



8 December 2011

ASX: PAN

## Good progress on exploration and optimisation studies at Gidgee Gold Project – targeting production within 2 years

### Highlights

- Progressing preliminary resource scoping study work, planning & timetables for re-start
- Multiple areas are defined for infill and resource verification drilling
- First 6,000m of RC drilling completed as follow-up beneath both Swan Bitter and the Swift historic pits
- Drilling designed to verify historical resources and follow-up numerous high grade gold intercepts:
  - 20m @ 18.3g/t Au from 71m      Swift
  - 14m @ 7.8g/t Au from 96m      Swift
  - 14m @ 35.1g/t Au from 182m      Swan Bitter
  - 12m @ 40.8g/t Au from 152m      Swan Bitter
  - 15m @ 8.6g/t Au from 101m      Swift
- First results from RC drilling expected from late December 2011

### Preliminary Resource Scoping Work

Over the past few months the Company has been assessing the numerous historical resources and areas of historical mineralisation across the Gidgee Project. This work includes the following process;

- verifying the historical drilling data;
- first pass geological interpretation;
- building preliminary resource models;
- multiple open pit optimisations at various gold prices (A\$1,200 – A\$1,800/oz);
- designing infill and resource verification drilling programs.

The open pit optimisation work has identified numerous areas which require infill and verification drilling with the necessary data quality assurance/quality control (QA/QC) procedures performed prior to resources being classified as JORC compliant. These areas include

- Swan Bitter (*drilling completed*)
- Swift – Vigilant – Gannet (*drilling completed*)
- Howards (*drilling commenced*)
- Heron South, Kingston Town, Omega/Psi, Specimen Well (*planned for completion Q1 2012*)

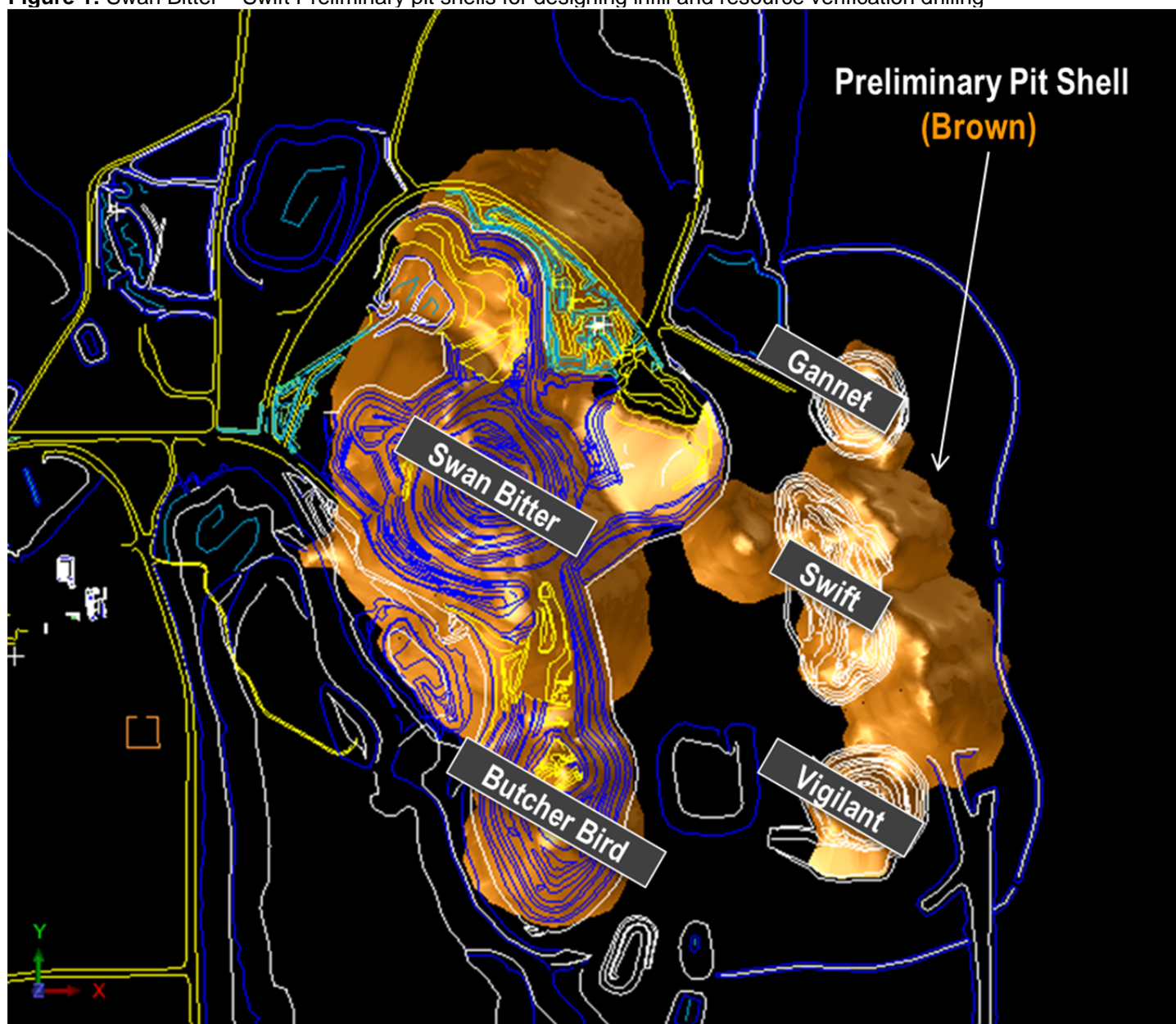
## Drilling

Drilling commenced in November 2011, with 37 reverse circulation (RC) holes for 6,458 metres completed to date. Assay results are expected to be received progressively from late December.

Initial drilling has been completed at both Swan Bitter (6 RC holes for 1,460m) and the Swift area (28 RC holes for 4,467m) to follow-up high grade mineralisation which is forming the basis of the preliminary open pit shells (Figure 1). The high grade gold intercepts identified for verification and infill drilling include the following:

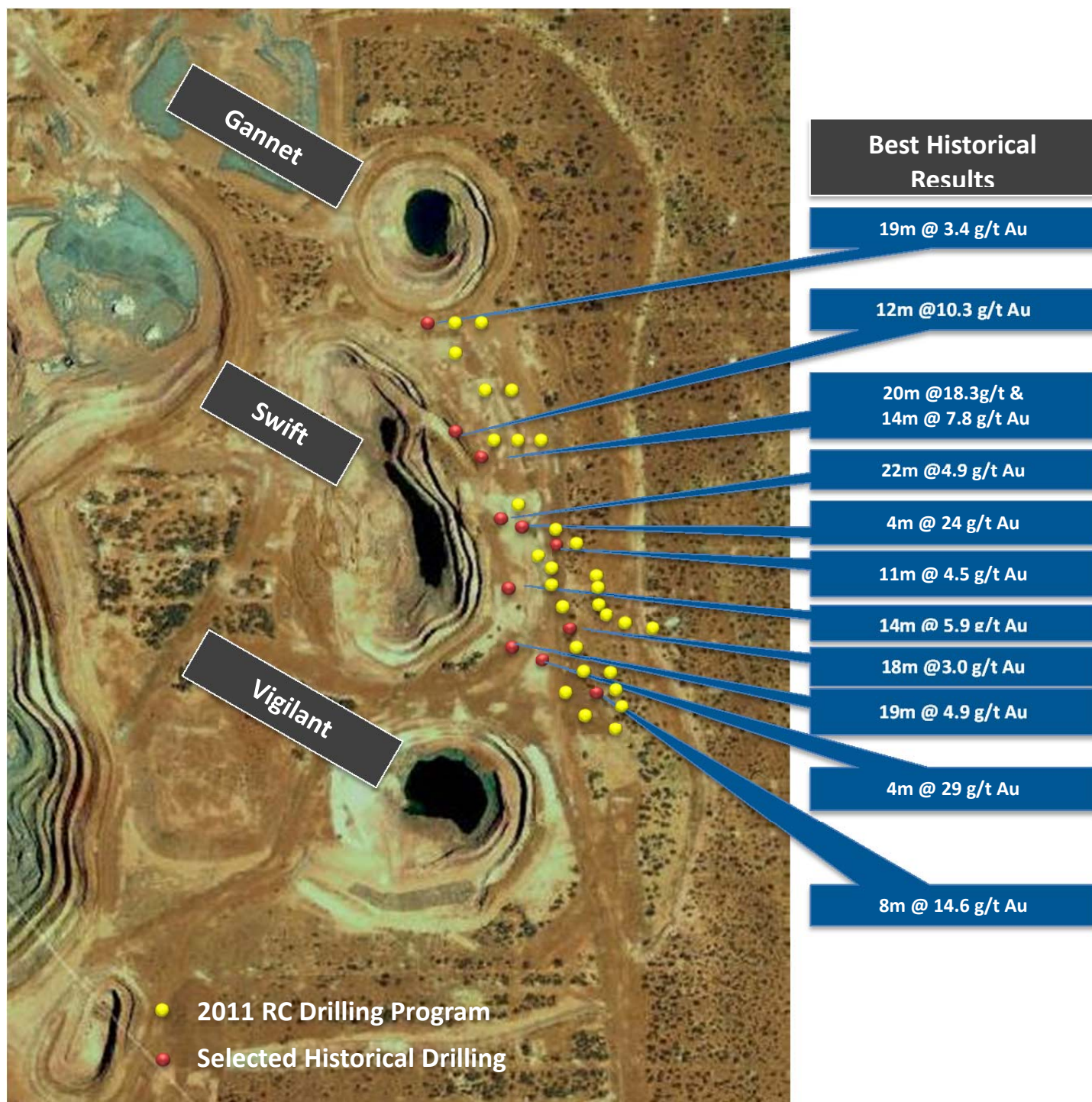
- |                              |             |
|------------------------------|-------------|
| • 20m @ 18.3g/t Au from 71m  | Swift       |
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**Figure 1:** Swan Bitter – Swift Preliminary pit shells for designing infill and resource verification drilling





**Figure 2:** Collar locations for Swift infill RC drilling program

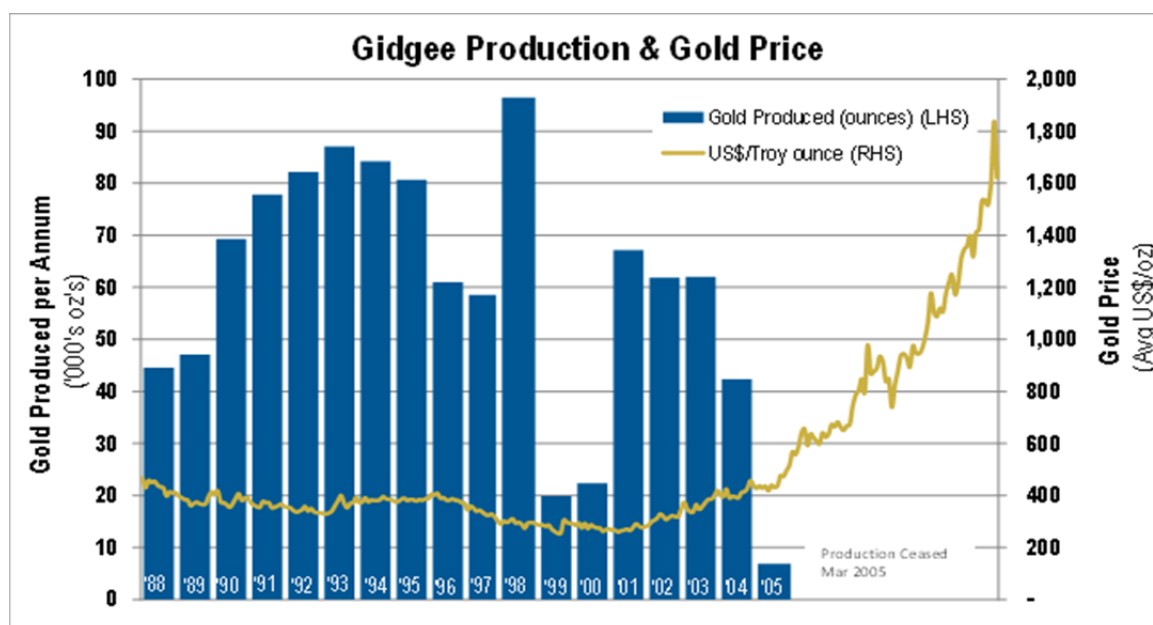


## About the Gidgee Project

The Gidgee Project is an advanced exploration opportunity with significant high grade gold potential. It is located 640 kilometres northeast of Perth and includes a 600,000tpa process facility (not in operation), a 150 person camp and a significant tenement package which contains 310,000oz of gold in resource and substantial exploration upside.

The project covers an area of approximately 1,200 square kilometres of the Gum Creek greenstone belt. The central core of the area is held as granted Mining Leases, which cover a 70 kilometre long structural corridor containing numerous occurrences of gold mineralisation.

The Gidgee Project was mined almost continuously from 1987 to 2005 when the project was placed on care and maintenance. Approximately twenty open pits were mined on near surface gold mineralisation, and underground mining was undertaken beneath the Swan Bitter and Kingfisher pits. The Gidgee Project hosts numerous historical projects with high-grade mineralisation that have not seen any significant exploration since 2005. In Panoramic's view, considerable potential remains to expand and further define the gold resources associated with the known deposits within the Gidgee project.



## About the Company

Panoramic Resources Limited (ASX Code **PAN**, ABN 47 095 792 288) is an established Western Australian mining company operating two 100% owned underground nickel sulphide mines, the Savannah Project in the Kimberley, and the Lanfranchi Project 42km south of Kambalda. On a Group basis, Panoramic is forecasting to produce between 17,500 to 18,500t nickel in FY2012. In February 2011, the Company acquired the Gidgee Gold Project, located 640kms north-east of Perth. Exploration and evaluation studies have commenced at Gidgee, with the aim of expanding the existing 310,000oz gold resource. The Panoramic Group has strong cash reserves, no bank debt and is continually looking to grow its existing business through internal exploration success, outside acquisitions and/or joint ventures.

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*The information in this release that relates to Exploration Results is based on information reviewed by John Hicks. Mr Hicks is a member of the Australasian Institute of Mining and Metallurgy (AusIMM) and is a full-time employee of Panoramic Resources Limited. Mr Hicks has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which each person 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 the information in the form and context in which it appears.*