

Registered Office

PO Box 1486
Level 9 Pacific Place
Musgrave Street
Port Moresby NCD 121
Papua New Guinea

Telephone: (675) 321 7633
Facsimile: (675) 321 7551

Registered Office in Australia

GPO Box 3086, Brisbane Qld 4001
Level 4 Telstra House
167 Eagle Street
Brisbane Qld 4000
Australia

Telephone: (617) 3239 7800
Facsimile: (617) 3221 6727

E-MAIL info@highlandspacific.com
WEB SITE www.highlandspacific.com

26 May 2005

The Companies Announcements Office
The Australian Stock Exchange Limited
10th Floor
20 Bond Street
Sydney NSW 2000
Australia

Mr Vincent Ivosa
Port Moresby Stock Exchange
P O Box 1531
Port Moresby NCD
Papua New Guinea

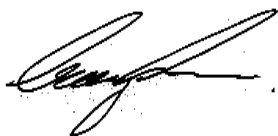
Dear Sirs

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 R Mitchell as a director;
- Item 3 - Elected Ms F Williame-Igara as a director;
- Item 4 - Elected Mr J I Forbes as a director;
- Item 5 - Issue of 7,572,243 options to the financiers of the Kainantu gold project;
- Item 6 - Issue of 1,200,000 options to Mr I R Holzberger under the Executive Share Plan;
- Item 7 - Issue of 2.8 million options to senior executives under the Executive Share Plan
- Item 8 - Issue of 39,639,867 ordinary fully paid shares under the share placement of 19 April 2005; and
- Item 9 - Appointed PricewaterhouseCoopers as Auditors.

Yours faithfully



C T LENNON
Company Secretary