



Consolidated Profit and loss account					
				Current Period K	Previous Corresponding period K
1.1	Sales (or equivalent operating) revenue			5,426,531	2,221,423
1.2	Share of associates *net profit(loss) attributable to shareholders* (equal to item 16.7)			-	-
1.3	Other Revenue				
1.4	Operating profit (loss) before abnormal items and tax			3,639,420	-2,760,916
1.5	Abnormal items before tax (detail in item 2.4)			-	-1,201,069
1.6	Operating profit (loss) before tax (items 1.4 + 1.5)			3,639,420	-3,961,985
1.7	Less tax			626,737	-181,338
1.8	Operating profit (loss) after tax but before outside equity interest			4,266,157	-4,143,323
1.9	Less outside equity interest			-	-
1.10	Operating profit(loss) after tax attributable to shareholders			4,266,157	-4,143,323
1.11	Extraordinary items after tax (detail in item 2.6)			-	-
1.12	Less outside Equity Interest			-	-
1.13	Extraordinary items after tax attributable to shareholders			-	-
1.14	Total Operating profit(loss) and extraordinary items after tax (items 1.8 + 1.11)			4,266,157	-4,143,323
1.15	Operating profit (loss) and extraordinary items after tax attributable to outside equity interest (items 1.9 +1.12)			-	0
1.16	Operating profit (loss) and extraordinary items after tax attributable to shareholders (item 1.10+1.13)			4,266,157	-4,143,323
1.17	Retained profits (accumulated losses) at beginning of financial period			-	0
1.18	If change in accounting policy (include brief description)			-	0
1.19	Aggregate of amounts transferred from reserves				
1.20	Total available for appropriation (carried forward)			4,266,157	-4,143,323
1.21	Dividend provided for or paid			-	0
1.22	Aggregate of amounts transferred to Reserves			-	0
1.23	Retained profits (accumulated losses) at end of financial period			4,266,157	4,143,323
	<b>Profit restated to exclude amortisation of goodwill</b>				
1.24	Operating profit(loss) after tax before outside equity interests (items 1.8) and amortisation of goodwill			4,266,157	4,143,323
1.25	Less(plus) outside equity interest			-	0
1.26	Operating profit(loss) after tax (before amortisation of goodwill) attributable to shareholders			4,266,157	4,143,323

Intangible, abnormal and extra ordinary items		Consolidated- current period			
		Before tax K	Related tax K	Related outside equity interest K	Amount (after tax) attributable to shareholders K
2.1	Amortisation of goodwill				
2.2	Amortisation of other intangibles	-	-	-	-
2.3	Total Amortisation of Intangibles	-	-	-	-
2.4	Abnormal items	-	-	-	-
2.5	Total abnormal items	-	-	-	-
2.6	Extraordinary items	-	-	-	-
2.7	Total extraordinary items	-	-	-	-
<b>Comparision of half year profits</b>				Current year - K' 000	Previous year K' 000
3.1	Consolidated operating profit(loss) after tax attributable to shareholders reported for the 1st half year (item 1.10 in the half yearly report)			529,705	n/a
3.2	Consolidated operating profit(loss) after tax attributable to shareholders for the second half year			4,266,157	- 4,143,323

<b>Consolidated Balance Sheet</b>				
		At end of current period K	As shown in last annual report K	As in last half yearly report K
<b>Current Assets</b>				
4.1	Cash	10,695,313	23,022,121	19,393,587
4.2	Receivables	870,972	83,776	418,316
4.3	Investments	-	-	-
4.4	Inventories	-	-	-
4.5	Other (provide details if material)	-	-	-
4.6	<b>Total Current assets</b>	<b>11,566,285</b>	<b>23,105,897</b>	<b>19,811,903</b>
<b>Non Current Assets</b>				
4.7	Receivables	423,527	-	9,570
4.8	Investment in associates	-	-	-
4.9	Investments	34,041,976	17,818,904	21,807,290
4.10	Inventories	-	-	-
4.11	Exploration and evaluation expenditure capitalised	-	-	-
4.12	Development properties (mining entities)	-	-	-
4.13	Other property, plant and equipment (net)	-	-	-
4.14	Intangibles (net)	-	-	-
4.15	Other (provide details if material)	-	-	-
4.16	<b>Total Non current Assets</b>	<b>34,465,503</b>	<b>17,818,904</b>	<b>21,816,860</b>
4.17	<b>Total Assets</b>	<b>46,031,788</b>	<b>40,924,801</b>	<b>41,628,763</b>
<b>Current Liabilities</b>				
4.18	Accounts payables	865,195	107,025	229,604
4.19	Borrowings	-	-	-
4.20	Provisions	-	56,292	107,969
4.21	Other (provide details if material)	-	-	-
4.22	<b>Total current liabilities</b>	<b>865,195</b>	<b>163,317</b>	<b>337,573</b>
<b>Non Current Liabilities</b>				
4.23	Accounts payable	-	-	-
4.24	Borrowings	-	-	-
4.25	Provisions	138,952	-	-
4.26	Other (provide details if material)	-	-	-
4.27	<b>Total non-current liabilities</b>	<b>138,952</b>	<b>-</b>	<b>-</b>
4.28	<b>Total Liabilities</b>	<b>1,004,147</b>	<b>163,317</b>	<b>337,573</b>
4.29	<b>Net Assets</b>	<b>45,027,641</b>	<b>40,761,484</b>	<b>41,291,190</b>

<b>Consolidated Balance Sheet (continued)</b>				
		At end of current period K	As shown in last annual report K	As in last half yearly report K
	<b>Equity</b>			
4.30	Capital	44,904,807	44,904,807	44,904,807
4.31	Reserves	-	-	-
4.32	Retained Profits (accumulated losses)	122,834	- 4,143,323	- 3,613,617
4.33	Equity attributable to shareholders of the parent entity	45,027,641	40,761,484	41,291,190
4.34	Outside equity to shareholders of the parent entity	-	-	-
4.35	<b>Total equity</b>	<b>45,027,641</b>	<b>40,761,484</b>	<b>41,291,190</b>
4.36	Preference Capital included as part of 4.33	-	-	-

<b>Exploration and evaluation expenditure capitalised</b>			
<i>To be completed only by entities with mining interest if amounts are material. Include all expenditure incurred regardless of whether written off directly against profit</i>			
		<b>Current Period K</b>	<b>Previous Corresponding period K</b>
5.10	Opening Balance	-	-
5.2	Expenditure incurred during current period	-	-
5.3	Expenditure written off during current period	-	-
5.4	Acquisition, disposals, revaluation, increments, etc	-	-
5.5	Expenditure transferred to development properties	-	-
5.6	<b>Closing balance as shown in the consolidated balance sheet (item 4.11)</b>	-	-
<b>Development properties</b>			
<i>To be completed only by entities with mining interest if amounts are material</i>			
		<b>Current Period K</b>	<b>Previous Corresponding period K</b>
6.1	Opening Balance	n/a	n/a
6.2	Expenditure incurred during current period	n/a	n/a
6.3	Expenditure transferred from exploration and evaluation	n/a	n/a
6.4	Expenditure written off during current period	n/a	n/a
6.5	Acquisition, disposals, revaluation, increments, etc	n/a	n/a
6.6	Expenditure transferred to mine properties	n/a	n/a
6.7	<b>Closing balance as shown in the consolidated balance sheet (item 4.12)</b>	n/a	n/a

<b>Consolidated Statement of Cash Flows</b>		<b>Current Period K</b>	<b>Previous Corresponding period K</b>
<b>Cash Flows related to operating activities</b>			
7.1	Receipts from customers	3,759,033	760,920
7.2	Payments to suppliers and employees	- 898,466	- 4,343,158
7.3	Dividends received from associates	-	-
7.4	Other Dividends received	-	-
7.5	Interest and other items of similar nature received	-	-
7.6	Interest and other finance paid	-	-
7.7	Income taxes paid	- 267,782	-
7.8	Other	-	-
7.9	<b>Net Operating cash flows</b>	<b>2,592,785</b>	<b>- 3,582,237</b>
<b>Cash flows related to investing activities</b>			
7.10	Payment of purchase of property, plant and equipment	-	-
7.11	Proceeds from sale of property, plant and equipment	-	-
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 (investment in shares)	- 14,919,594	- 2,640,188
7.17	<b>Net Investing cash flows</b>	<b>- 14,919,594</b>	<b>- 2,640,188</b>
<b>Cash flows related to financing activities</b>			
7.18	Proceeds from issues of securities (shares, options, etc)	-	29,244,547
7.19	Proceeds from borrowings	-	-
7.20	Repayment of borrowings	-	-
7.21	Dividend paid	-	-
7.22	Other (provide details if material)	-	-
7.23	<b>Net financing cash flows</b>	<b>-</b>	<b>29,244,547</b>
7.24	<b>Net increase (decrease) in cash held</b>	<b>- 12,326,809</b>	<b>23,022,121</b>
7.25	Cash at beginning of period <i>(see reconciliation of cash)</i>	23,022,121	-
7.26	Exchange rate adjustment to item 7.25	-	-
7.27	<b>Cash at end of period</b> <i>(see reconciliation of cash)</i>	<b>10,695,312</b>	<b>23,022,121</b>
<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. If an amount is qualified, show comparative amount.</i>			
	n/a		

<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	Previous Corresponding period K
8.1	Cash on hand and at Bank	1,638,072	9,218,584
8.2	Deposits at call	9,057,241	13,803,537
8.3	Bank Overdraft	-	-
8.4	Other (provide details)	-	-
8.5	<b>Total cash at end of period(items 7.27)</b>	<b>10,695,313</b>	<b>23,022,121</b>
	<b>Ratios</b>	Current Period	Previous Corresponding period K' 000
	<b>Profit before abnormal and tax sales</b>		
9.1	Consolidated operating profit (loss) before abnormal items and tax (item 1.4) as a percentage of sales revenue(item 1.1)	67.07%	124.29%
9.2	Consolidated operating profit (loss) after tax attributable to shareholders (item 1.10) as a percentage of equity (similarly attributable) at the end of period(item 4.33)	9.47%	-10.16%

		Current Period K	Previous Corresponding period K
<b>Earnings per share (EPS)</b>			
10.1	Calculation of the following in accordance with IAS 33: <i>Earnings per share</i>		
	(a) Basic EPS	0.10	-0.09
	(b) Diluted EPS (if material differently from (a))	n/a	n/a
	© Weighted average number of ordinary shares (K'000) outstanding during the period used in the calculated of the basic EPS	44,904,807	44,904,807
	NTA backing (see note 7)		
11.1	Net tangible asset backing per ordinary security	1.03	0.91
<b>Details of specific receipts/outlays, revenues/expenses</b>			
		Current Period K	Previous Corresponding period K
12.1	Interest revenue included in determining item 1.4	1,193,832	641,452
12.2	Interest revenue included in item 12.1 but not yet received (if material)	266,491	59,358
12.3	Interest expense included in item 1.4 (include all forms of interest, lease finance charges, etc)	0	0
12.4	Interest costs excluded from item 12.3 and capitalised in asset values (if material)	0	0
12.5	Outlays (except those arising from the acquisition of an existing business) capitalised in intangibles (if material)	0	0
12.6	Depreciation and amortisation (excluding amortisation of intangibles)	0	0

<b>Control gained over entities having material effect</b>			
13.1	Name of entity		n/a
13.2	Consolidated operating profit(loss) and extraordinary items after tax of the entity since the date in the current period on which control was acquired		n/a
13.3	Date from which such profit was calculated		n/a
13.4	Operating profit(loss) and extraordinary items after tax of the entity for the whole of the corresponding period		n/a
<b>Loss of control of entities having material effect</b>			
14.1	Name of Entity (or group of entity		n/a
14.2	Consolidated 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		n/a
14.3	Date to which the profit(loss) in item 14.2 has been calculated		
14.4	Consolidated 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		n/a
14.5	contribution to consolidated operating profit(loss) and extraordinary items from sale of interest leading to loss of control		n/a

<b>Reports for Industry and geographical segments</b>		
<b>Segments</b>		
<b>Operating Revenue</b>		
Sales to customers outside the economic entity	5,426,531	n/a
Inter-segment sales	0	n/a
Unallocated revenue	0	n/a
<b>Total Revenue</b>	<b>5,426,531</b>	<b>n/a</b>
Segment result (including abnormal items where relevant)	3,639,420	n/a
Unallocated expenses	0	n/a
<b>Consolidated operating profit before tax (equal to Item 1.6)</b>	<b>3,639,420</b>	<b>n/a</b>
<b>Segment assets</b>		
Segment assets	46,031,788	n/a
Unallocated assets	0	n/a
<b>Total assets (equal to item 4.17)</b>	<b>46,031,788</b>	<b>n/a</b>
<b>Dividends (in the case of a trust, distribution)</b>		
15.1	Date the dividend(distribution) is payable	n/a
15.2	Record date to determine entitlements to the dividends (distribution) (ie, on the basis of registrable transfers received up to 5.00 pm	-
15.3	If it is a final dividend, has it been declared? preliminary report only - Special dividend	n/a
<b>Amount per security</b>		<b>Amount per security</b>
<b>(Preliminary final report)</b>		
15.4	Final Dividend: Current year:	-
15.5	Previous year	n/a
<b>Half yearly and preliminary final reports</b>		
15.6	Interim Dividend: Current year	-
15.7	Previous year	n/a

<b>Total dividend (distribution) per security (Interim plus final) (preliminary final report only)</b>			
		<b>Current year</b>	<b>Previous year</b>
15.8	Ordinary securities	-	n/a
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>			
		<b>Current year K</b>	<b>Previous year K</b>
15.10	Ordinary Securities	-	n/a
15.11	Preference securities	-	n/a
15.12	Total	-	n/a
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)			
<b>Details of aggregate share of profits (losses) of associates</b>			
	Entity share of associates	<b>Current period K</b>	<b>Previous corresponding period K</b>
16.1	Operating profit(loss) before income tax	-	n/a
16.2	Income tax expense	-	n/a
16.3	Operating profit(loss) after income tax	-	n/a
16.4	Extraordinary items net of tax	-	n/a
16.5	Net profit(loss)	-	n/a
16.6	Outside equity interest	-	n/a
16.7	Net profit(loss) attributable to shareholders	-	n/a

<b>Material Interest in entities which are not controlled entities</b>					
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	Previous corresponding period K
17.1 Equity accounted associated entities		n/a	n/a	n/a	n/a
17.2 Total		n/a	n/a	n/a	n/a
17.3 Other material interest		n/a	n/a	n/a	n/a
17.4 Total		n/a	n/a	n/a	n/a
<b>Issued and quoted securities at end of current period</b>					
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 Preference securities (description)		n/a	n/a	n/a	
18.2 Issued during period		-	-	-	
18.3 Ordinary Securities		44,904,807	-	-	
18.4 Issued during current period		-	-	-	
Cancellation of shares		-	-	-	
		-	-	-	
18.5 Convertible debt securities (description and factor)		-	-	-	
18.6 Issued during current period		-	-	-	

18.7	Options (description and conversion factor)		Exercise price	Expiry date (if any)
			n/a	
			n/a	
18.8	Issued during current period		n/a	
18.9	Exercised during current period		n/a	
18.10	Expired during current period		n/a	
18.11	Debentures (total only)		n/a	
18.12	Unsecured notes (totals only)		n/a	
	<b>Comments by directors</b>			
	Comments on the following matters are required by POMS0X or, in relation to the half yearly report, by IAS 34			
	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.			
	<b>Basis of accounts preparation</b>			
	If this report is a half yearly report, it is a general purpose financial report prepared in accordance with the listing			
	rules and IAS 34. 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. <i>(delete if preliminary statement)</i>			
	<b>Material factors affecting the revenues and expenses of the economic entity for the current period</b>			
	There are no material factors affecting the revenues and expenses of the economic entity			
	for the current period			
	<b>A description of each event since the end of the current period which has had a material effect</b>			
	<b>and is not related to matters already reported, with financial effect quantified (if possible)</b>			
	n/a			
	<b>Changes in accounting policies since the last annual report are disclosed as follows</b>			
	(Disclose changes in the half yearly report in accordance with IAS 34.			
	Half-year accounts and consolidated accounts. Disclose changes in the preliminary final report			
	in accordance with IAS 8: Accounting Policies Disclosure)			
	n/a			

	<b>Additional disclosure for trust</b>			
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			
	Initial service charges			
	Management fees		1,117,892	
	Other fees			
	<b>Annual meeting</b> (preliminary final report only)			
	The annual meeting will be held as follows:			
	Place		Port Moresby	
			(the final venue to be confirm at a later date)	
	Date		Between May and June 2010	
	Time			
	Approximate date the annual report will be available		Around June 2010	

**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 POMS0X (see note 13)

Identify other standards used

International Financial Reporting Standards

2 Report the financial statements prepared under the Companies Act 1997 (if separate), use 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.

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 are attached/ will follow immediately they are available (delete one)

6 The entity has a formally constituted audit committee.

Sign here.....  
Director

Date..... 30 MARCH 2010

Print name..... GHD YATES