

Having trouble reading this email? [View it on your browser](#). Not interested anymore? [Unsubscribe Instantly](#).



Thursday 13 May

In this issue

- Business forum to generate strong opportunities for PNG
- News in Brief
- Market Overview
- Global Overview

In other news

KSi Report

For the week ending 5 May 2010 the KSHi increased by 0.01% to close at 6,493.21. In comparison the KSHi increased by 0.10% to close the week at 7,911.95 points.

Forward to a friend

Know someone who might be interested in the email? Why not [forward this email](#) to them.

Unsubscribe

Don't want to receive these emails any more. Please [unsubscribe instantly](#).

Business forum to generate strong opportunities for PNG

The release of the new Australian Federal Budget will be a major catalyst for new business opportunities in the Pacific and Asia which will be the focus of the annual business forum to be held in Townsville this weekend.

This latest Australian budget is a real watershed program, as it will be the first regional national budget developed after the management of the global financial crisis, and will reveal much in forward estimates to forecast growth levels and confidence in the future of the region.

For business leaders and government officials from Papua New Guinea attending the annual business forum, it will place us in the forefront of regional strategies and help develop forward policies in PNG and other Pacific centres.

It shows that once again, Papua New Guinea is continuing to embrace strategic marketing and networking opportunities as it seeks to enhance its relationship with key stakeholders and regional trade partners.

This week PNG will again spearhead the 26th Australia-PNG Business Forum, which will see more than 200 delegates meet in Townsville, Australia to explore ongoing business and development opportunities within the two nations.

The global economy, the Asian opportunities and the LNG needs of the world will be key topics to be discussed and the initiatives of government's in helping to rebuild national economies after the GFC will be leading discussions.

The forum outcomes are likely to set the agenda for resources development and all the spin off service requirements to bring the dozens of major billion dollar projects waiting for various reasons for the right opportunities to commence.

The three-day annual event which has developed into one of the major bilateral business meetings between Australia and Papua New Guinea and will provide senior business and political leaders from both nations with a very timely and critical opportunity to discuss pertinent issues impacting the South Pacific region's growth and development.

provide a unique and important networking showcase for PNG businesses as significant contributors to the economy of the Nation and also expose a number of locally-owned companies to the broader marketplace.

Trade exhibitions and face-to-face interchange are an excellent marketing tool and remain one of the more effective mediums for establishing and maintaining strong customer relations. The opportunity to directly market their goods and services to lucrative international clients will be invaluable for locally-owned companies in today's competitive environment, poised to move forward.

As one of the sponsors, Kina Securities is proud to be associated with the Forum and will continue to support initiatives which promote PNG to the world and contribute to the economic growth and development of the Nation.

Despite operating against the long-term impacts of the global financial crisis, it is important to recognise that PNG's economy has remained relatively insulated across the past 18 months and has continued to record sound growth.

This is a crucial message and continues to demonstrate in practical terms that our Nation has the stability and economic maturity to sustain major projects. The challenge is to communicate this key message to the global business community.

Increasing business cooperation with Australia has always been at the forefront of PNG's economic development, and networking opportunities such as this continue to provide significant exposure for our Nation and domestic businesses.

As a Nation we must strive to take advantage of these valuable opportunities as we seek to develop and implement a foundation for long-term growth and development.

As the global economy continues to recover from the worst financial crisis in more than 50 years, the importance of building strong networks with our regional neighbours to promote development opportunities has never been more important.

We at Kina Securities are pleased to again be one of the sponsors of this event and the very practical opportunities it presents for real business to be done at all levels.

Syd Yates OBE
Kina Securities CEO

News in Brief

Indonesia's Finance Minister appointed to World Bank

World Bank President Robert Zoellick last week announced the appointment of Indonesia's Finance Minister Sri Mulyani Indrawati as a Managing Director of the World Bank Group. In her new role Dr Indrawati will supervise three Regions including East Asia and the Pacific.

"I am delighted to announce the appointment of Sri Mulyani Indrawati. She has been an outstanding Finance Minister with in-depth knowledge of both development issues and the role of the World Bank Group." Mr. Zoellick said.

Dr Indrawati is well respected internationally for her reform agenda and the key role she played in steering Indonesia through the global financial crisis. In her new position Ms. Indrawati will be one of three Managing Directors of the Bank, second in rank to the President Mr. Zoellick.

On behalf of the team at Kina Securities, I wish to congratulate Dr Indrawati on her appointment.

Western Highlands look to increase marketing efforts

The Western Highlands province has announced plans to increase strategic marketing in a bid to promote cultural events and tourism within the region. As part of the initiative, the Western Highlands Government has established the Provincial Tourism, Cultural and Heritage Office to help drive and promote tourism on a larger scale both locally and internationally.

In addition, Governor Tom Olga further announced increased funding to enable each of the Province's seven districts to host increased cultural shows throughout the year. It is envisaged the shows will encourage increased tourism whilst, at the same time, promote and enhance the Nation's unique culture.

Market Overview

Week Ending 5 May 2010				
Index	Close 5/05/2010	Weekly Change	Last Week 28/04/2010	2009 End 31/12/2009
KSi	6,493.21	0.88	6,492.33	6,816.26
KSHi	7,911.95	7.65	7,904.30	8,580.09

For the week ending 5 May 2010, both PNG stock indexes edged higher in contrast to most overseas bourses which tumbled as the Euro-zone economic instability surrounding Greece continued. The Kina Securities Index (KSi) increased by 0.88 points, or 0.01 per cent, to close the week at 6,493.21 points. In comparison the Kina Securities Home Index (KSHi) gained 7.65 points, or 0.10 per cent, to end at 7,911.95 points.

The trading volume on the Port Moresby Stock Exchange (POMSoX) this week was 237,785 shares exchanged hands worth about K604,887.70. There were only two movements this week, with CPL surging 15t at K2.95 but OSH dropping 1t to close at K13.69.

All other stocks remained unchanged.

Global Overview

European Union agrees on \$717bn stability fund

European Union finance ministers this week agreed to create a 500 billion euro emergency fund to protect highly indebted euro-zone countries from the turbulent financial markets. After 11 hours of talks finance ministers agreed on the measures, which will seek to prevent Greece's debt crisis from adversely impacting other economies within the region.

Under the agreement Eurozone members will have access to 440 billion euros of loan guarantees and 60 billion euros of emergency funding from the European Commission. The International Monetary Fund will also contribute up to 220 billion euros.

U.K. house prices surge 6.6%

A new report released by the United Kingdom's largest mortgage lender, Halifax, has revealed a 6.6 per cent increase in house prices throughout the past year.

However, whilst this represented the fastest annual rate of increase since October 2007, interestingly, Halifax also noted the trend in recent months has been for price rises to slow down. In fact it reported that UK house prices fell slightly in April by 0.1 per cent to an average cost of £168,202.

"The underlying rate of house price growth has slowed in recent months following the relatively sharp rebound, albeit from a low base, in the second half of 2009," said Martin Ellis, housing economist at the mortgage lender.

Kina Securities Limited.

2nd Level, Deloitte Tower, Douglas Street, Port Moresby, National Capital District, Papua New Guinea
Telephone: (675) 308 3888 | Facsimile : (675) 308 3899

Don't want to receive these emails any more. Please [unsubscribe instantly](#) .

DISCLAIMER – KINA SECURITIES LIMITED

This report was prepared as a private communication to clients and was not intended for public circulation or publication or for the use of any third party, without the approval of Kina Securities Limited. While this report is based on information from sources, which Kina Securities Limited considers reliable, its accuracy and completeness cannot be guaranteed. Kina Securities Limited, its directors and employees do not accept any liability for the results of any actions taken or not taken on the basis of without consideration of any specific client's investment objectives, financial situation or needs. Those acting upon such information without first consulting one of Kina Securities investment officers do so at their own risk. It is recommended that any persons who wish to act upon this report consult with a Kina Securities Limited investment advisor before doing so.

DISCLOSURE OF INTEREST

The Directors of Kina Securities Limited advise that they and persons associated with them (including officers of Kina Securities Limited) may have an interest in the above securities and that they may earn brokerage, commissions, fees and other benefits and advantages, whether pecuniary or not and whether direct or indirect, in connection with the making of a recommendation or a dealing by a client in these securities, and which may reasonably be expected to be capable of having an influence in the making of any recommendation, and that some or all of our Proper Authority holders may be remunerated wholly or partly by way of commission.