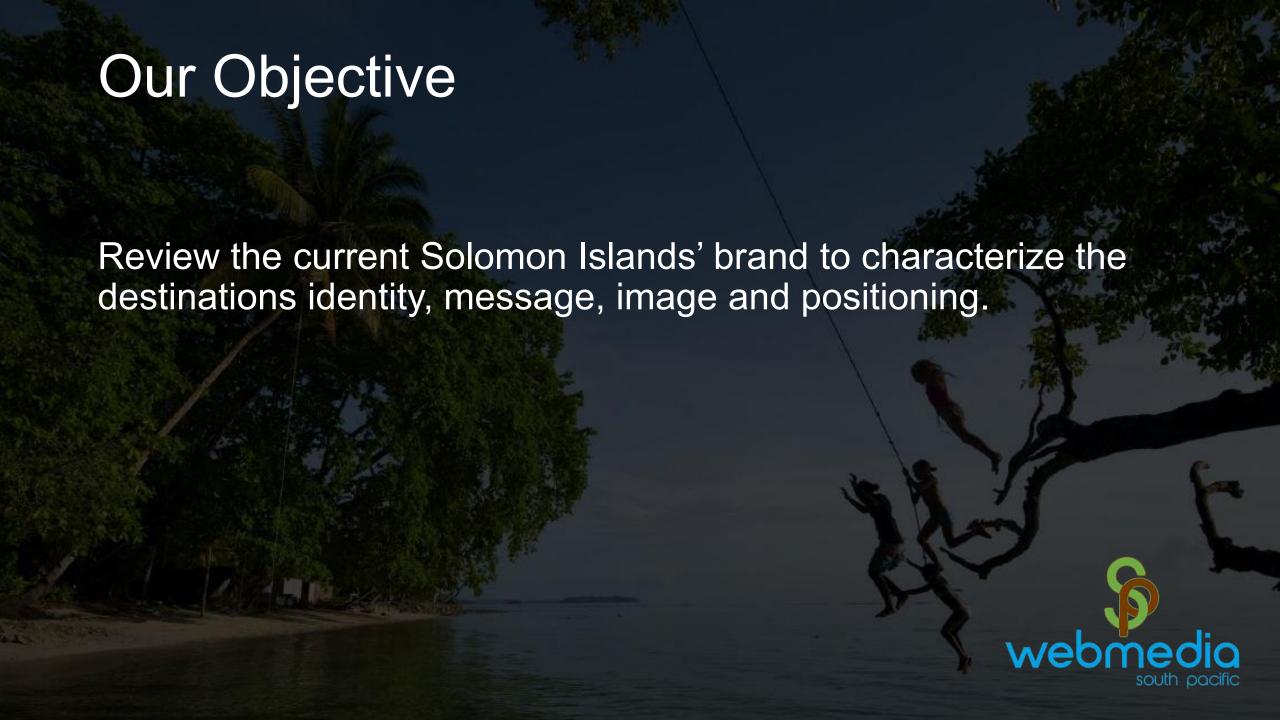




The term 'brand' has hundreds of different meanings so we feel it's important to offer the basis of our definition of 'a brand'.

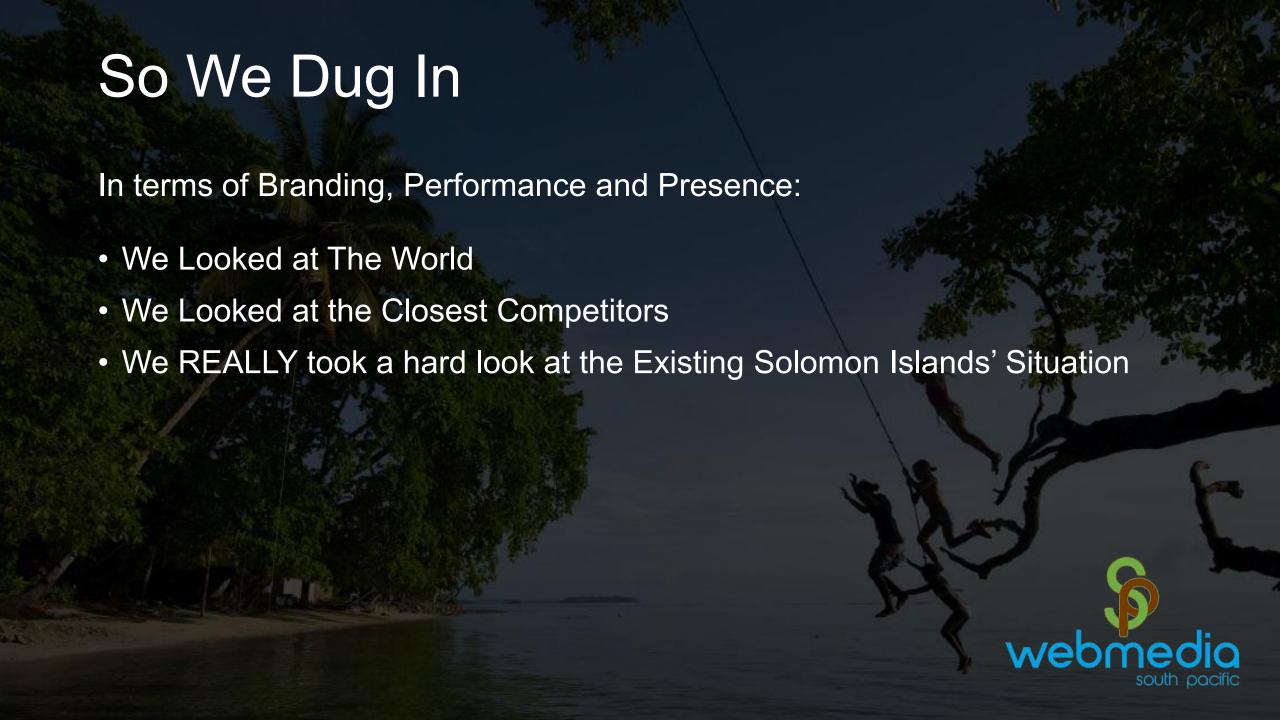
A brand is a promise ... pure and simple.





In Other Words...

- 1. Define the Unique Selling Points of The Solomon Islands
- 2. Make it All Clear, Simple and Repeatable
- 3. Create a Big & Beautiful Solomon Islands' Choir Singing the Same Song
- 4. Inspire Happy Visitors to Return
- Get Government and Business Together to Make Good Things Happen.



Digging Deep

We then wanted to figure out...

- What's working?
- What can we salvage?
- What's 'not' working?
- Why is it not working?
- Where do we go from here?



Our Belief System

- Don't Start from POINT ZERO again... Use whatever you can from your existing branding
- If you are going to make the change, make a change that is so solid, based on common sense and practical knowledge and experience that people will buy into for a full generation.
- Make a change that means maintaining the brand is the only sensible / logical thing to do.
- Make the only change that every single person in the country will be able to get behind.
- Make a change that no one else in the world can ever take, rip, modify, or mistake.



Our Belief System

The only way this works is that it must be:

- 1) Simple
- 2) Easy to Implement and Follow
- 3) Full of Impact
- 4) Highly Cost Effective.

These are our tenets.







You Told Us You Want in Your Brand

Major Brand Characteristics to Possibly Integrate

- 1. Extremely Friendly
- 2. Tremendous Natural Beauty
- 3. Multicultural
- 4. Highly Diverse Activities
- 5.Less Commercial
- 6.Eco Epic
- 7.Raw with Traditional Lifestyles (Subsistence Living in Action)



Major Markets to Appeal to...

- 1. Light Adventure Seeker
- 2. Dive Relatively more mature than other markets in SI's
- 3. Family (Added benefit is that it appeals SI's to safety as well)

- 1. Eco + Culture (Overlaps with #1. Light Adventure Seeker)
- 2. Romance (Couples: pre/post weddings Overlaps with #1. Light Adventure Seeker)

The Blank Canvas

One of the most surprising findings from our research is just how little there is about the Solomon Islands online.

Most prospective travelers know little about the Solomon Islands to begin with... and a relatively deep search over the past few years will <u>still</u> point out almost no negatives (RAMSI, Safety, Crocs, Malaria, etc).

Even the normally 'highly' conservative CIA, High Commission and Embassy Reports are not very damaging at all.

This is a great basis to start... a clean canvas to paint your brand.

The Blank Canvas

Additionally.....

There is generally so little is known about the Solomon Islands by anyone that you can literally paint your own masterpiece. You are your own reality... just as you see it and project it.

You can learn from Fiji, Vanuatu and the like to produce a vision that allows for an immediate and lasting 'WOW Factor'.

Challenges with OTA's

Accommodator	Location	Trip Advisor	Expedia
Pacific Casino Hotel	Honiara, Guadalcanal Is	(web- 142) 173	170
Solomon Kitano Mendana Hotel	Honiara, Guadalcanal Is	(other- 100) 96	NA
Sanalae Apartments	Honiara, Guadalcanal Is	20	NA
Coral Sea Resort & Casino	Honiara, Guadalcanal Is	NA	5
King Solomon Hotel	Honiara, Guadalcanal Is	60	NA
Heritage Park Hotel	Honiara, Guadalcanal Is	(web- 48) 87	48
Honiara Hotel	Honiara, Guadalcanal Is	(other-80) 297	NA
Imagination Island	Western Province, Gizo	9	NA
Fatboys Resort	Western Province, Gizo	5	2
Gizo Hotel	Western Province, Gizo	45	NA
Agnes Gateway Hotel	Western Province, Muda	33	33
Tetepare Island Eco-lodge	Western Province, Muda	12	NA
The Wilderness Lodge	Other (Gatokae Is)	8	NA
Zipolo Habu Resort	Other (Lola Is)	14	NA
Maravagi Resort	Other (Mangalonga Is)	11	NA
Evis Resort	Other (Nggatirana Is)	3	3
Raiders Hotel & Dive	Other (Nggela Sule Is)	8	9
Papatura	Other (Papatura Is)	8	NA
Tavanipupu Island Resort	Other (Tavanipupu Is)	10	NA
Uepi Island Resort	Other (Uepi)	10	NA
		909	288

Basic Room Math

- 733 in Honiara, 104 in Munda/Gizo, 72 Other Trip Advisor
- 223 in Honiara, 35 in Munda/Gizo, 12 Other Expedia (other OTA's are even less)
- 80% of the SI's Rooms are in Honiara and that doesn't necessarily represent the vital Solomon Island Experience. Most travel stakeholders consider Honiara primarily for "Pre & Post" (2 to 4 days). With 223 online rooms in OTA's you already have capacity for 5X's more tourists for Pre & Post guests only.
- The Western Province has 104 Rooms Online Only 35 Rooms easily found on OTA's
 - Current Occupancy shows 30% to 50% of these rooms are filled already
 - The smallest airline jets have approximately 150 to 160 seats
 - An airline would prefer to fly 2x week to a new route to handle issues such as
 - Missed Flights/Connections, Lost Luggage, Optimal Wholesaler Scale, Greater Promotional Value, Etc....
- CONCLUSION: The West has a really, really big..... capacity problem

OTA's: The Critical Step 1 to Building Business

- They Offer FREE Worldwide Placement
- They offer INSTANT Worldwide placement
- There are Many of Them with Different Market Penetrations
- They Maintain a Certain Standard A 5-star property gets the same exact look as a 1-star
- They Provide Safe and Solid E-payment Gateways
- You Pay ONLY When You Get a Booking

OTA's will long remain the 'Lifeblood' for the overwhelming majority of accommodators. Even in more advanced markets, we see that, now decades later, most middle to advanced level independent operators are still booking 60% to 95% of their business on OTA's.

As a whole, Solomon Accommodators need to aggressively 'get good' at the OTA game

Trip Advisor – Experience vs. Facility

Honiara Hotels are routinely considered better than the surrounding experience by more than 1 point.

Example: Room/Facility/Service 4

City/Activities 3

Western / Other Hotels are routinely consider worse than the surrounding experience by 1 point.

Example: Room/Facility/Service 3

Area/Activities 4

This emphasises the '**Critical**' need to build activity infrastructure and improve the city experience for Honiara's <u>outside of the hotel properties</u> and contrastingly, to <u>improve the actual facilities and service</u> of non-Honiara accommodators to match what they feel when they are outside your property.

Tourist Arrivals Sols vs Competitors

	2016									South Pacific			
	Tourist Arrivale	Austrolia	0/	New	0/	LICA	0/	Furana	0/	lalanda	0/	ALL	0/
0-1	Tourist Arrivals	Australia	70	Zealand	%	USA	70	Europe	%	Islands	%	Others	%
Solomon											A di		
Islands	23,192	9,539	41%	1,544	7 %	1,490	6 %	961	4%	4,472	19%	5,186	22%
PNG	178,509	88,092	49%	10,265	6%	12,181	7%	10,065	6%	7,420	4%	50,486	28%
Cook Islands	146,473	23,796	16%	99,490	68%	6,192	4%	8,087	6%	1,523	1%	7,385	5%
Vanuatu	95,117	49,392	52%	10,931	11%	2,893	3%	10,067	11%	15,386	16%	6,448	7%
Samoa	145,176	28,912	20%	67,022	46%	10,620	7%	3,561	2%	23,334	16%	11,727	8%
New Caledonia	115,676	19,188	17%	8,268	7%	1,129	1%	57,153	49%	3,100	3%	26,838	23%
Tonga	59,130	12,953	22%	27,545	47%	8,107	14%	2,614	4%	3,560	6%	4,351	7%
Palau	138,416	958	1%	0	0%	8,418	6%	4,486	3%	605	0%	123,949	90%
TOTALS	901,689	232,830	26%	225,065	25%	51,030	6%	96,994	11%	59,400	7%	236,370	26%

The Solomon Islands only slices out approximately 4% of the Australian market that your most direct competitors generate in total. Most visitors are experienced visitors to the South Pacific.

This is still a highly untapped opportunity and allows for a great deal of laser-targeting with precious marketing resources.





TOURISM IN FOCUS 2018

Disruptive Positive Change in 2018

Permanent Secretary

Ministry of Culture & Tourism





AGENDA

- Why Disruptive? Are we Ok with the Status Quo?
- Quick Review Achievements in 2017
- Current Status Why we need a disruptive positive change?
- The MCT Focus in 2018
- Priorities and deliverables in 2018
- Targeted Outcomes







Why Disruptive?

- Status Quo Are we doing OK?
- How do we create disruptive change?
 - Finding new ways to do things.
 - Refining processes so that we can expedite progress of programs
 - Creating and finding new markets e.g. High Yield Low number
 - Innovative use of budget e.g. Low cost: High Impact
 - Being different from the rest
- Productive sectors must take the leading role make disruptive positive changes
- How? Policy Coherence Formulation and Implementation





QUICK REVIEW - 2017 Achievements

- 2017 was fairly quite in terms of tourism development Disruptions in budget allocations and reprioritizations
- MCT gained Cabinet approvals for:
 - Solomon islands Tourism Accommodation Minimum Standards
 - Solomon Islands Tourism Investment Incentives Package
 - PPP Arrangements in Tourism Development

Visitor arrivals improved period by period in 2017





CURRENT STATUS – Why we need Disruptive Changes?

- The 'Living on Borrowed time economically' Ideology reality
 - Dwindling Forestry Sector
 - Slow emergence of other productive sectors
 - Tourism hasn't really been prioritized
- Tourism and its partners need to demonstrate the plans for the sector to enhance its revenue generation capability of the sector
- Promote and enhance Policy coherence approaches for achievement of common development outcomes
- If necessary challenge the status quo for disruptive positive change





MCT FOCUS IN 2018

- Development Partners supported tourism programs IFC, MFAT, DFAT, ROC, Other Joint Initiatives
- Monitoring and Evaluation of MCT funded tourism projects and programs
- Support Hotel Upgrade initiatives and tourism investments through the Tourism Investment Incentives Package
- Commence the roll-out of the SI Tourism Accommodation Minimum Standards
- Support Tourism development in general and marketing through SIVB
- Support the tourism-related sectors Culture and Festival events (MSG Festival)

TARGETED OUTCOMES

- Support the absorption capacity of Munda and Western Province for the opening of the Munda airport;
- Enhanced tourism accommodation standards particularly to increase room inventory (improvement of current stock)
- Refined process for tourism operators to access the tourism investment incentives package – through the Exemption Committee
- Enhance investments in tourism opportunities
- Continuous aggressive marketing through SIVB



