

8th May 2007

The Managing Director
Port Moresby Stock Exchange Ltd
P O Box 1531
Port Moresby 121
National Capital District

Dear Sir,

Resignation as Director

I wish to advise you of the resignation of Sir Henry ToRobert as Chairman of Credit Corporation effective 4th May 2007 to contest the 2007 National Election.

Sir Henry said in a statement to the Board "It has been an honour and a privilege to serve this premiere financial institution, the Credit Corporation Group of Companies – Credit Corporation (PNG) Limited, Credit Corporation Finance Limited, Credit House Limited, Era Dorina Limited, and subsidiaries Credit Corporation (Fiji) Limited and Credit Corporation (SI) Limited, for fourteen (14) years with preparations for the establishment of another subsidiary in Vanuatu well underway.

During this period the group has prospered and grown in status to become the biggest and strongest non bank financial institution in Papua New Guinea and in the Pacific. We have met the modern day challenges of management and restructuring the organization, natured the creation of a new subsidiary in Solomon Islands, expanded its properties investments and consolidated Credit Corporation's shareholding in Bank of South Pacific Limited. In balance sheet terms the Group has grown to have assets of K500 million and total shareholder equity has increased by 2000%.

My decision to step down from this position as the Groups Chairman has not been easy. I do so in the knowledge that I leave the organization in the capable hands of an astute and professional Board and a management and staff that is forward looking, outstanding and competent.

Credit Corporation will continue to grow from it's position that I have assisted in creating and building. I urge my Board members, management and staff to continue to strive for excellence in generating value for our shareholders. I thank them for their support and co-operation during my Chairmanship period. I resign today 4th May 2007, when the writs are issued for the National Parliamentary Elections to contest the Kokopo Open Seat. My perception is that this is the right thing to do in terms of good governance, transparency and best practice. I am entering the national

political arena because I believe I can contribute better to national and provincial developments. Hence I have accepted the challenges of my friends and supporters to stand for the Kokopo Open Seat.”

The Board of Credit Corporation (PNG) Limited would like to thank Sir Henry for his immense contribution to the company over the last 14 years and wish him well in his future endeavours.

Long serving Director, Father Barry Hanson has been appointed Acting Chairman until such time as a replacement for Sir Henry has been determined.

Yours faithfully

Credit Corporation (PNG) Limited

Noreo Beangke

Managing Director