



HIGHLANDS PACIFIC LIMITED ARBN 078 118 653
Incorporated in Papua New Guinea

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20 May 2007

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The Australian Stock Exchange Limited
10th Floor
20 Bond Street
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Australia

Mr Vincent Ivosa
Port Moresby Stock Exchange
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Papua New Guinea

Dear Sirs

RE: ANNUAL GENERAL MEETING – RESOLUTIONS ADOPTED

As required by Listing Rule 3.13.2, we advise that at the Annual General Meeting of the Company held this morning, the following were carried as **ordinary resolutions**:

- Item 1 - Adopted Accounts and Directors' Report;
- Item 2 - Elected Mr M Carroll as a director;
- Item 4 - Elected Mr K MacDonald as a director;
- Item 5 - Elected Mr R Mitchell as a director;
- Item 6 - Appointed PricewaterhouseCoopers as Auditors of the Company;

The following were carried as **special resolutions**:

- Item 7 - Amended the Director's and Executives' Share Option Scheme;
- Item 8 - Approved the issue of executive options to the Managing Director;
- Item 9 - Approved the amendment of the Constitution.

The following ordinary resolution was **voted against**:

- Item 3 - Election of John Fowler as a director.

The proxies received with respect of each resolution are detailed in the attached proxy summary.

1. To receive accounts and reports

The instructions given to validly appointed proxies in respect of the resolution were as follows:

In Favour	Against	Abstention	Proxy's discretion
201,567,998	432,673	4,343,737	47,853,521

The motion was carried on a show of hands as an ordinary resolution.

2. Election of Director – Michael Carroll

The motion was carried as an ordinary resolution on a poll.

The details of which are:

In Favour	Against	Abstention
244,806,138	5,329,171	5,761,712

2. Election of Director – John Fowler

The motion was NOT carried as an ordinary resolution on a poll.

The details of which are:

In Favour	Against	Abstention
23,356,197	211,944,083	20,560,999

4. Election of Director – Kenneth MacDonald

The motion was carried as an ordinary resolution on a poll.

The details of which are:

In Favour	Against	Abstention
245,144,245	7,950,797	2,748,733

5. Election of Director – Rod Mitchell

The motion was carried as an ordinary resolution on a poll.

The details of which are:

In Favour	Against	Abstention
225,146,526	9,181,665	21,580,443

6. Approval of Auditors

The instructions given to validly appointed proxies in respect of the resolution were as follows:

In Favour	Against	Abstention	Proxy's discretion
205,186,482	226,556	1,338,784	47,446,061

The motion was carried on a show of hands as an ordinary resolution.

7. Amendment of Directors' and Executives' Share Option Scheme

The instructions given to validly appointed proxies in respect of the resolution were as follows:

In Favour	Against	Abstention	Proxy's discretion
184,978,359	18,059,134	3,970,554	43,740,783

The motion was carried on a show of hands as a special resolution.

8. Approval of issue of Executive Options to Managing Director

The instructions given to validly appointed proxies in respect of the resolution were as follows:

In Favour	Against	Abstention	Proxy's discretion
170,052,280	33,022,177	3,925,663	43,731,099

The motion was carried on a show of hands as a special resolution.

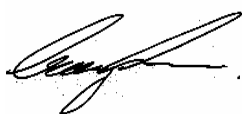
9. Amendment of Constitution

The instructions given to validly appointed proxies in respect of the resolution were as follows:

In Favour	Against	Abstention	Proxy's discretion
201,827,964	2,521,885	2,507,163	47,340,917

The motion was carried on a show of hands as a special resolution.

Yours faithfully



CRAIG LENNON
COMPANY SECRETARY