



Wednesday 28th February 2018

Mr Johnson Kalo
Director
Port Moresby Stock Exchange Limited
Level 1 Harbourside West Building
Stanley Esplanade
PORT MORESBY NCD 121
Papua New Guinea

Dear Johnson,

CITY PHARMACY LIMITED ("CPL") – BOARD AND MANAGEMENT CHANGES – FOR IMMEDIATE RELEASE TO THE MARKET

After the completion of a successful capital raising where K48m of fresh capital has been injected into the company by existing and new shareholders, CPL advises that Mr Mahesh Patel will return to PNG on a full time basis and assume the role of Managing Director effective Thursday 1st March 2018.

As at that date current Managing Director, Joe Barberis will step down from his role and retire as a director of the Company. We wish to thank Joe for his leadership over the past year and in particular guiding CPL through what has been a difficult period for the Company.

On his appointment as Managing Director Mr Patel will step down as Chairman of CPL. Current Non-Executive Director, Mr John Dunlop will be appointed Chairman pending a permanent appointment planned for later in the year.

CPL further advises that at the Board meeting scheduled for Thursday 8th March Mr Stan Joyce and Ms Mary Johns will be put forward for nomination as Directors. Mr Joyce offers his vast experience and expertise of the PNG market and leadership skills and Ms Johns offers her experience in Legal and Governance.

A handwritten signature in black ink, appearing to read 'Raman Kumar', with a large, stylized flourish above it.

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Raman Kumar
COMPANY SECRETARY