



Vision, Commitment, Results

29 October 2009

ASX: PAN

QUARTERLY REPORT

for the period ending 30 September 2009

SIGNIFICANT POINTS

GROUP

- Safety - 2 LTI's were recorded during the quarter, LTIFR down from 6.2 to 4.8
- Cash and receivables - increased to \$109 million
- Costs - Group payable cash costs of US\$4.05/lb Ni
- Hedge book - \$30 million in the money, diesel hedging initiated

SAVANNAH

- Production - 1,980t Ni, 1,019t Cu and 112t Co
- Costs - payable cash cost of US\$3.61/lb Ni
- Stockpiled Copernicus ore treated at Savannah

LANFRANCHI

- Production - 2,545t Ni and 178t Cu
- Milestones - Project to date over 1Mt ore mined, containing over 25,000t Ni
- Costs - payable cash costs of US\$4.44/lb Ni
- Offtake Agreement extended to February 2019

EXPLORATION

- Savannah Lower Zone Reserve Statement expected in December 2009 quarter
- Exploration budget of \$8 million (min.) for 2009/10
- Significant drilling programs about to commence

MANAGING DIRECTOR'S COMMENTARY

- **Safety** - We continue to focus on pro-active safety behaviours in the workplace. Training and development work for our employees progressed with safety workshops being conducted at both our operations. Despite recording two lost time injuries (LTIs) during the quarter, the 12 month rolling Lost Time Injury Frequency Rate (LTIFR) has reduced further from 6.2 to 4.8.
- **Ni Production** - The Group mined a total of 260,681 tonnes of ore during the quarter averaging 1.74% Ni for 4,525t Ni contained which was in line with our internal budget. Lanfranchi has now achieved two major milestones, over 1 million tonnes of ore mined containing over 25,000t Ni, since we re-started the operations in January 2005.
- **Exploration** - The Company is about to commence a number of significant exploration programs across its 100% owned tenements and on exciting new joint venture projects in the East Kimberley and Northern Territory where there are immediate walk-up targets to be drill tested. Panoramic is budgeting to spend at least \$8 million on exploration in the current financial year.
- **Cost Management** - It is pleasing to report that aggregate site costs for this quarter have remained steady. The Group's nickel unit payable cash cost for the September quarter was A\$4.86/lb (US\$4.05/lb), which is a slight increase on the June quarter. We will continue to focus on managing costs and productivity improvement initiatives.
- **Hedging** - The Company has been consistent with its stated hedging policy in the use of derivative instruments to secure revenue and protect margins, and is always looking for opportunities in this regard. The Company has taken a new initiative in covering exposure to future rises in input costs by hedging a significant portion of forecast diesel fuel (predominately used for power generation) at the Savannah Project, for the next two years. Moreover, the strategy late in 2008 of protecting against the strengthening A\$ has proved effective, with a significant portion of forecast US\$ sales revenue for the remainder of 2009/10 hedged at an average US\$/A\$ FX rate of US 78 cents.

GROUP SUMMARY

The Panoramic Group A\$ cash margin, on a payable nickel basis, continued to improve in the September quarter, as shown in Figure 1 which reports the Panoramic Group payable nickel unit cash costs on a quarterly basis from the September quarter 2007, together with the Group net realised A\$ average quarterly nickel price (after hedging and quotational period sale adjustments).

Figure 1: Cash Margin & Payable Costs

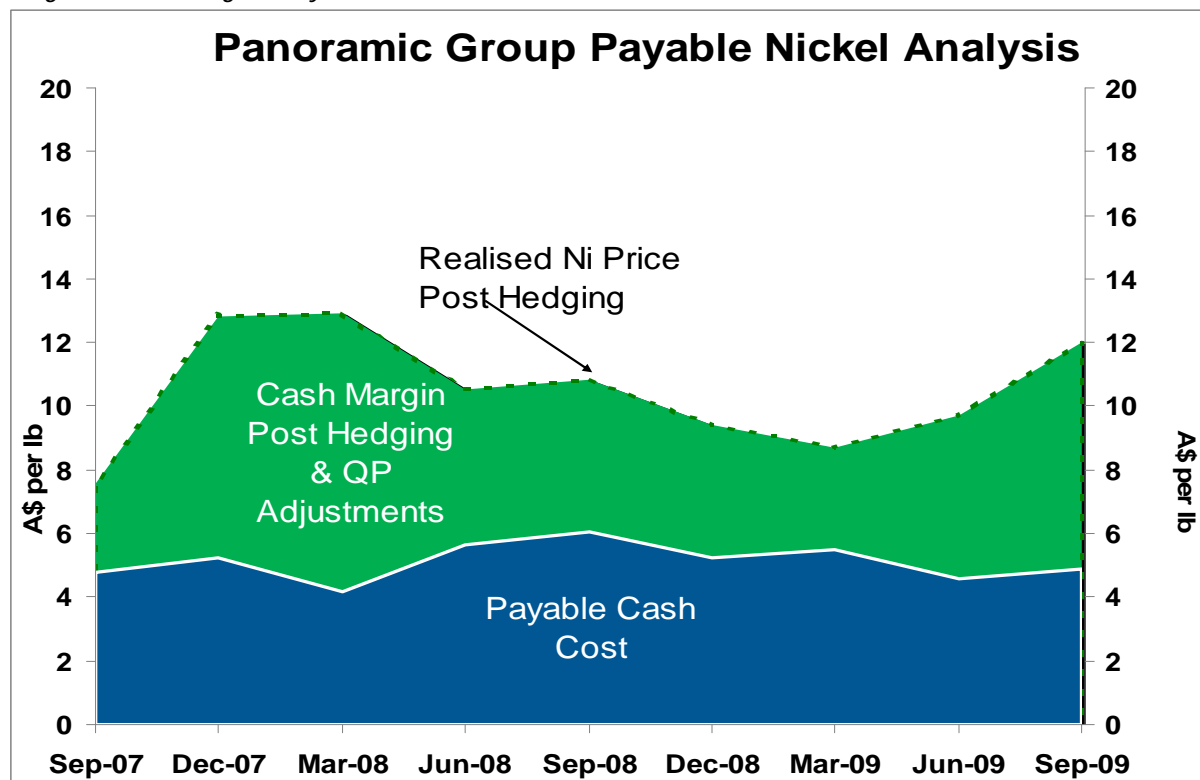


Table 1: Group Production & Unit Costs

	Units	Savannah 3mths ending 30 Sep 2009	Lanfranchi 3mths ending 30 Sep 2009	Total Group 3mths ending 30 Sep 2009	Total Group Previous Qtr June 2009
Ore Mined	dmt	171,876	88,805	260,681	273,810
Ore Treated	dmt	170,997	95,092	266,089	257,723
Average Nickel Grade	%	1.33	2.87	1.74	1.94
Nickel in Concentrate/Ore	tonnes	1,980	2,545	4,525	4,987
Copper in Concentrate/Ore	tonnes	1,019	179	1,198	1,461
Cobalt in Concentrate/Ore	tonnes	112	-	112	115
Costs Per Pound Payable Nickel					
Mining	A\$ per lb	2.46	3.78	3.14	2.88
Milling	A\$ per lb	1.30	0.93	1.11	1.16
Administration	A\$ per lb	1.34	0.21	0.75	0.71
Haulage	A\$ per lb	0.28	0.18	0.23	0.23
Port Charges/Shipping	A\$ per lb	0.31	-	0.15	0.12
Royalties	A\$ per lb	0.60	0.38	0.48	0.41
Net By-product Credits	A\$ per lb	(1.95)	(0.15)	(1.00)	(0.93)
Payable Operating Cash Costs^(a)	A\$ per lb	4.34	5.33	4.86	4.58
Payable Operating Cash Costs^(b)	US\$ per lb	3.61	4.44	4.05	3.60

(a) Capital development unit cost for the September 2009 quarter on a 100% project basis was A\$0.84/lb. This cost is not included in Table 1. Capital development costs represent capitalised mining cash costs for deposits in production. These costs do not include pre-production costs for deposits being developed for future mining.

(b) Average September 2009 quarter RBA US\$/A\$ settlement rate of US\$0.8327 (June 2009 quarter exchange rate was US\$0.7855).

Safety

The emphasis on pro-active safety behavior across all work groups at both sites continued during the quarter. There were site visits and workshops on key elements of the Company's strategic plan to improve safety performance including leadership, supervisor development and training on risk management. There were two LTI's recorded during the quarter. One was an aggravation of a pre-existing injury and the other was the result of someone slipping while underground. There were 10 medically treated injuries. It is pleasing to report that the 12 month rolling LTIFR has further reduced from 6.2 at the end of June to 4.8 at the end of September.

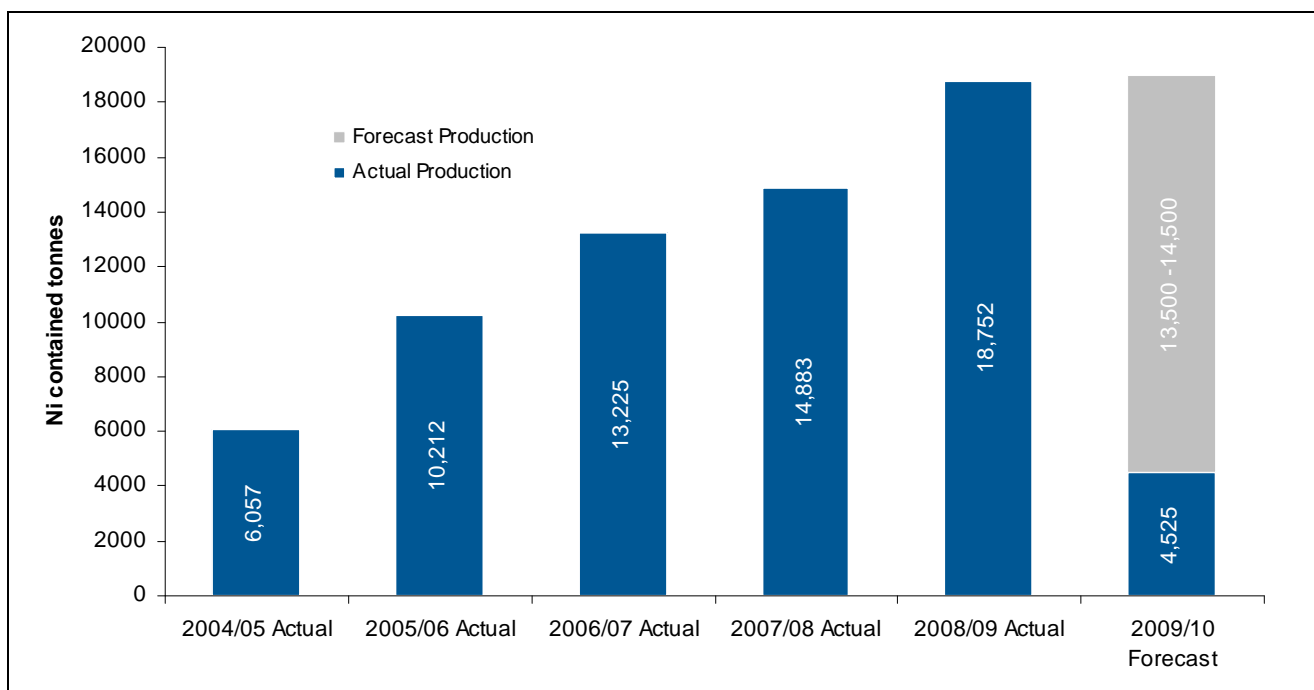
Production & Costs

Group production for the September quarter was on budget at 4,525t Ni contained and ensures the Group's full year production forecast of 18-19,000t Ni contained remains on track. Each site is controlling costs well and this is reflected in the individual payable cash costs for the quarter and the average Group cash cost.

2009/10 Production Outlook

The production forecast for Panoramic's combined operations (Lanfranchi & Savannah) for 2009/10 remains unchanged in the range of 18,000 to 19,000t Ni contained plus copper and cobalt credits, a similar level to 2008/09 (on a 100% project basis).

Figure 2: Group Production Actual & Forecast for 2009/10



Notes

1. Savannah production is based on nickel in concentrate
2. Lanfranchi production is based on nickel in ore

Overall

The Company is in great shape with:

- continued improvements in our safety performance;
- strong production statistics from both mines;
- a very strong Financial Balance Sheet, with over \$100 million in liquid assets and no bank debt;
- a well structured hedge book with significant exposure to stronger nickel prices and/or a weaker A\$, should these eventuate;
- a growing resource and reserve base; and
- good exploration upside at both operations and a growing, quality exploration portfolio.

SAVANNAH PROJECT

The Savannah Project produced 1,980t Ni, 1,019t Cu and 112t Co contained which is on budget for full year 2009/10 forecast production of 7,500 to 8,000t Ni contained. Development continued on extending the Savannah decline and at the end of the quarter the decline had reached the 1840 level, which is 517 metres below surface. Campaign milling continues to prove effective, contributing to greater operational efficiencies and reduced costs.

Feasibility and mine planning work progressed on the Reserve Statement for the "Lower Zone" below the 500 fault, and is anticipated to be reported during the December quarter.

Table 2 – Savannah Project Operating Statistics

Area	Details	Units	3 mths ending 30 Sep 2009	3 mths ending 30 Jun 2009	2008/09 Full Year
Mining	Ore mined	dmt	171,876	168,875	684,237
	Ni grade	%	1.32	1.50	1.35
	Cu grade	%	0.62	0.80	0.65
	Co grade	%	0.07	0.07	0.07
Milling	Ore milled	dmt	170,997	163,548	679,178
	Ni grade	%	1.33	1.50	1.35
	Cu grade	%	0.62	0.80	0.65
	Co grade	%	0.07	0.07	0.07
	Ni Recovery	%	86.9	90.2	87.8
	Cu Recovery	%	96.4	94.8	96.5
	Co Recovery	%	91.1	93.8	90.4
Concentrate Production	Concentrate	dmt	26,077	29,030	106,341
	Ni grade	%	7.59	7.62	7.58
	Ni metal contained	dmt	1,980	2,213	8,062
	Cu grade	%	3.91	4.27	3.99
	Cu metal contained	dmt	1,019	1,241	4,246
	Co grade	%	0.43	0.40	0.40
	Co metal contained	dmt	112	115	424
Concentrate Shipments	Concentrate	dmt	25,596	26,457	103,228
	Ni grade	%	7.76	8.13	7.65
	Ni metal contained	dmt	1,986	2,151	7,896
	Cu grade	%	4.08	4.13	3.93
	Cu metal contained	dmt	1,044	1,092	4,057
	Co grade	%	0.40	0.40	0.40
	Co metal contained	dmt	103	106	411

LANFRANCHI PROJECT

September quarter production from Lanfranchi was 88,805 tonnes of ore at 2.87% Ni for 2,545t Ni contained with the average Ni grade up 9%. While production was lower than the June quarter mainly due to the budgeted completion of mining at Winner, deliveries to the concentrator were similar to last quarter. Deacon is continuing to ramp up to full production, targeting approximately 30,000t ore per month.

Table 3 – Lanfranchi Project Operating Statistics

Area	Details	Units	3mths ending 30 Sep 2009	3mths ending 30 Jun 2009	2008/09 Full Year
Mining	Ore mined	dmt	88,805	104,935	405,770
	Ni grade	%	2.87	2.64	2.63
	Ni metal contained	dmt	2,545	2,774	10,690
	Cu grade	%	0.20	0.21	0.21
Ore Delivered	Ore delivered	dmt	95,092	94,175	391,033
	Ni grade	%	2.50	2.61	2.63
	Ni metal contained	dmt	2,380	2,459	10,274
	Cu grade	%	0.20	0.21	0.21

Copernicus Open Pit

The open pit mine remains on care and maintenance pending an improvement in the A\$ nickel price. The open pit and associated infrastructure are fully developed, and have been left in a state that will enable mining to recommence at short notice. During October, 12,000t of Copernicus open pit ore was successfully treated through the Savannah mill, producing 1,700t of concentrate at 6.25% Ni and 4.20% Cu. Arrangements have been made to sell the Copernicus concentrate to the Jinchuan Group of China on similar terms to the Savannah nickel concentrate with appropriate adjustments for the lower nickel grade.

EXPLORATION

Group Exploration – 2009/10 Budget & Outlook

Panoramic remains focused on continuing to grow the resources and reserves of the Company through continued exploration success. We are forecasting to spend a minimum of \$8 million on exploration in 2009/10 to be allocated as follows:

Project	\$ Million
• Savannah & Kimberley Regional	2.5
• Lanfranchi Nickel Mine	3.0
• Cowan Nickel Project	1.0
• Norrland Joint Venture (Sweden)	1.0
• Bluebush Joint Venture	0.5
Total	8.0

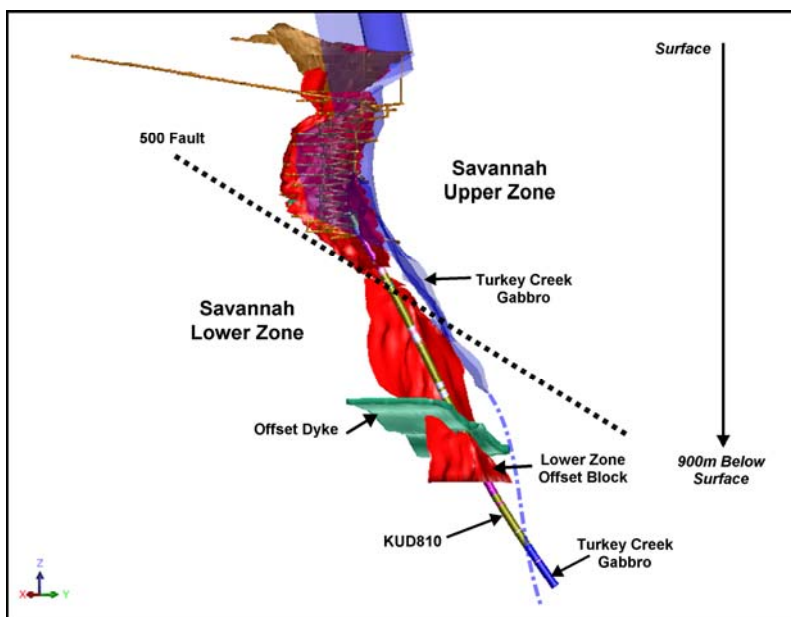
Savannah & Kimberley Regional

Resource drilling of the Lower Zone has confirmed the potential for an increase in mine life at Savannah beyond 10 years. With depth extension to Savannah becoming more probable, an increased focus on regional exploration has been planned for 2009/10 and beyond. On the 100% owned Savannah leases, exploration will include the following:

- Lower Zone Offset Block - further drill testing of the offset block below the Lower Zone Resource;
- Savannah Intrusion - drilling to test previously untested targets along the Savannah intrusion contact; and
- Southern Anomalies - drill testing of regional geophysical anomalies south of the Savannah mine.

Lower Zone Offset Block

Figure 3: Lower Zone Offset Block

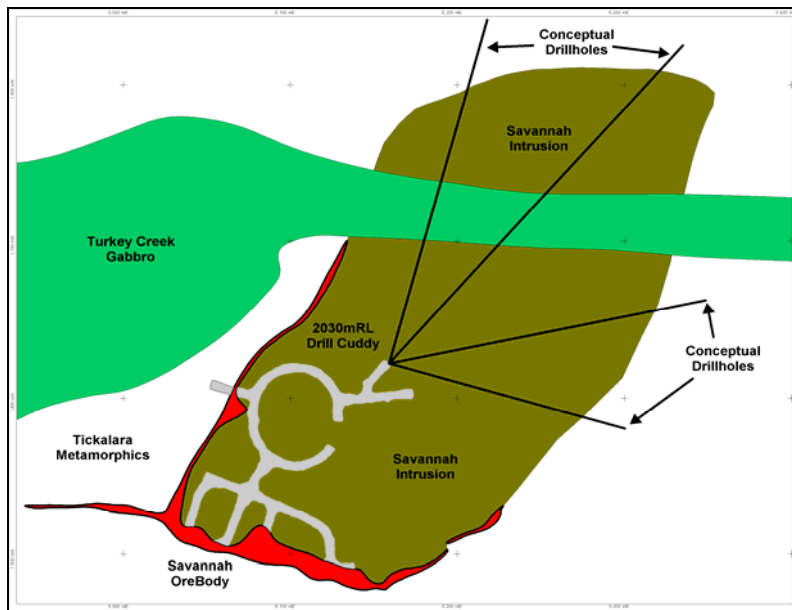


Following completion of the Lower Zone Resource drilling program at Savannah, hole KUD810 was drilled to test for extensions of the Savannah Intrusion and Lower Zone Resource below the off-set dyke (Figure 3). Below the dyke, KUD810 skimmed in and out of the Savannah Intrusion between 593m and 910m down hole, intersecting several zones of “Savannah-style” mineralisation. At 910m, KUD810 entered the Turkey Creek Gabbro. Following on from the success of hole KUD810, and to build our geological understanding of the resources at depth, the 2009/10 exploration program includes drilling of three or four additional holes into the Offset Block.

Savannah Intrusion

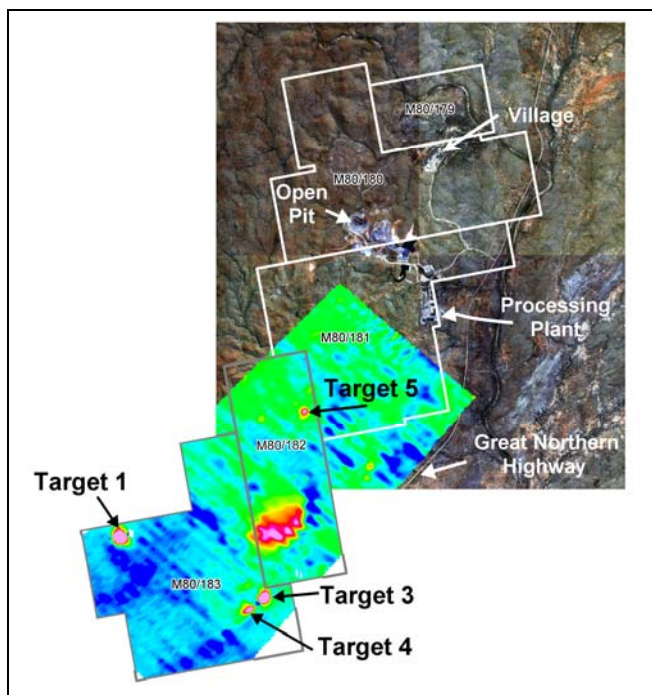
Several holes are planned from the 2030m RL Drill Cuddy (Figure 4) to explore previously untested contacts of the Savannah Intrusion Upper Zone. These holes will focus on the northern and eastern contacts where the intrusion has been cut by the Turkey Creek Gabbro at approximately 300 to 350 metres below surface.

Figure 4: Schematic Plan of the Savannah Intrusion Upper Zone



Southern Anomalies

Figure 5: VTEM targets on the savannah Mining Leases



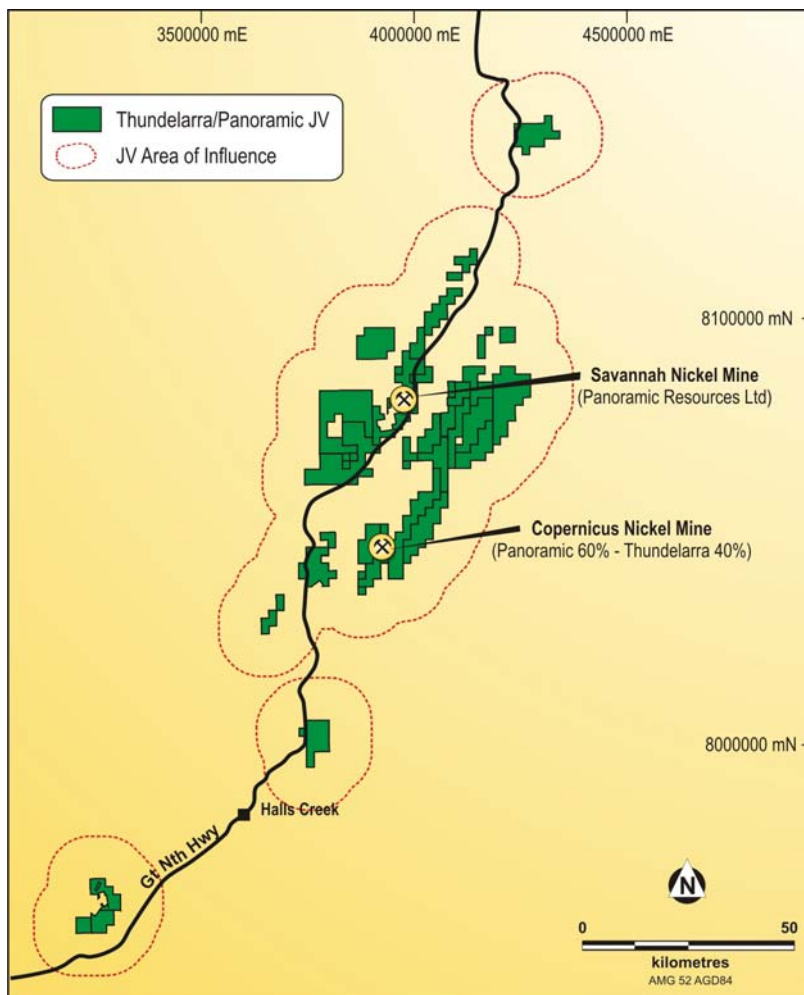
In 2002, a Hoist-EM survey was flown across the Savannah mining leases generating several weak anomalies approximately 5km south of the Savannah Mine. This area was subsequently re-flown in 2008 utilising VTEM technology, generating four distinct anomalies. During the quarter, an initial program of eleven RC drill holes was completed to test these anomalies and returned several intersections of low-tenor disseminated and matrix style nickel sulphide mineralisation. Assay results from this drilling are pending.

East Kimberley JV (Panoramic earning 61%)

In June 2009, Panoramic entered into the East Kimberley JV with Thundelarra Exploration Limited. This joint venture greatly expands Panoramic's land holding tenure in the East Kimberley. The strategic position of our 1Mtpa capacity Savannah mill and associated infrastructure would allow for the rapid exploitation of any new discoveries.

Exploration on the East Kimberley JV tenements will initially focus on identifying potentially nickel sulphide bearing ultramafic ore deposits through the use of various geophysical techniques, including gravity, EM and magnetics, coupled with the synthesis of all existing geological data. The collection of ground based gravity data for use as a baseline for airborne gravity surveys commenced during the quarter.

Figure 6: East Kimberley JV with Thundelarra



Lanfranchi Project

An exploration budget of \$3 million (minimum) has been allocated to the Lanfranchi Project for 2009/10, which includes a combination of surface and underground drilling on a number of target areas as follows:

- Northern Tramways Dome – the further testing of the northern overturned limb of the Helmut and Schmitz nickel sulphide bearing channels; and
- Channel Extensions – testing of extensions to existing orebodies and their host channel structures.

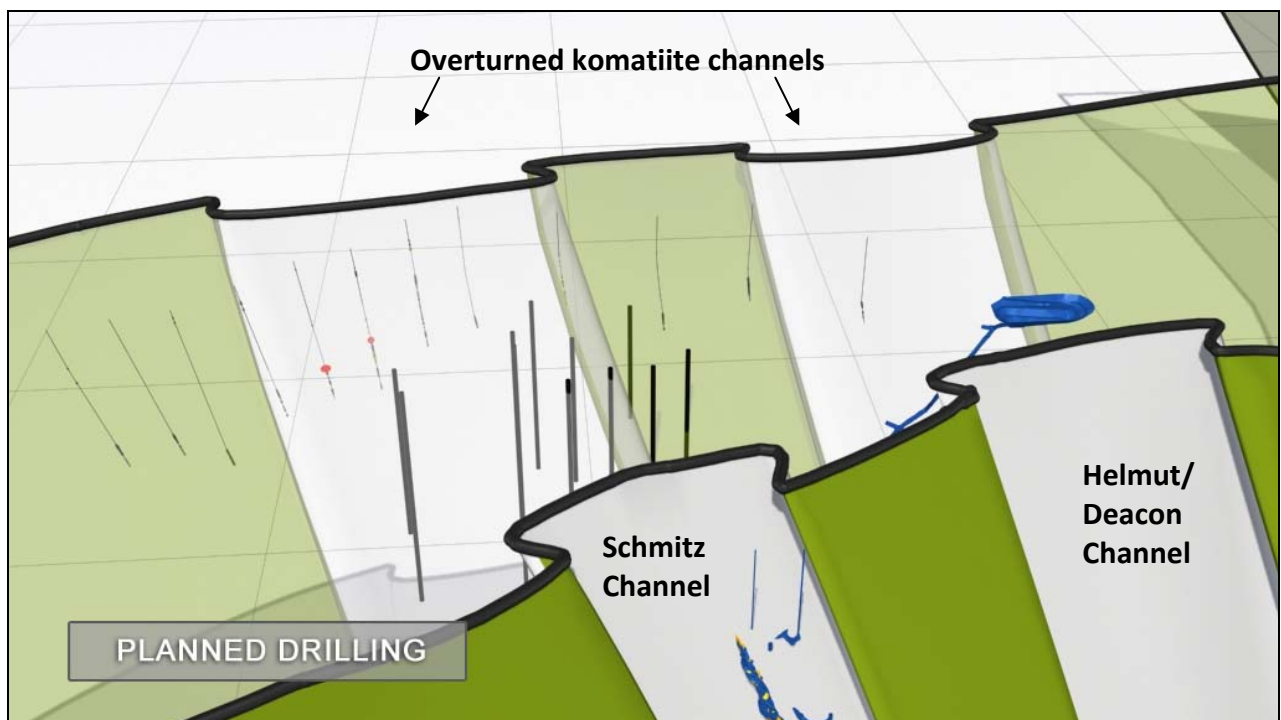
Northern Tramways Dome

Exploration of the two overturned komatiite channels identified on the northern side of the Tramways Dome will be accelerated this year. The two high MgO channels identified so far on the northern side of the Tramways Dome are believed to be the continuation of the Schmitz and Helmut/Deacon channels. From the 14 holes drilled previously into the two overturned channels, seven returned narrow, moderate to high grade nickel sulphides, as follows:

- TD8030 1m at 3.41% Ni
- TD8031 1m at 1.4% Ni
- TD8036 0.88m at 7.76% Ni
- TD8039 0.15m at 3.04% Ni
- TD8040 0.14m at 5.80% Ni
- TD8042 1.22m at 6.98% Ni
- TD8043 0.3m at 9.27% Ni

An additional 10-20 holes will be drilled into the two overturned northern channels over the next 6-9 months, combined with downhole EM to locate any potential sulphide ore bodies.

Figure 7: Overturned Komatiite Channels at Lanfranchi



Channel Extensions

Underground drilling to define extensions to the known nickel sulphide ore bodies and their host channels at Lanfranchi will continue during 2009/10. Drilling will focus on the up-plunge extension of Deacon, which to date has not been adequately tested for extensions.

Cowan Nickel Project (Panoramic holds 100% nickel rights)

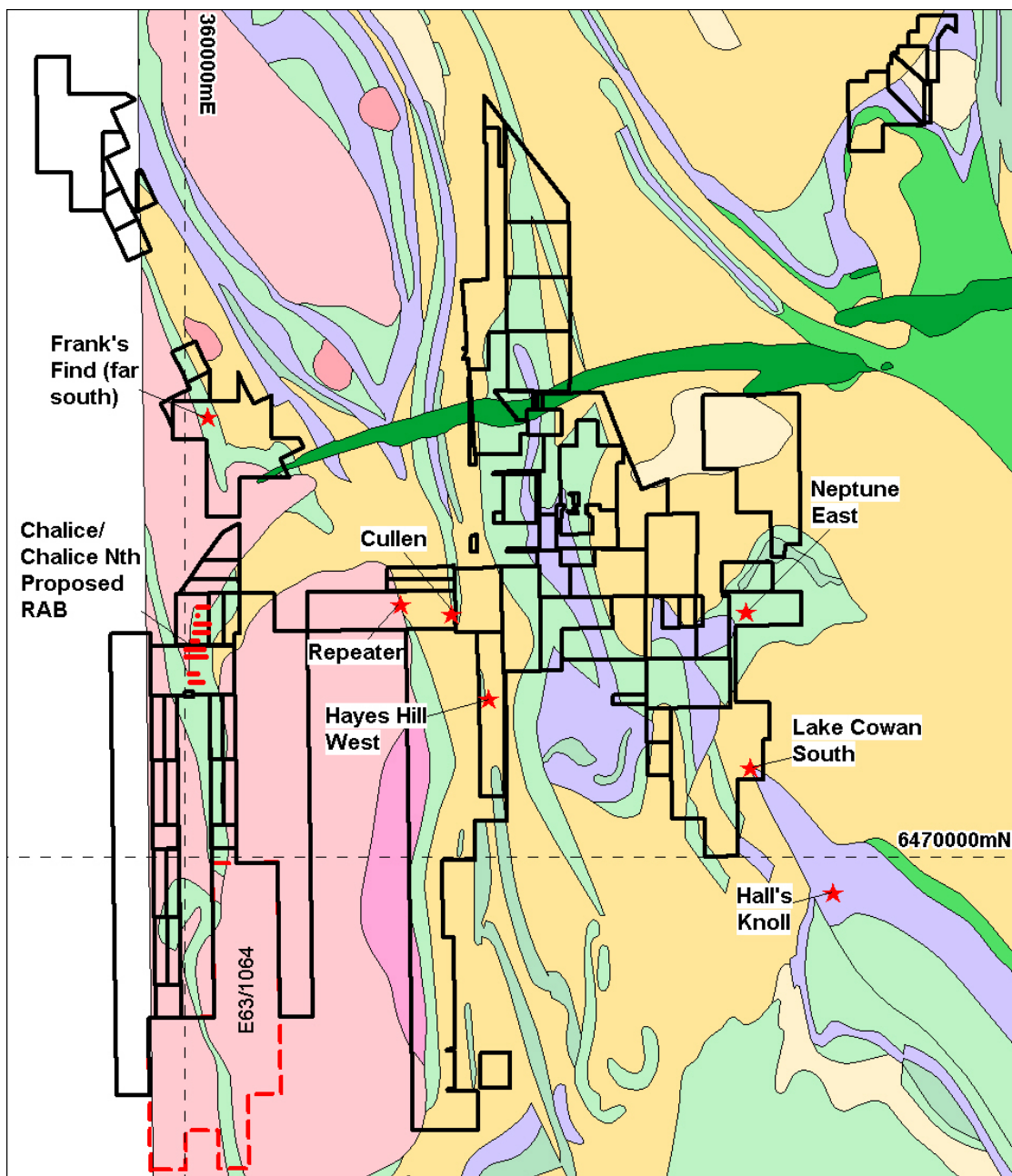
An exploration budget of \$1 million has been allocated to the Cowan Nickel Project for 2009/10. The project comprises two areas:

- Cowan Nickel (100% nickel rights) - approximately 450km² of tenements adjacent to Mincor's nickel mines at Miitel, Mariners, Wannaway and Redross;
- Logan's Find (100% nickel rights) - one tenement (approximately 56km²) located 30km west of Kambalda and 15km northwest of the historic Spargoville nickel mine, in the same stratigraphic succession that hosts the Widgiemooltha nickel deposits.

The allocated budget envisages the continuation of the MLEM (moving-loop EM) coverage of prospective ultramafic units followed by geochemical sampling and geological mapping. Following the generation of targets, RC and RAB drilling will be undertaken to test any anomalies identified. Considerable field work was completed during the quarter, including 85 RAB holes at Chalice/Chalice North. The RAB drilling revealed the presence of extensive units of low-MgO komatiite, interlayered with thin cumulate units and some thick units of high-MgO cumulates. No nickel sulphides were observed in drill chips and the assay results show no obvious Ni-Cu anomalies.

The focus for the December quarter will be to continue MLEM coverage of prospective ultramafic units, and to drill test the series of MLEM targets that have been identified over the last 12 months. Currently, 14 RC holes have been planned to test EM conductors at Frank's Find, Chalice Nth, Chalice Sth, Binaronca and Higginsville, and two holes to test a strong co-incident Ni-Cu soil anomaly at Chalice SW.

Figure 8: Cowan Nickel Project – Location Map



Norrand Nickel JV, Sweden (Panoramic earning up to 70%)

The Norrand JV is exploring for nickel sulphide mineralisation in the Vasterbotten district of Sweden. Norrand has over 1,000km² of exploration licences within the Vasterbotten District, surrounding areas of known nickel sulphide mineralisation with advanced nickel sulphide projects. Vasterbotten is geologically similar to the East Kimberley Halls Creek Orogen, which contains the Savannah mine. It is also similar to the Thompson Nickel Belt in Canada which contains >2 million tonnes of nickel.

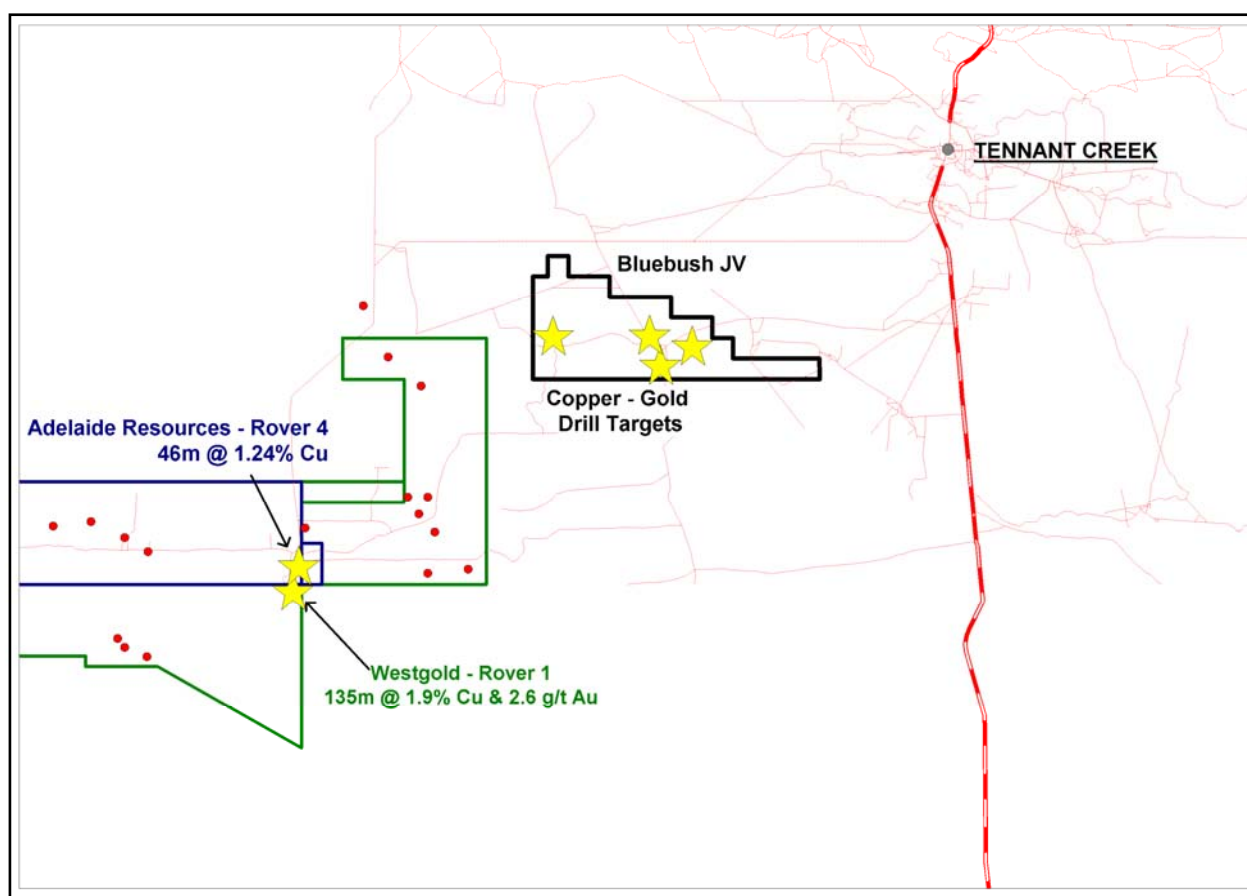
Follow-up work on the 14 targets of interest commenced during the quarter using geophysical contractor, GeoVista AB. The outcome from the work program will be the selection of targets which warrant drill testing during the northern winter.

Bluebush Copper-Gold JV (Panoramic earning up to 80%)

In June 2009, Panoramic entered into a Farm-in Agreement with Territory Uranium Limited to earn up to 80% in the Bluebush copper-gold project in the Tennant Creek region of the Northern Territory. The Bluebush project is located between the Tennant Creek and Rover mineral fields where recent exploration success has provided renewed interest in an area which has historically produced over five million ounces of gold and 500,000 tonnes of copper.

The focus of the Bluebush exploration program will be to drill test a series of geophysical and geologically defined targets, possibly analogous to Iron Oxide Copper Gold (IOCG) style systems. The major target, located on the western side of the JV tenement is a significant combined gravity and magnetic anomaly, which will be tested during the December quarter by a single 900m deep diamond drill hole. A 600m deep hole will also be drilled to test one of three Tennant Creek style targets located towards the centre of the tenement. The remaining two Tennant Creek style targets will be drilled in early 2010.

Figure 9: Bluebush Project Location & Targets



Business Development

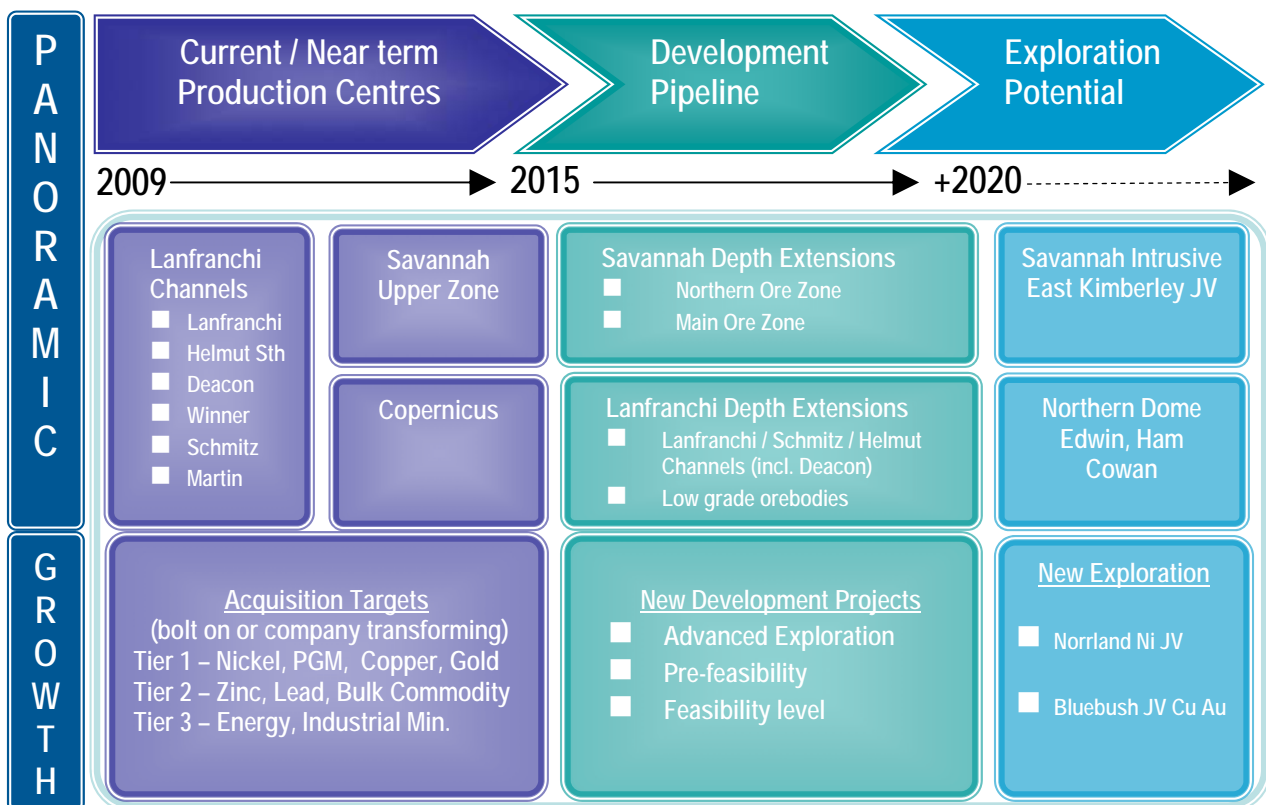
The Company is continuing to assess opportunities to grow the Company through exploration and the acquisition of projects and/or companies that would be complementary to our existing business. We are seeking projects across a broad range of commodities as follows:

Tier 1: Nickel, Copper, Gold and PGMs (platinum group metals)

Tier 2: Zinc, Lead and Bulk Commodities

Tier 3: Energy and selected Industrial Minerals

Figure 10: Activities and Opportunities



Liquid Assets & Debt

Cash on hand at the end of the quarter was \$82 million plus receivables of \$27 million, for a total of **\$109 million in short term liquid assets**. Cash on hand and receivables increased from the previous quarter (\$93 million) mainly due to improved commodity prices.

On 25 September 2009, the Company paid a 2 cent per share, fully franked, final dividend for FY2009, totalling \$4 million.

The Panoramic Group debt totals \$4.8 million for finance leases on mobile equipment and sundry items.

Offtake Agreements

Lanfranchi Project

During the quarter, BHP Billiton Nickel West exercised its option to extend the 2004 Tramways Ore Tolling and Concentrate Purchase Agreement on the same terms and conditions for a further nine years from 27 February 2010.

Savannah Project

The current offtake arrangement to sell 100% of Savannah concentrate to Jinchuan expires in March 2010. Negotiations are well advanced, and it is anticipated that the final terms and conditions of a new long term offtake agreement will be released during the December quarter.

Hedging

As at 30 September 2009, the Panoramic Group hedge book was **\$29.8 million in the money** compared to \$43.6 million in the money at the end of the previous quarter, as summarised in Table 4:

Table 4: Group Hedge Book – A\$ Mark-to-Market Valuation as at 30 September 2009

Commodity	Mark-to-Market 30 Sep 2009	Mark-to-Market 30 Jun 2009
Nickel Forwards	\$15.2 million	\$33.6 million
Bought Nickel Put Options	\$0.4 million	-
Bought Diesel Call Options	\$0.4 million	-
Sold Diesel Put Options	(\$0.3 million)	-
Bought US\$ Currency Put Options	\$14.5 million	\$11.4 million
Sold US\$ Currency Call Options	(\$0.4 million)	(\$1.4 million)
Total Mark-to-Market	\$29.8 million	\$43.6 million

Since the June 2009 quarter, the Company put on the following additional hedging:

Nickel

- Purchased 320t of Ni Put Options at US\$18,000/t for delivery September to December 2009. The Company will be able to exercise the remaining 240t of these puts if the average monthly US\$ nickel price on a spot basis trades below US\$18,000/t on each delivery month.

Diesel

- To generate electricity, the Savannah Project power station uses approximately 1 million litres of diesel per month. To protect against a rising US\$ diesel price, the Company purchased 9 million litres of US\$ diesel calls (basis Singapore Gasoil 0.5s FOB pricing) at an exercise price of US\$0.60/litre for delivery from July 2009 to September 2011. The cost of the diesel calls was funded by granting 9 million litres of US\$ diesel puts at an exercise price of US\$0.43/litre. The volume hedged represents between 15 and 40% of monthly diesel consumption, as detailed in Table 5.

US\$/A\$ FX Rate

- Purchased US\$30 million of puts at an exercise US\$/A\$ FX rate of US\$0.92. The cost of the puts was partially funded by granting US\$30 million of calls at an exercise US\$/A\$ FX rate of US\$0.73. These US\$ puts can be exercised by the Company between January 2010 and June 2010 (US\$5 million per month) if the A\$ trades above US\$0.92.

The Company's metal, diesel and currency hedge book as at 30 September 2009 is summarised in Table 5:

Table 5: Group Hedge Book as at 30 September 2009

Commodity	Quantity 30 Sep 2009	Average Price/Rate 30 Sep 2009	Quantity 30 Jun 2009	Average Price/Rate 30 Jun 2009
<u>Nickel</u> Nickel Forwards (delivery Oct 2009-Jun 2010)	1,800t	US\$26,657/t US\$12.09/lb	2,400t	US\$26,780/t US\$12.15/lb
Nickel Forwards (delivery Jul 2010-Jun 2011)	2,496	US\$16,816/t US\$7.63/lb	600t	US\$15,268/t US\$6.93/lb
Bought Nickel Put Options (delivery Oct 2009-Dec 2010)	240t	US\$18,000/t US\$8.16/lb	-	-
<u>Diesel</u> Bought Diesel Call Options (delivery Oct 2009-Dec 2009)	250,000litres/mth	US\$0.60/litre	-	-
Bought Diesel Call Options (delivery Jan 2010-Jul 2011)	375,000litres/mth	US\$0.60/litre	-	-
Bought Diesel Call Options (delivery Aug 2011-Sep 2011)	125,000litres/mth	US\$0.60/litre		
Sold Diesel Put Options (delivery Oct 2009-Dec 2009)	250,000litres/mth	US\$0.432/litre	-	-
Sold Diesel Put Options (delivery Jan 2010-Jul 2011)	375,000litres/mth	US\$0.432/litre	-	-
Sold Diesel Put Options (delivery Aug 2011-Sep 2011)	125,000litres/mth	US\$0.427/litre	-	-
<u>US\$/A\$ FX</u> Bought US\$ Put Options (delivery Oct 2009 to Jun 2010)	US\$48.0 million	US\$0.7251	US\$64.3 million	US\$0.7251
Bought US\$ Put Options (delivery Oct 2009 to Jun 2010)	US\$45.7 million	US\$0.8300	US\$61.0 million	US\$0.8300
Bought US\$ Put Options (delivery Jan 2010 to Jun 2010)	US\$30.0 million	US\$0.9200	-	-
Sold US\$ Call Options (delivery Oct 2009 to Jun 2010)	US\$48.8 million	US\$0.5630	US\$64.3 million	US\$0.5630
Sold US\$ Call Options (delivery Oct 2009 to Jun 2010)	US\$45.7 million	US\$0.7087	US\$61.0 million	US\$0.7087
Sold US\$ Call Options (delivery Jan 2010 to Jun 2010)	US\$30.0 million	US\$0.7295	-	-

Excluding the bought nickel put options (which can be exercised by the Company if the US\$ nickel price was to fall below US\$18,000/t), and based on current forecast production on a payable nickel basis, the Company is approximately 22% hedged for the remainder of 2009/10 and 2010/11.

Since the end of the quarter, the Company has purchased an additional 1,800 tonnes of nickel put options at US\$16,000/t (and sold 500t of nickel call options at US\$24,000/t to partially fund the put options) for delivery November 2009 to February 2010. These nickel puts can be exercised by the Company if the US\$ nickel price was to fall below US\$16,000/t on each delivery month.

About the Company

Panoramic Resources Limited (ABN:47 095 792 288) is an established Western Australian based nickel sulphide producer with two 100% owned underground mines, the Savannah Project in the Kimberley, and the Lanfranchi Project, 42kms south of Kambalda. In FY2009 our operations produced a record 18,752t Ni contained. The Company is forecasting to produce between 18,000 to 19,000 tonnes Ni contained in FY2010. Panoramic has significant exploration portfolios in the Kimberley and at Lanfranchi and is expanding exploration activities in order to grow the resource base and to increase the operations' mine life. Panoramic is continuing to assess opportunities to grow the Company through exploration, the acquisition of projects and/or companies that would be complementary to its existing business, and which can benefit from the Company's commodity expertise, management, financial and technical capabilities and risk profile.

The information in this release that relates to Exploration Results and Mineral Resources is based on information compiled by Mr John Hicks who is a Member of The Australasian Institute of Mining and Metallurgy (MAusIMM). Mr Hicks is full time employee of Panoramic Resources Limited and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Hicks consents to the inclusion in the release of the matters based on his information in the form and context in which it appears.