



11th September 2012

Port Moresby Stock Exchange
Level 4, Defense Haus
Cnr of Hunter Street & Champion Pde
Port Moresby
National Capital District

Attention: Mr. Vincent Ivosa

Dear Sir

**HALF YEAR DISCLOSURE – KINA ASSET MANAGEMENT LIMITED - 30TH
JUNE 2012**

Please find enclosed Appendix 4B for KAML.

Should there be any queries, please do not hesitate to contact the undersigned.

Yours faithfully
Kina Asset Management Limited

.....
Syd Yates, OBE
Director

A large, handwritten signature in black ink is written over the printed name and title of Syd Yates. The signature is stylized and loops around the text.

Profit and loss account					
				Current Period	Previous Corresponding period K
				K	
1.1	Sales (or equivalent operating) revenue)			1,391,836	692,950
1.2	Share of associates "net profit(loss) attributable to shareholders" (equal to item 16.7)			-	-
1.3	Other Revenue			-407,484	-3,566,905
1.4	Operating profit (loss) before abnormal items and tax			513,339	-3,427,450
1.5	Abnormal items before tax (detail in item 2.4)			-	-
1.6	Operating profit (loss) before tax (items 1.4 + 1.5)			513,339	-3,427,450
1.7	Less tax			227,315	90,866
1.8	Operating profit (loss) after tax but before outside equity interest			286,024	-3,518,316
1.9	Less outside equity Interest			-	-
1.10	Operating profit(loss) after tax attributable to shareholders			286,024	-3,518,316
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)			286,024	-3,518,316
1.15	Operating profit (loss) and extraordinary items after tax attributable to outside equity interest (items 1.9 +1.12)			-	-
1.16	Operating profit (loss) and extraordinary items after tax attributable to shareholders (item 1.10+1.13)			286,024	-3,518,316
1.17	Retained profits (accumulated losses) at beginning of financial period			-7,972,764	3,698,451
1.18	If change in accounting policy as set out in clause IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors. adjustments as required by that clause			-	-
1.19	Aggregate of amounts transferred from reserves				
1.20	Total available for appropriation (carried forward)			-7,686,740	180,135
1.21	Dividend provided for or paid			-	-2,245,240
1.22	Aggregate of amounts transferred to Reserves			-	-
1.23	Retained profits (accumulated losses) at end of financial period			-7,686,740	-2,065,105
1.24	Operating profit(loss) after tax before outside equity interests (items 1.8) and amortisation of goodwill			286,024	-3,518,316
1.25	Lessplus) outside equity interest			-	-
1.26	Operating profit(loss) after tax (before amortisation of goodwill) attributable to shareholders			286,024	-3,518,316

Intangible, abnormal and extra ordinary items	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	-	-	-	-
Comparison of half year profits			Current year - K	Previous year K
3.1 Operating profit(loss) after tax attributable to shareholders reported for the 1st half year (item 1.10 in the half yearly report)			286,024	- 3,518,316
3.2 Operating profit(loss) after tax attributable to shareholders for the second half year			n/a	n/a

Balance Sheet			
	At end of current period K	As shown in last annual report K	As in last half yearly report K
Current Assets			
4.1 Cash	1,650,745	3,435,710	6,772,415
4.2 Receivables	456,588	192,125	807,074
4.3 Investments	-	-	-
4.4 Inventories	-	-	-
4.5 Other (provide details if material)	-	-	-
4.6 Total Current assets	2,107,333	3,627,835	7,579,489
Non Current Assets			
4.7 Receivables	272,515	387,052	512,599
4.8 Investment in associates	-	-	-
4.9 other investments	36,082,086	33,936,567	37,828,917
4.10 Inventories	-	-	-
4.11 Exploration for and evaluation of Mineral resources (see para. 71 of IFRS 6)	-	-	-
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 Total Non current Assets	36,354,601	34,323,619	38,341,516
4.17 Total Assets	38,461,934	37,951,454	45,921,005
Current Liabilities			
4.18 Accounts payables	384,780	273,102	1,703,456
4.19 Borrowings	-	-	-
4.20 Provisions	60,092	13,069	446,063
4.21 Other (provide details if material)	-	-	-
4.22 Total current liabilities	444,872	286,171	2,149,519
Non Current Liabilities			
4.23 Accounts payable	72,915	7,161	205,704
4.24 Borrowings	-	-	-
4.25 Provisions	-	-	-
4.26 Other (provide details if material)	-	-	-
4.27 Total non- current liabilities	72,915	7,161	205,704.00
4.28 Total Liabilities	517,787	293,331	2,355,223
4.29 Net Assets	37,944,147	37,658,122	43,565,782

Consolidated Balance Sheet (continued)]				
		At end of current period K	As shown in last annual report K	As in last half yearly report K
	Equity			
4.30	Capital	45,630,887	45,630,887	45,630,887
4.31	Reserves	-	-	-
4.32	Retained Profits (accumulated losses)	-7,686,740	-7,972,765	-2,065,105
4.33	Equity attributable to shareholders of the parent entity	37,944,147	37,658,122	43,565,782
4.34	Outside equity to shareholders of the parent entity	-	-	-
4.35	Total equity	37,944,147	37,658,122	43,565,782
4.36	Preference Capital included as part of 4.33	-	-	-

Exploration and evaluation expenditure capitalised			
<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>			
		Current Period K	Previous Corresponding period K
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	Closing balance as shown in the consolidated balance sheet (Item 4.11)	-	-
Development properties			
<i>To be completed only by entities with mining interest if amounts are material</i>			
		Current Period K	Previous Corresponding period K
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	Closing balance as shown in the consolidated balance sheet (item 4.12)	n/a	n/a

Consolidated Statement of Cash Flows		Current Period K	Previous Corresponding period K
Cash Flows related to operating activities			
7.1	Receipts from customers	301,296	62,445
7.2	Payments to suppliers and employees	-393,781	-426,349
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	-	-
7.8	Other (due largely to movement in customer deposits)	-	-
7.9	Net Operating cash flows	-92,485	-363,904
Cash flows related to investing activities			
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	-7,454,701	-2,815,450
7.13	Proceeds from sale of equity investments	5,762,221	999,945
7.14	Loans to other entities	-	-
7.15	Loans repaid by other entities	-	-
7.16	Other	-	-
7.17	Net Investing cash flows	-1,692,480	-1,815,505
Cash flows related to financing activities			
7.18	Proceeds from issues of securities (shares, options, etc)	-	-
7.19	Proceeds from borrowings	-	-
7.20	Repayment of borrowings	-	-
7.21	Dividend paid	-	-2,245,240
7.22	Other (provide details if material)	-	726,079
7.23	Net financing cash flows	-	1,519,161
7.24	Net Increase (decrease) in cash held	-1,784,965	-3,698,570
7.25	Cash at beginning of period <i>(see reconciliation of cash)</i>	3,435,710	10,470,985
7.26	Exchange rate adjustment to item 7.25	-	-
7.27	Cash at end of period <i>(see reconciliation of cash)</i>	1,650,745	6,772,415
Non-cash financing and investing activities			
<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>			

Reconciliation of cash			
	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	1,650,745	6,772,415
8.2	Deposits at call- From other Banks	-	-
8.3	Bank Overdraft	-	-
8.4	Other (provide details) - Due to other banks	-	-
8.5	Total cash at end of period(items 7.27)	1,650,745	6,772,415
	Ratios	Current Period K	Previous Corresponding period K
	Profit before abnormal and tax sales		
9.1	Operating profit (loss) before abnormal items and tax (item 1.4) as a percentage of sales revenue(item 1.1)	36.88%	-494.62%
9.2	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)	0.75%	-9.34%

		Current Period K	Previous Corresponding period K
Earnings per share (EPS)			
10.1	Calculation of the following in accordance with IAS 33: <i>Earnings per share</i>		
	(a) Basic EPS	0.01	-0.08
	(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	45,653,330	45,653,330
NTA backing (see note 7)			
11.1	Net tangible asset backing per ordinary security	0.83	0.95
Details of specific receipts/outlays, revenues/expenses			
		Current Period K	Previous Corresponding period K
12.1	Interest revenue included in determining item 1.4	21,093	180,935
12.2	Interest revenue included in item 12.1 but not yet received (if material)	-	3,497
12.3	Interest expense included in item 1.4(include all forms of interest,lease finance charges, etc)	-	-
12.4	Interest costs excluded from item 12.3 and capitalised in asset values (if material)	-	-
12.5	Outlays(except those arising from the acquisition of an existing business) capitalised in intangibles (if material)	-	-
12.6	Depreciation and amortisation (excluding amortisation of intangibles)	-	-

Control gained over entities having material effect		
	see note 8	
13.1	Name of entity (or group entities)	N/A
13.2	Consolidated operating profit(loss) and extraordinary items after tax of the entity(or group of entities) since the date in the current period 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 (or group of entities) for the whole of the corresponding period	N/A
Loss of control of entities having material effect		
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

Reports for industry and geographical segments			
Segments			
Operating Revenue			
Sales to customers outside the economic entity		1,391,836	692,950
Total Revenue		1,391,836	692,950
Segment result (including abnormal items where relevant)		513,339 -	3,427,450
Consolidated operating profit before tax (equal to item 1.6)		513,339 -	3,427,450
Segment assets		38,461,934	45,921,005
Total assets (equal to item 4.17)		38,461,934	45,921,005
Dividends (in the case of a trust, distribution)			
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		n/a
15.3	If it is a final dividend, has it been declared? preliminary report only - Special dividend		n/a
Amount per security			
		Amount per security	
(Preliminary final report)			
15.4	Final Dividend: Current year:	n/a	n/a
15.5	Previous year	0.05	2,245,240
Half yearly and preliminary final reports			
15.6	Interim Dividend: Current year	n/a	n/a
15.7	Previous year	n/a	n/a

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

Material interest in entities which are not controlled entities				
Kina Asset Management Limited has no material interest(s) in any other entity.				
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
Issued and quoted securities at end of current period				
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		45,653,330	-	-
18.4 Issued during current period Cancellation of bonus 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)
	Executive Management Share Option Plan		n/a	n/a	
	Executive Management Share Option Plan		n/a	n/a	
18.8	Issued during current period		n/a	n/a	
18.9	Exercised during current period		n/a	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		
	Comments by directors				
	Comments on the following matters are required by POMSoX 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.				
	Basis of accounts preparation				
	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.				
	Material factors affecting the revenues and expenses of the economic entity for the current period				
	There are no material factors affecting the revenues and expenses of the economic entity for the current period				
	A description of each event since the end of the current period which has had a material effect and is not related to matters already reported, with financial effect quantified (if possible)				
	n/a				
	Changes in accounting policies since the last annual report are disclosed as follows				
	(Disclose changes in the half yearly report in accordance with paragraph 15 c of IAS 34. Half-year accounts and consolidated accounts. Disclose changes in the preliminary final report in accordance with IAS1: Accounting Policies Disclosure)				
	There have been no changes in accounting policies since the last annual report				

Additional disclosure for trust				
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	213,055		
	other fees	-		
Annual meeting				
(preliminary final report only)				
The annual meeting will be held as follows:				
	Place	n/a		
	Date	n/a		
	Time	n/a		
	Approximate date the annual report will be available	n/a		

Compliance statement

1 This report has been prepared under accounting policies which comply with International Financial Reporting Standards approved by the Accounting Standards Board pursuant to the Companies Act 1997 or other Standards acceptable to POMSoX (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.....

Date..... 11/9/2012

Director

SIR RABBIT NAMALU

SIR RABBIT NAMALU

Print name.....