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Completion of Retail Entitlement Offer

6 October 2020

PORT MORESBY (ASX: KSL | PNGX: KSL)

Kina Securities Limited (“**Kina**” or “**Company**”) announces that it has completed the retail component of its fully underwritten 1 for 2 accelerated non-renounceable entitlement offer (**Retail Entitlement Offer**), and together with the institutional component of the offer, the **Entitlement Offer**), announced on Thursday, 10 September 2020.

The Retail Entitlement Offer closed at 5:00pm (AEST) on Thursday, 1 October 2020. Kina received valid applications from eligible retail shareholders under the Retail Entitlement Offer (**Eligible Retail Shareholders**) for approximately 14.5 million shares (**New Shares**), representing a participation rate of approximately 35%. Approximately 28.7 million new shares not taken up under the Retail Entitlement Offer will be allocated to sub-underwriters of the Retail Entitlement Offer, which include a combination of new and existing institutional and high-net-worth sophisticated investors.

Eligible Retail Shareholders should confirm the actual number of New Shares allocated and issued to them before trading in such shares, and the sale by any Eligible Retail Shareholder of New Shares prior to receiving their holding statement is at their own risk.

New Shares to be issued under the Retail Entitlement Offer will rank equally with existing Kina shares in all respects from the date of issue.

Settlement of the New Shares issued as part of the Retail Entitlement Offer is expected to occur on Wednesday, 7 October 2020, with the issue of those New Shares to occur on Thursday, 8 October 2020 and ordinary trading to commence on Friday, 9 October 2020.

Commenting on the Capital Raising, Kina CEO and Managing Director, Greg Pawson said:

“I would like to thank our shareholders for the support they have shown the Company. As reported in our recent H1FY2020 results, Kina has experienced significant growth across its business over the year. The proceeds of the Entitlement Offer will enable Kina to grow and enhance its business capability to meet the significant inbound interest from existing and new-to-bank customers. Kina is well positioned to deliver on a number of strategic projects as we continue to see significant additional growth opportunities.”

Under the Retail Entitlement Offer, eligible retail shareholders who applied for additional New Shares in excess of their Entitlement will be allocated in full.

PNG Retail Offer

Eligible retail shareholders with a registered address in Papua New Guinea on the Record Date of 7.00pm (AEST), Monday 14 September 2020, will have the opportunity to invest in New Shares on substantially the same terms as the Entitlement Offer. Further information regarding the PNG Retail Offer, including the terms and conditions of the offer and details as to eligibility, were outlined in the PNG Prospectus which was sent to eligible retail shareholders in PNG on 25 September 2020, and closes on Friday, 6 November 2020.

Further information

Further information on the Offer is set out in the Investor Presentation lodged with the ASX on Thursday, 10 September 2020.

This ASX announcement was authorised for release by Kina's Board of Directors

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Forward-looking statements and forecasts

This announcement contains certain "forward-looking statements" that are based on management's beliefs, assumptions and expectations and on information currently available to management. Forward-looking statements can generally be identified by the use of forward-looking words such as, "expect", "anticipate", "likely", "intend", "should", "could", "may", "predict", "plan", "propose", "will", "believe", "forecast", "estimate", "target", "outlook", "guidance" and other similar expressions within the meaning of securities laws of applicable jurisdictions. Such forward-looking statements include statements regarding the timetable, conduct and outcome of the Equity Raising and the use of proceeds thereof, statements about the plans, objectives and strategies of the management of Kina, statements about the oil and gas industry and the markets in which Kina operates and statements about the future performance of the Kina businesses. Indications of, and guidance or outlook on, future earnings or financial position or performance, future earnings and distributions are also forward-looking statements

You are strongly cautioned not to place undue reliance on forward-looking statements, particularly in light of the current economic climate and the significant volatility, uncertainty and disruption caused by the outbreak of COVID-19. Any such statements, opinions and estimates in this announcement speak only as of the date hereof and are based on assumptions and contingencies subject to change without notice, as are statements about market and industry trends, projections, guidance and estimates. Forward-looking statements are provided as a general guide only. The forward-looking statements contained in this announcement are not indications, guarantees or predictions of future performance and involve known and unknown risks and uncertainties and other factors, many of which are beyond the control of the Kina group, and may involve significant elements of subjective judgement and assumptions as to future events which may or may not be correct. Forward-looking statements may also assume the success of Kina's business strategies. The success of any of these strategies is subject to uncertainties and contingencies beyond Kina's control, and no assurance can be given that any of the strategies will be effective or that the anticipated benefits from the strategies will be realised in the period for which the forward looking statements may have been prepared or otherwise. Refer to

the “Key Corporate and Transaction Risks” section of the Investor Presentation released on ASX on Thursday, 10 September 2020 for a non-exhaustive summary of certain key business, offer and general risk factors that may affect the Kina group.

There can be no assurance that actual outcomes will not differ materially from these forward-looking statements. A number of important factors could cause actual results or performance to differ materially from the forward-looking statements, including (without limitation) the risks and uncertainties associated with the ongoing impacts of COVID19, the PNG and global economic environment and capital market conditions and other risk factors set out in the Investor Presentation. Investors should consider the forward-looking statements contained in this announcement in light of those risks and disclosures. The forward-looking statements are based on information available to Kina as at the date of this announcement.

No representation, warranty or assurance (express or implied) is given or made in relation to any forward-looking statement by any person (including Kina or any of its advisers). In particular, no representation, warranty or assurance (express or implied) is given that the occurrence of the events expressed or implied in any forward-looking statements in this announcement will actually occur. Actual operations, results, performance, production targets or achievement may vary materially from any projections and forward-looking statements and the assumptions on which those statements are based. Except as required by law or regulation (including the ASX Listing Rules and PNGX Listing Rules), Kina disclaims any obligation or undertaking to update forward-looking statements in this announcement to reflect any changes in expectations in relation to any forward-looking statement or change in events, circumstances or conditions on which any statement is based.