

Port Moresby Stock Exchange
Press Release

Full Year Result – 31 December 2006
Credit Corporation (PNG) Limited

The Chairman of Credit Corporation (PNG) Limited, Sir Henry ToRobert, today released the Corporation's results for the year ended 31st December 2006.

An after tax net profit of K56,929,609 has been recorded for the year. This result is a near 15% increase on the underlying profit for the same period 2005.

Sir Henry stated that the company earning per share was K1.13 and the net tangible asset backing per ordinary share had increased to K5.79. Total assets now exceed K486 million, an increase of nearly K80.0 million for the year.

All segments of the group have continued to perform strongly. It should also be noted that the company's investment in Bank South Pacific has continued the pleasing results from 2005 with Bank South Pacific announcing an after tax profit of K111.62 million for the year. The increase in the share price of Bank South Pacific contributed K35.65 million to the Corporation's total profit. Recent share trades on the Port Moresby Stock Exchange capitalise the Bank at approximately K2.000 billion. Credit Corporation (PNG) Limited owns 10.01% of the issued shares of Bank South Pacific.

After reviewing the 2006 results, the Directors have recommended that a final dividend of 15 toea per share be paid, this represents an increase of 25% on the 2005 dividend. This dividend, together with a share price increase of nearly 20% on the Port Moresby Stock Exchange, represents another exceptional result for shareholders for 2006.

Sir Henry also stated that Credit Corporation (Fiji) Limited has continued to perform well with a record profit before tax of F\$6,066,642 for the year. However the economy in Fiji is under extreme pressure as a result of the Military Coup of 5 December 2006 and economic growth is forecast to slow for the foreseeable future.

Credit Corporation (Finance) Limited had a very good year with a before tax profit of K8,618,046, whilst the property companies continue to perform well with Papua New Guineas premier commercial building Credit House remaining fully tenanted. An additional 18 townhouses at the exclusive Era Dorina estate should be ready for occupancy early June 2007.

Our new venture in the Solomon Islands had a good year with the first full year of operation showing a net profit before tax of SB\$926,923, a pleasing result in a difficult business environment.

Sir Henry advised that, due to the national elections in Papua New Guinea and the Coup in Fiji the results for the new year may be difficult to maintain at the 2006 level. However, the results for the first two months of 2007 have exceeded expectations.

In conclusion, Sir Henry acknowledged the excellent work of the Credit Corporation executive team and staff during 2006 and thanked his fellow directors, shareholders and clients for the great support they have given to the company over the last 12 months.

Port Moresby
29th March 2007