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PNGX EQUITIES • FIXED INCOME • INVESTOR EDUCATION

KAM drives volume; turnover K3.03m
Five counters trade, value eases

ISSUED

w/e 25 Sep 2026

COVERAGE

PNGX-listed equities

PERIOD

21 – 25 September 2026

TOTAL TRADING VALUE	TOTAL VOLUME	STOCKS TRADED	MARKET YIELD (LTM)
K3.03m	**1,224,157**	**5 of 11**	**5.28%**
vs K8.42m	vs 312,688	—	flat wow
−64% on prior week	+291% on prior week	BSP, KSL, KAM, CCP, CPL	weighted-avg, legacy methodology

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WEEKLY TRADE COMMENTARY

PNGX EQUITY MARKET — WEEK ENDING 25 SEPTEMBER 2026

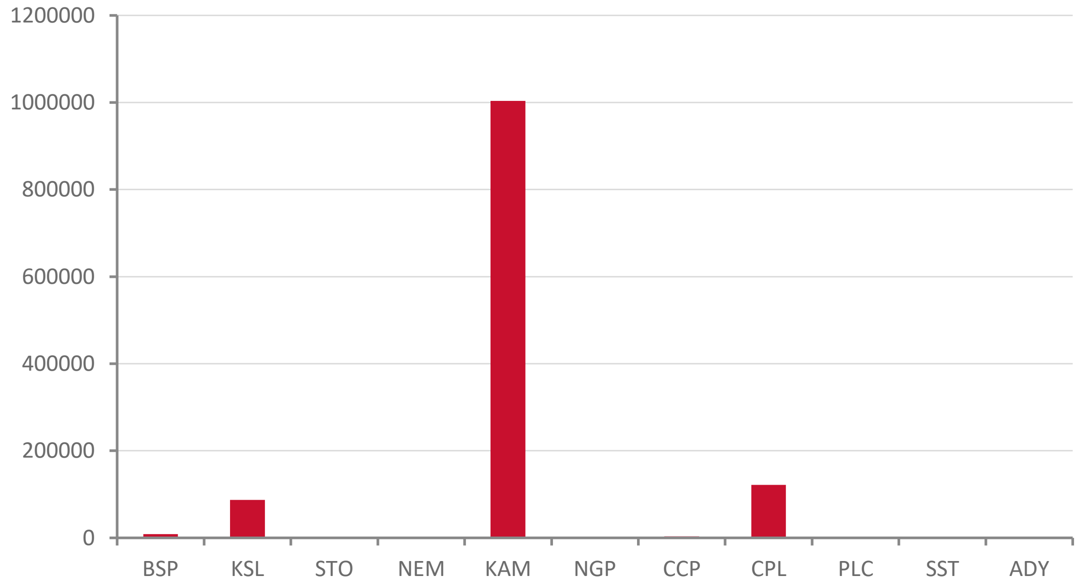
KAM drove the tape — turnover was K3.03m on 1.22m shares as five counters traded: volume jumped even as value eased. KAM alone traded 1,003,690 shares (steady at K2.25) for K2.26m — two-thirds of the week's value. BSP was quiet (8,551 shares, steady at K27.95), KSL eased 11t to K4.30 on 87,153 shares, CPL traded 121,395 at K1.10 and CCP 3,368 at K4.66. Newly-listed ADY placed an opening bid of K1.25 but has yet to trade; STO, NEM, NGP, PLC and SST did not trade.

PRICE & VOLUME

STOCK	VOLUME	CLOSE (K)	VALUE (K)	CHANGE	CHANGE %
BSP	8,551	27.95	239,000.45	—	—
KSL	87,153	4.30	380,939.66	−0.11	−2.49%
STO	—	22.90	—	—	—
NEM	—	490.00	—	—	—
KAM	1,003,690	2.25	2,258,302.50	—	—
NGP	—	1.36	—	—	—
CCP	3,368	4.66	15,694.88	—	—
CPL	121,395	1.10	133,534.50	—	—
PLC	—	1.48	—	—	—
SST	—	50.00	—	—	—
ADY	—	—	—	—	—
TOTAL	**1,224,157**		**3,027,471.99**		**−0.03%**

Source: PNGX matched on-market trades, week ending 25 September 2026. JMP Securities analysis.

WEEKLY VOLUME



Volume by counter (shares matched). KAM dominated at 1.00m shares; CPL 121k, KSL 87k, BSP 9k and CCP 3k follow. ADY (newly listed), STO, NEM, NGP, PLC and SST did not trade this week.

DIVIDEND YIELD

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PNGX-LISTED EQUITIES — TRAILING-TWELVE-MONTH YIELDS

Market-wide LTM dividend yield held at 4.55% this week (weighted by market cap, legacy methodology). KSL firms to 7.79% on its slip to K4.30, while CPL eases to 5.45% as its price ticked up to K1.10; the rest of the board is unchanged. NGP (16.91%) still leads, then KAM (11.11%), KSL (7.79%) and BSP (6.87%). PLC remains pre-dividend; newly-listed ADY has no dividend history yet.

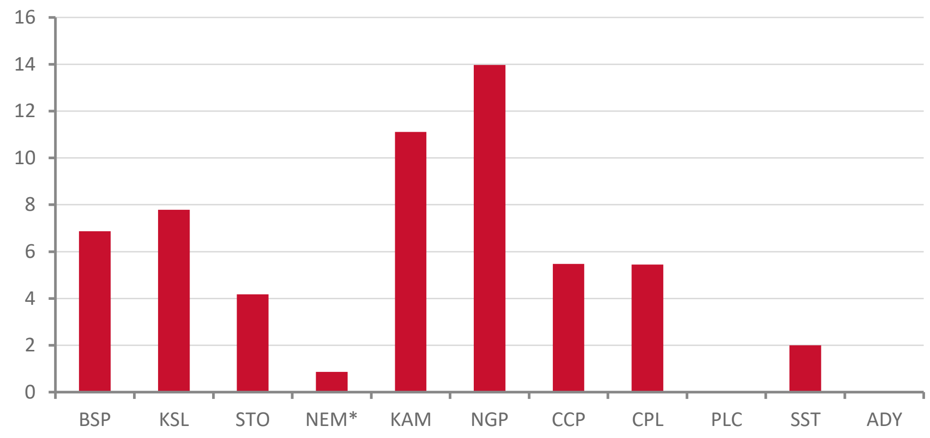
DIVIDEND TABLE (PGK)

STOCK	ISSUED SHARES	MKT CAP (K)	FIN 24	INT 25	FIN 25	INT 26	YIELD %
BSP	467,317,665	13,061,528,737	1.210	0.500	1.380	0.540	6.87%
KSL	294,332,296	1,265,628,873	0.155	0.126	0.193	0.142	7.79%
STO	3,261,616,703	74,691,022,499	0.414	0.559	0.443	0.514	4.18%
NEM*	1,097,000,000	537,530,000,000	—	2.110	2.110	USD $0.520	0.86%
KAM	53,259,588	119,834,073	—	0.250	—	—	11.11%
NGP	45,890,700	62,411,352	0.120	0.040	0.190	—	13.97%
CCP	307,931,332	1,434,960,007	0.121	0.121	0.130	0.125	5.47%
CPL	206,277,911	226,905,702	—	0.050*	0.040	0.020	5.45%
PLC	860,718,662	1,273,863,620	—	—	—	—	—
SST	31,008,237	1,550,411,850	0.300	0.400	0.650	0.350	2.00%
ADY	316,766,640	—	—	—	—	—	—
TOTAL / WEIGHTED-AVG							5.28%

LTM = Last twelve months. Yields use most recently declared interim and final dividends. NEM dividends in USD until PGK rate announced; NEM excluded from market-wide yield. PLC & ADY now added.

**CPL Special Dividend 5t /share*

YIELD % (LTM)



THE DIVIDEND YIELD FORMULA

*Dividend Yield = **Annual Dividends per Share ÷ Current Share Price × 100***

Calculated by dividing a company's annual dividends per share by its current share price, expressed as a percentage.

KEY MARKET ANNOUNCEMENTS

PNGX-LISTED COMPANIES — WEEK ENDING 25 SEPTEMBER 2026

A week of two coverage-universe changes. Adyton (ADY) listed on PNGX, lodging its listing documents and company disclosures — it placed an opening bid of K1.25 but is yet to trade — while PLC notified the market of a cessation of its securities. KAM published its final dividend announcement, and BSP updated its 2026 key financial dates.

ANNOUNCEMENTS

STOCK	ANNOUNCEMENT	SOURCE
ADY	Listing documents & company disclosures (new PNGX listing — Adyton)	*pngx.com.pg/adyton/*
PLC	Notification of cessation of securities	*pngx.com.pg/.../21-09-2026-PLC-Notification-of-cessation-of-securities.pdf*
KAM	Dividend announcement (final)	*pngx.com.pg/.../21-09-2026-KAM-Dividend-Announcement-FINAL.pdf*
BSP	Update to 2026 key financial dates	*pngx.com.pg/.../BSP-Update-to-2026-Key-Financial-Dates.pdf*

Source: PNGX market announcements, 21 – 25 September 2026.

BPNG TREASURY BILL AUCTION

DOMESTIC MARKETS DEPARTMENT — MONEY MARKETS OPERATIONS UNIT

AUCTION *23-SEP-26 / GOI / Government Treasury Bill*

SETTLEMENT *25-SEP-26*

AMOUNT ON OFFER

K270.0m

OVER-SUBSCRIBED BY K22.32M

TERMS	ISSUE / 63	ISSUE / 91	ISSUE / 182	ISSUE / 273	ISSUE / 364	TOTAL
Weighted Avg Yield	—	—	4.64%	5.03%	5.03%	
Amount on Offer (K’m)	—	—	20.00	50.00	200.00	**270.00**
Bids Received (K’m)	—	—	2.40	53.00	236.92	**292.32**
Successful Bids (K’m)	—	—	2.40	53.00	214.60	**270.00**
Over / (Under) Subscribed (K’m)	**—**	**—**	**−17.60**	**+3.00**	**+36.92**	**+22.32**

Source: Bank of Papua New Guinea — Domestic Markets Department, T-Bill auction 23 September 2026 (settlement 25 September 2026).

BPNG GOVERNMENT BOND AUCTION

NEW ISSUANCE — WEEK ENDING 25 SEPTEMBER 2026

AUCTION *22-SEP-26 / GOB / Government Bond*

SETTLEMENT *25-SEP-26*

AMOUNT ON OFFER

K300.0m

NET SUBSCRIPTION K120.84M

SERIES	AMOUNT ON OFFER (K'm)	BIDS RECEIVED (K'm)	SUCCESSFUL BIDS (K'm)	SUCCESSFUL YIELD	WEIGHTED AVG RATE	COUPON RATE	NET SUBSCRIPTION (K'm)
Issue ID 2026/5057 — 3 yr	50.00	60.00	55.00	6.17–6.20%	6.18%	6.20%	**+10.00**
Issue ID 2026/5058 — 5 yr	50.00	66.10	66.10	6.50–6.60%	6.57%	6.57%	**+16.10**
Issue ID 2026/5059 — 7 yr	50.00	112.20	112.20	6.60–6.70%	6.68%	6.70%	**+62.20**
Issue ID 2026/5060 — 10 yr	100.00	126.54	110.54	6.70–6.80%	6.77%	6.80%	**+26.54**
Issue ID 2026/5061 — 15 yr	50.00	56.00	50.00	7.17–7.20%	7.18%	7.20%	**+6.00**
TOTAL	**300.00**	**420.00**	**393.00**				**+120.84**

Source: Bank of Papua New Guinea — Domestic Markets Department, GOB auction 22 September 2026 (settlement 25 September 2026).

INVESTOR EDUCATION

TOPIC OF THE WEEK — SECURITIES LENDING

WHAT IS SECURITIES LENDING?

Securities lending is a temporary, collateralised transfer of securities in exchange for a fee. The owner (the lender) transfers shares or bonds to a borrower for a period; the borrower posts collateral worth more than the securities (typically 102–105%) and pays a fee. Legal title passes to the borrower, but the lender keeps the economic benefits — dividends are returned as ‘manufactured' payments — and the borrower must return equivalent securities on recall or at term. Think of it as a secured loan of stock, a close cousin of a repo.

Four groups make the market work: beneficial owners (long-term holders such as pension, super and sovereign funds) lend idle holdings for extra income; agent lenders (usually custodian banks) run the programme, find borrowers, manage collateral and often indemnify owners; borrowers (broker-dealers and investment banks) borrow to on-lend to hedge funds and market makers; and infrastructure providers (tri-party agents, CCPs and settlement systems) move and value securities and collateral daily. Borrowers need stock mainly for short-selling, settlement coverage and hedging.

Collateral does most of the risk work — backed by daily mark-to-market and margin calls — but not all of it: counterparty default, collateral shortfall, cash-reinvestment losses, operational slips (missed recalls or corporate actions), legal uncertainty on default, and loss of voting rights while title sits with the borrower. These are mitigated by over-collateralisation, credit limits, agent indemnities and industry master agreements (GMSLA). Securities lending is well established on the ASX; for PNGX, exchange and SCPNG requirements would need checking before any activity.

WHO MAKES THE MARKET

01 Beneficial owners (lenders)

Long-term holders — pension, super, insurers, mutual and sovereign funds — lend idle stock for incremental income.

02 Agent lenders

Usually custodian banks: they run the programme, find borrowers, manage collateral and often indemnify owners against default.

03 Borrowers

Broker-dealers and investment banks, typically borrowing to on-lend to hedge funds and market makers via prime brokerage.

04 Infrastructure providers

Tri-party collateral agents, central counterparties and settlement systems that move and value securities and collateral daily.

WHAT WE'VE BEEN READING

EXTERNAL RESEARCH HIGHLIGHTS — BEYOND PNGX

FEATURED READ

Global growth over home bias

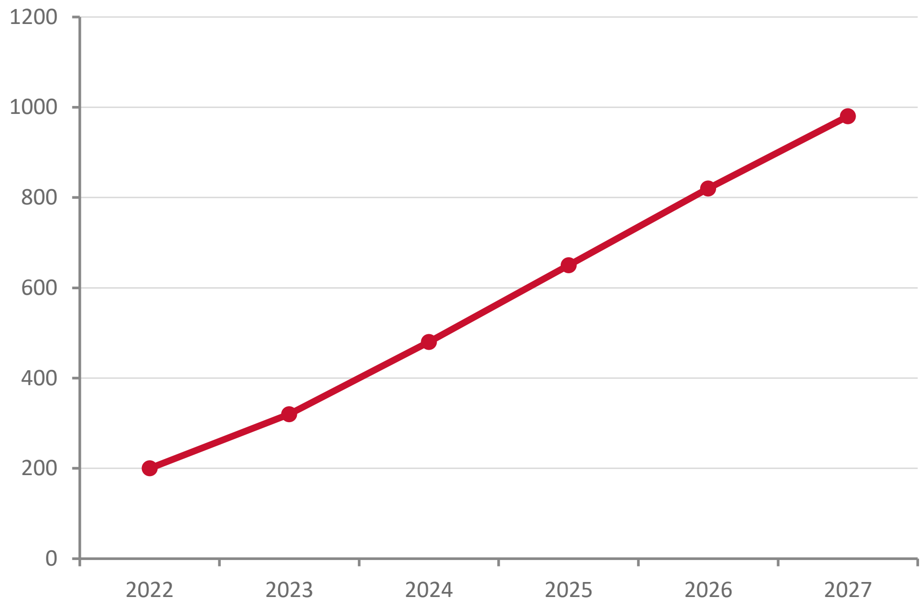
Monthly Bell (Bell Potter) • Rob Crookston, Strategist

Bell Potter's positioning rests on one judgement: more exposure to global equities, less to domestic. It is overweight global shares because earnings — not sentiment — are carrying markets higher, driven by a sustained lift in corporate capital spending on compute and data infrastructure, most visible in the US and now broadening beyond mega-cap tech to businesses and governments. Valuations look reasonable once earnings growth is taken into account, and profit upgrades have been broad-based. Emerging markets offer similar upside more cheaply, though Bell Potter has trimmed slightly given how concentrated recent gains are in a few memory-chip and semiconductor names.

It is underweight Australia for the opposite reason: home inflation has proved stickier than offshore, and Bell Potter thinks the RBA still has work to do — more likely to hike than hold in the next three months — with higher-for-longer rates and the recent Budget weighing on housing and consumption. Australian profit forecasts were revised down through reporting season, with strength narrow and largely in resources (copper and AI-infrastructure commodities). Bonds and cash are held for defence, not offence: underweight duration, but retaining government bonds as insurance and favouring higher-quality credit overreaching for yield.

JMP read: The relevant thread for PNG is the resources call. Bell Potter's overweight to the global AI-infrastructure build — and the copper and commodity demand it drives — is supportive for PNG's export complex, even as it steers away from domestic-cycle markets like Australia's. The three risks it flags — an AI-capex disappointment, stickier inflation forcing more hikes, and a Middle East oil shock — are the same forces that set the backdrop for the kina and PNGX.

FIGURE — AI-CAPEX CYCLE (ILLUSTRATIVE)



Source: Bell Potter (Monthly Bell, September); JMP illustration. Sustained corporate spending on compute and data infrastructure underpins the global-equities overweight. Illustrative path.

ALSO ON OUR DESK

- Overweight global equities — earnings, led by broadening AI-infrastructure capex, are carrying markets — Bell Potter
- Underweight Australia — stickier inflation; the RBA looks likelier to hike than hold near-term — Bell Potter
- Bonds and cash for defence not offence; key risks are AI capex, inflation and oil — Bell Potter

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FOR FURTHER ENQUIRIES

Speak to your equities trader for any orders, research questions or market colour.

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WHAT THIS REPORT COVERED THIS WEEK

- Weekly trade activity — 5 stocks traded, K3.03m value (−64% pw); KAM drove volume
- Dividend yields — market-wide LTM 5.28% (flat; KSL 7.79%, CPL 5.45%)
- ADY lists on PNGX; PLC cessation of securities; KAM dividend; BSP dates
- BPNG T-Bill auction — over-subscribed by K22.32m
- BPNG bond auction — new K300m issuance, net subscription K120.84m
- Investor Education — Securities Lending
- External research — Bell Potter: global growth over home bias