



Media Release

KINA SECURITIES SHARE INDEX RECORDS A NEW HIGH

Following trade on the Port Moresby Stock Exchange, the Kina Securities Share Index (KSi) rose to new high, closing the week ending 18 May 2007 at 4,542.74 points, up by 5.99% since the start of the year.

The increase in the index on Friday was a result of:

- Credit Corporation gaining K0.03 to close the day at K5.65
- New Britain Oil Palm gaining K0.01 to close the day at K6.80
- Oil Search Limited gaining K0.20 to close the day at K7.80
- Ramu Sugar Limited gaining K0.02 to close the day at K3.25

Though there are growing concerns with Papua New Guinea's National Election campaign now well underway, the KSi continues to record a sizeable growth, reflecting the high level of foreign and domestic interest in all sectors of the PNG economy. The PGK has remained stable around AU\$ 0.4000 and the US\$0.3300 mark, and with PNG's buoyant economic conditions continuing strong into the first quarter of 2007, prospects for the year remain positive.

Kina Securities Limited Chief Executive Officer Syd Yates said significant growth has been recorded between January 2007 and now, with stocks listed on the POMSoX increasing in market value by 4.70%.

The KSi at 4,525.87 is our new record high for the year, reflecting continued investor confidence in our strengthening listed companies. This upward trend compares favourably with other indices in major markets throughout the world.

As at the close of the week's trade:

- the KSi closed at 4,525.87, an increase of 0.80%
 - Dow Jones closed at 13476.7, a change of 1.10%
 - FT 100 closed at 6579ing, up by 0.20%
- Only the Nasdaq closed lower at 2539.4.

The Market Capitalization as at the last close of trade was: K23.4 billion, a significant growth from K22.1billion at the start of the year.

With recent announcements of dividends by BSP, Credit Corporation and City Pharmacy on the back of strong performance and earnings; Lihir Gold making its mark as first PNG company ever to surpass A\$5 billion, and Oil Search leading the liquefied natural gas discussions, investor confidence in our strengthening listed companies is at an all time high.

The KSi opened in 2007 at 4286.06 and at the close of trade on 18 May 2007, the KSi had grown by 5.99% over a three-and-a-half month period. Since its humble launch in October 2003, the KSi has grown by nearly 135%.

The momentum of the KSi is a reflection of the growing confidence in the management of the economy, stability in the Kina, lower interest rates and growth of the 14 listed companies on POMSoX.

This is the POMSoX Trade Report from Friday, 21 May 2007.

EQUITY SECURITIES								
CODE	BID	OFFER	LAST	CHANGE	VOLUME	NO OF TRADES	HIGH	LOW
BSP	4.81	0	4.81	-0.01	1807	8	4.82	3.24
CCP	5.65	0	5.65	0.03	1500	1	5.65	4.28
CPL	2.5	0	2.5	0	0	0	3	2.5
CUE	0	0	0.21	0	0	0	0.21	0.14
HIG	0	0.5	0.78	0	0	0	1.65	0.79
IOC	0	0	90	0	0	0	90	70
LHG	6.21	6.55	6.5	0	0	0	6.8	2.8
MGO	0.7	0	0.7	0	0	0	0.7	0.6
MOS	0	0	0.5	0	0	0	0.5	0.5
MSC	0.07	0.09	0.07	-0.05	2597	1	0.16	0.02
NBO	6.8	0	6.8	0.01	17206	10	7.6	5.56
OSH	7.8	9	7.8	0.2	6060	9	10	7.14
RMU	3.23	0	3.25	0.02	7993	1	3.3	2.55
SST	0	0	5	0	0	0	6.2	5

DEBT SECURITIES								
CODE	BID	OFFER	LAST	CHANGE	VOLUME	NO OF TRADES	HIGH	LOW
MHZHA	232	0	232	0	44	2	234	228

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Syd Yates, MBE
 Chief Executive Officer