

POMSOX ANNOUNCEMENT

For Immediate Release to the Market

Port Moresby – 1:00pm Tuesday 15 April 2014

Resignation of Kostas Constantinou as a Director

Airlines PNG advises that Mr Kostas Constantinou resigned as a Director with effect from 15 April 2014, having served as a Director since 23 June 2008.

In his resignation, Mr Constantinou advised that the growing commitments of his roles as the chairman of the Board of the Bank of South Pacific, and of the 2015 South Pacific Games organising committee would prevent him from being able to continue to devote the necessary commitment to the role of a Director of the Company.

Mr Constantinou's appointment as a Director coincided with the listing of the Company on the Port Moresby Stock Exchange. The Board wishes to thank Mr Constantinou for his outstanding contribution to the Company in its development as a listed company, both as a Director and as a member of the Board Remuneration and Nominations Committee. Mr Constantinou's acumen and wide-ranging PNG business experience have been invaluable to the Board and to the Company.

The Board will now undertake the process of identifying suitable potential candidates for appointment to the Company's Board.

For further information contact:

Media Relations: Telephone: 302 3194 Email: media.relations@apng.com

Investor Relations: Telephone: 302 3234 Email: investor.relations@apng.com

ENDS