



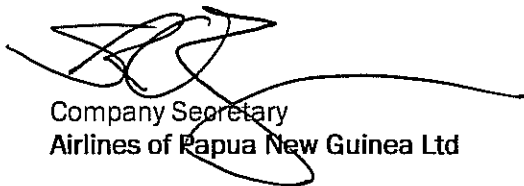
For Immediate Release to the market

AIRLINE INSURED AND NO MATERIAL SHORTFALLS EXPECTED

Airlines of Papua New Guinea Limited (POMSOX: CGA) (Airlines PNG) advises that it is co-operating with the statutory investigation which is required following the matter involving P2-MCB. The results of that investigation will not be known for some time.

The airline carries a policy of insurance covering the hull of P2-MCB and for the legal liabilities involved in operating its services.

The company does not at the present time expect there to be any material shortfalls in its insurance program.



Company Secretary
Airlines of Papua New Guinea Ltd

25 August 2009