

1 July 2014

The General Manager
Port Moresby Stock Exchange Limited
Corner Champion Parade & Hunter Street
Port Moresby, Papua New Guinea

By Email to gmason@pomsox.com.pg

Dear Mr Mason

**AIRLINES OF PAPUA NEW GUINEA LIMITED (CGA)
REQUEST TO SUSPEND THE COMPANY'S SECURITIES PURSUANT TO LISTING RULE 17.2**

The Company requests under Listing Rule 17.2 suspension of its securities, pending its ability to fully disclose to the market matters which may be material.

Reasons

The Company is currently engaged in negotiating transactions which, if they were to proceed, may have a material impact on the Company. Each of those transactions remains incomplete pending completion of those negotiations, making it inappropriate for disclosure to the market at this time. Pending conclusion of those negotiations the Company has been unable to satisfactorily finalise its accounts for the 2013 year.

Length of suspension requested

The Company requests suspension to 29 August 2014, to coincide with the period of extensions granted by the Registrar of Companies in relation to the Company's Annual Report, financial statements and Annual General Meeting, and the period the Company expects will be required to complete negotiations on the transactions.

The event anticipated to end the suspension

Conclusion of the negotiations referred to above.

The Company is not aware of any reason why its securities should not be suspended.

Yours sincerely

AIRLINES PNG



John Biddle

General Counsel & Company Secretary