



**HALF YEAR RESULTS FOR ANNOUNCEMENT TO THE MARKET
AS AT 30 June 2024**

1. REPORTING PERIOD

The reporting period is the half year ended 30 June 2024, and the corresponding prior-period is the half year ended 30 June 2023.

2. THE DIRECTORS

The names, particulars and other office holdings of the directors and office holders of the Company for the half year ended 30 June 2024 are:

Directors

Sydney George Yates
Monica Esther Salter
David Kavanamur

Acting Chairman
Non - executive director
Non - executive director

Company Secretary

Sydney George Yates

3. HALF YEAR RESULTS

Company No	Half yearly	Final	Financial Period Ended
1-61047	X		30-Jun-24
Extracts from this report for announcement to the market			

	30 June 2024	30 June 2023	Change	%	Kina
Sales (or equivalent operating) revenue	2,913,329	3,449,592	Decreased	15.55%	(536,263)
Abnormal after tax attributable to shareholders	-	-	-	-	-
Operating profit (loss after tax (before amortisation of goodwill) attributable to shareholders	9,957,759	5,345,636	Increased	86.28%	4,612,123
Operating profit (loss) after tax attributable to shareholders	9,957,759	5,345,636	Increased	86.28%	4,612,123
Operating profit(loss) and extraordinary items after tax attributable to shareholders	9,957,759	5,345,636	Increased	86.28%	4,612,123



Dividend (distributions)	Amount per + security	
Final dividend (preliminary final report only) - 2024 Interim Dividend (Half yearly report only) - 2024	n/a n/a	n/a n/a
Previous corresponding period (Preliminary final report) - 2023 Half yearly report - 2023	n/a 0.12	n/a 6,019,198
Record date for determining entitlements to the dividend (In the case of a trust, distribution)		NA

4. COMMENTARY

Highlights

Kina Asset Management Ltd (KAML or the Company) recorded a net profit after tax of K9,957,759 for the half-year ended 30 June 2024 (1H/2023: net profit after tax of K5,345,636).

The Company's profit was driven by a strong investment return of 12.9% for the half-year. Capital gains were reported in each of the Company's domestic, Australian and International investment sectors, and in total, added K7.4m to return (1H/2023: gain of K3.2 million).

There was a small increase in the value of the Australian dollar against the PNG Kina during the half year, through the operation of PNG's exchange rate fixing policies. This resulted in a nominal foreign exchange gain of K0.3 million for the half year (1H/2023: loss of K0.6 million).

Cash flow from the receipt of dividend and interest income continued to perform strongly, totaling K2.6 million. (1H/2023: K3.0 million). The Company's PNG shareholdings in BSP Financial Group (BSP), Credit Corporation (CCP), Kina Securities Ltd (KSL), contributed K1.6 million in dividend income.

Asset allocation as at 30 June 2024 was 34.5%, invested in domestic stocks, cash and fixed income; and 65.5% invested in international stocks and cash. The portfolio benchmark weights are 40% (domestic) and 60% (international) respectively.

Key portfolio holdings as a percentage of the Fund as at 30 June 2024 were: BSP at 16.7%, Vanguard at 13.9%, KSL at 6.6%, CSL at 6.4%, BlackRock at 6.0% and CCP at 5.1%. Cash holdings stood at 8.3%.

There were positive results recorded by the Company's equity investments results against their benchmarks: Domestic equities (25.1%) outperformed the benchmark KSI Home Index (10.9); ASX-listed equities and global equity funds generated returns of 6.0% and 16.9%, against their (PGK-adjusted) benchmark S&P/ASX200 and MSCI World ex-Australia Index returns of 4.5% and 14.9% respectively.

Net tangible asset backing per share as at 30 June 2024 was K1.81 pre dividend (2023: K1.58 pre dividend).

Kina Asset Management Limited
Appendix 5B: Half Year Report
Domestic Investments



The Company's cornerstone position in BSP Financial Group (BSP) maintained its position as the largest contributor to the Company's return.

Total return from BSP was K3.7 million, the PNGX listed shares returning 35.5%, and the ASX listed shares, 27.2%, owing to the impact of small unrealized capital and foreign exchange gains.

The Company's ASX-listed KSL shares rose 16.3% from AUD0.80 to AUD0.93 year-to-date, a return of 24.6%, inclusive of currency gains and unrealized capital gains from appreciation of the Australian Dollar.

Credit Corporation also performed strongly, with total return of K0.6 million, or 14.6%.

International Investments

The Company's international share funds generated total returns of K2.7 million, or 16.9%, driven by strong growth in US share markets. The Company's Australian equity holdings generated total returns of K2.2 million, or 6.0%.

Top 5 Holdings

Rank	Security	Weight	Value
1	BSP Financial Group	16.7%	K15.2m
2	Vanguard International Index Fund	13.9%	K12.7m
3	Kina Securities Limited - ASX	6.6%	K6.0m
4	CSL Limited	6.4%	K5.9m
5	BlackRock iShares	6.0%	K5.5m

Review and Outlook

The first half of 2024 was a positive one for the Company and was driven by strong economic activity in most developed and emerging markets. However, this has resulted in ongoing difficulty for central banks in making further progress in reducing inflation, which remains above target in many countries, notably the US, and also in Australia. As a result, interest rate markets are expecting fewer cuts in official interest rates than at the beginning of the year.

KAML's Investments



5. FINANCIAL SUMMARY

5.1 Consolidated Statement of Comprehensive Income

	30 June 2024 K	30 June 2023 K	Change K	%
1.1 Sales (or equivalent operating revenue)	2,913,329	3,449,592	(536,263)	(15.55)
1.2 Share of associates "net profit(loss) attributable to shareholders"	-	-	-	-
1.3 Other revenue / (expense) - changes in fair value of financial assets including foreign currency movements	7,763,773	2,536,695	5,227,078	206.06
1.4 Operating profit (loss) before abnormal items and tax	9,894,268	5,393,094	4,501,174	83.46
1.5 Abnormal items before tax	-	-	-	-
1.6 Operating profit (loss) before tax	9,894,268	5,393,094	4,501,174	83.46
1.7 Less tax	63,491	(47,458)	110,949	(233.78)
1.8 Operating profit (loss) after tax but before outside equity interest	9,957,759	5,345,636	4,612,123	86.28
1.9 Less outside equity Interest	-	-	-	-
1.10 Operating profit(loss) after tax attributable to shareholders	9,957,759	5,345,636	4,612,123	86.28
1.11 Extraordinary items after tax	-	-	-	-
1.12 Less outside Equity Interest	-	-	-	-
1.13 Extraordinary items after tax attributable to shareholders	-	-	-	-

Kina Asset Management Limited
Appendix 5B: Half Year Report



	30 June 2024 K	30 June 2023 K	Change K	%
1.14 Total Operating profit(loss) and extraordinary items after tax	9,957,759	5,345,636	4,612,123	86.28
1.15 Operating profit (loss) and extraordinary items after tax attributable to outside equity interest	-	-	-	-
1.16 Operating profit (loss) and extraordinary items after tax attributable to shareholders	9,957,759	5,345,636	4,612,123	86.28
1.17 Retained profits (accumulated losses) at beginning of financial period	30,327,543	23,597,995	6,729,548	28.52
1.18 If change in accounting policy (include brief description)				
1.19 Aggregate of amounts transferred from reserves				
1.20 Total available for appropriation (carried forward)	40,285,302	28,943,631	11,341,671	39.19
1.21 Dividend provided for or paid	-	-	-	-
1.22 Aggregate of amounts transferred to Reserves	-	-	-	-
1.23 Retained profits (accumulated losses) at end of financial period	40,285,302	28,943,631	11,341,671	39.19

5.2 Consolidated Statement of Financial Position

	30 June 2024 K	31 Dec 2023 K	Change K	%	30 June 2023 K	Change K	%
Current Assets							
2.1 Cash	7,547,711	5,987,685	1,560,026	26.05	9,602,412	(2,054,701)	(21.40)
2.2 Receivables	1,150,578	699,307	451,271	64.53	1,138,077	12,501	1.10
2.3 Investments	82,091,305	74,205,565	7,885,740	10.63	67,786,733	14,304,572	21.10
2.4 Other	-	-	-	-	-	-	-
2.5 Total Current assets	90,789,594	80,892,557	9,897,037	12.23	78,527,222	12,262,372	15.62
Non Current Assets							
2.6 Deferred Tax Asset	83,135	87,429	- 4,294	- 4.91	62,982	20,153	32.00
2.7 Investment in associates	-	-	-	-	-	-	-
2.8 Investments	1,402,203	1,393,361	8,842	0.63	1,385,071	17,132	1.24
2.9 Total Non current Assets	1,485,338	1,480,790	4,548	0.31	1,448,053	37,285	2.57
2.10 Total Assets	92,274,932	82,373,347	9,901,585	12.02	79,975,275	12,299,657	15.38
Current Liabilities							
2.11 Accounts payables	436,344	486,643	(50,299)	(10.34)	353,785	82,559	23.34
2.12 Borrowings	-	-	-	-	-	-	-
2.13 Current Tax Liability	-	-	-	-	-	-	-
2.14 Other (dividend payable)	-	-	-	-	-	-	-
2.15 Total current liabilities	436,344	486,643	(50,299)	(10.34)	353,785	82,559	23.34

	30 June 2024 K	31 Dec 2023 K	Change K	%	30 June 2023 K	Change K	%
Non Current Liabilities							
2.16 Deferred Tax Liabilities	81,228	87,103	(5,875)	6.74	60,110	21,118	35.13
2.17 Borrowings	-	-	-	-	-	-	-
2.18 Provisions	-	-	-	-	-	-	-
2.19 Other	-	-	-	-	-	-	-
2.20 Total non-current liabilities	81,228	87,103	(5,875)	(6.74)	60,110	21,118	35.13
2.21 Total Liabilities	517,572	573,746	(56,174)	(9.79)	413,895	103,677	25.05
2.22 Net Assets	91,757,360	81,799,601	9,957,759	12.17	79,561,380	12,195,980	15.33
Equity							
2.23 Capital	51,472,058	51,472,058	-	-	50,617,749	854,309	1.69
2.24 Reserves	-	-	-	-	-	-	-
2.25 Retained Profits (accumulated losses)	40,285,302	30,327,543	9,957,759	32.83	28,943,631	11,341,671	39.19
2.26 Equity attributable to share-holders of the parent entity	91,757,360	81,799,601	9,957,759	12.17	79,561,380	12,195,980	-
2.27 Outside equity to share-holders of the parent entity	-	-	-	-	-	-	-
2.28 Total equity	91,757,360	81,799,601	9,957,759	12.17	79,561,380	12,195,980	15.33
2.29 Preference Capital	-	-	-	-	-	-	-



5.3 Consolidated Statement of Cashflows

Cash Flows related to operating activities	30 June 2024 K	30 June 2023 K
2.30 Receipts from customers	2,574,064	2,989,848
2.31 Payments to suppliers and employees	(890,785)	(441,509)
2.32 Dividends received from associates	-	-
2.33 Other Dividends received	-	-
Payment for purchases of equity 2.34 investments	(157,446)	(1,184,484)
Proceeds from sale of equity 2.35 investments	-	1,222,456
2.36 Interest and other finance paid	-	-
2.37 Income taxes paid	-	(21,364)
2.38 Other	-	-
2.39 Net Operating cash flows	1,525,833	2,564,947



Cashflows continued

2.40	Net Increase (decrease) in cash held	1,525,833	2,564,947
2.41	Cash at beginning of period (<i>see reconciliation of cash</i>)	5,987,685	7,105,099
2.42	Exchange rate adjustment	-	-
3.62	Effect of foreign exchange rate changes	34,193	(67,634)
3.63	Cash at end of period (<i>see reconciliation of cash</i>)	7,547,711	9,602,412

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.		30 June 2024	30 June 2023
		K	K
3.64	Cash on hand and at Bank	7,547,711	9,602,412
3.65	Deposits at call	-	-
3.66	Bank Overdraft	-	-
3.67	Total cash at end of period	7,547,711	9,602,412



6. OTHER NOTES TO THE CONDENSED FINANCIAL STATEMENTS

6.1 Ratios

	30 June 2024	30 June 2023
Profit before abnormal and tax sales		
Consolidated operating profit (loss) before abnormal items and tax as a percentage of sales revenue	339.62%	156.34%
Consolidated operating profit (loss) after tax attributable to shareholders as a percentage of equity (similarly attributable) at the end of period	10.85%	6.72%
	30 June 2024 K	30 June 2023 K
Earnings per share (EPS)		
Calculation of the following in accordance with IAS 33: <i>Earnings per share</i>		
(a) Basic EPS	0.20	0.11
(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	50,693,986	50,159,984



6.2 Net Tangible Assets

	30 June 2024 K	30 June 2023 K
Net tangible asset backing per ordinary security	1.81	1.59
Details of specific receipts/outlays,revenues/expenses		
1 Interest revenue included in determining Operating profit (loss)	148,524	209,187
2 Interest revenue included in item 1 but not yet received (if material)	20,625	21,246
3 Interest expense (include all forms of interest,lease finance charges, etc)	-	-
4 Interest costs excluded from item 3 and capitalised in asset values (if material)	-	-
5 Outlays(except those arising from the acquisition of an existing business) capitalised in intangibles (if material)	-	-
6 Depreciation and amortisation (excluding amortisation of intangibles)	-	-



6.3 Entity control

1	Control gained over entities having material effect	
1.1	Name of entity	n/a
1.2	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
1.3	Date from which such profit was calculated	n/a
1.4	Operating profit(loss) and extraordinary items after tax of the entity for the whole of the corresponding period	n/a
2	Loss of control of entities having material effect	
2.1	Name of Entity (or group of entity)	n/a
2.2	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
2.3	Date to which the profit(loss) in item 2.2 has been calculated	
2.4	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
2.5	contribution to consolidated operating profit(loss) and extraordinary items from sale of interest leading to loss of control	n/a



6.4 Segment reporting

The Group operates in one activity - investments, in Papua New Guinea. For Management purposes, segment information determination is based on risk involved with domestic and international securities.

For the half year ended 30 June 2024 (unaudited):

	Domestic	International	Total
	K	K	K
Dividend, interest income and gain on sale of investments	1,739,617	1,173,712	2,913,329
Changes in fair market value of Investments	3,971,912	3,756,381	7,728,294
Foreign currency gain		35,479	35,479
Expenses			(782,834)
Operating profit			9,894,268
Income tax expense/ (credit)			63,491
Net profit			9,957,759
Assets	32,671,929	59,603,003	92,274,932
Liabilities			(517,572)
Net assets			91,757,360

For the half year ended 30 June 2023 (unaudited):

	Domestic	International	Total
	K	K	K
Dividend, interest income and gain on sale of investments	2,237,221	1,212,371	3,449,592
Changes in fair market value of Investments	89,473	2,519,910	2,609,383
Foreign currency loss		(72,688)	(72,688)
Expenses			(593,193)
Operating profit			5,393,094
Income tax expense			(47,458)
Net profit			5,345,636

As at 31 December 2023 (audited)

Kina Asset Management Limited
Appendix 5B: Half Year Report



Assets	32,543,843	49,829,504	82,373,347
Liabilities			(573,746)
Net assets			81,799,601

6.5 Dividends (in the case of a trust, distribution)

1	Date the dividend(distribution) was paid 2023 final dividend payment date	19/10/2023
	2024 Interim dividend payment date	n/a
2	Record date to determine entitlements to the dividends (distribution)	20/09/2023
	2023 Interim dividend record date	n/a
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)			
4	Final Dividend: Current year:	n/a	n/a
5	Previous year:	n/a	n/a
Half yearly and preliminary final reports			
6	Interim Dividend: Current year	n/a	n/a
7	Previous year	0.12	6,019,198
Total dividend (distribution) per security (interim plus final) (preliminary final report only)			
		Current year	Previous year
8	Ordinary securities	n/a	0.12
9	Preference securities	-	-



Half yearly report- interim dividend(distribution) on all securities or Preliminary final report- final dividend(distribution) on all securities		
10	Ordinary Securities	n/a
11	Preference securities	n/a
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)		

Details of aggregate share of profits (losses) of associates		
	Current period K	Previous corresponding period K
13 Entity share of associates		
13.1 Operating profit(loss) before income tax	-	-
13.2 Income tax expense	-	-
13.3 Operating profit(loss) after income tax	-	-
13.4 Extraordinary items net of tax	-	-
13.5 Net profit(loss)	-	-
13.6 Outside equity interest	-	-
13.7 Net profit(loss) attributable to shareholders	-	-

Kina Asset Management Limited**Appendix 5B: Half Year Report****6.6 Equity accounted associated and other material interest**

	Percentage of ownership interest held at end of period or date of disposal		Contribution to operating profit(loss) and extraordinary items after tax	
Name of Entity	Current period	Previous corresponding period	Current period K	Previous corresponding period K
Equity accounted associated entities	n/a	n/a	n/a	n/a
Other material interest	n/a	n/a	n/a	n/a
Total	n/a	n/a	n/a	n/a

6.7 Compliance statement and Director's Declaration**Comments by directors**

Comments on the following matters are required by PNGX or, in relation to the yearly report, by IAS 34 Financial 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:

The change in fair value of financial assets reflects underlying changes in equity prices and foreign currency movements during the period. There have been no other material factors affecting the revenues and expenses of the economic entity for the current period.

There have been no significant events since the end of the current period which has had a material effect and is not related to matters already reported.

There were no changes in accounting policies since the last annual report.

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 (amended 2022) or other Standards acceptable to PNGX

Identify other standards used

International Financial Reporting Standards

Report the financial statements prepared under the Companies Act 1997 (amended 2022) (if separate), use accounting policies.

This report does give a true and fair view of the matters disclosed.

Kina Asset Management Limited

Appendix 5B: Half Year Report

This report is based on financial statements to which one of the following applies.



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

The entity has a formally constituted audit committee.

Signed in accordance with the resolution of the Directors.

A handwritten signature in blue ink, appearing to be 'Sydney George Yates', written over a dotted line.

Chairman

Date... 13 September 2024

Sydney George Yates, OBE

A handwritten signature in blue ink, appearing to be 'Monica Salter', written over a dotted line.

Director

Date... 13 September 2024

Monica Salter