



Vision, Commitment, Results

29 July 2008

ASX: PAN

NEWS RELEASE

SAVANNAH PROJECT – 44% RESOURCE INCREASE TO 70,300 TONNES NICKEL CONTAINED

Panoramic Resources is pleased to announce an updated Measured, Indicated and Inferred Mineral Resource of 4.74Mt at 1.48% Ni, 0.72% Cu and 0.08% Co for **70,300 tonnes of contained nickel** as at 30 June 2008 (Table 1).

Table 1: Savannah Mineral Resource (using 0.5% Ni cut-off) at 30 June 2008

Category	Tonnes	Ni %	Cu %	Co %	Ni (t)	Cu (t)	Co (t)
Measured	819,000	1.63	0.78	0.09	13,380	6,380	730
Indicated	3,234,000	1.50	0.76	0.08	48,450	24,520	2,490
Inferred	687,000	1.23	0.46	0.07	8,470	3,150	450
Total	4,740,000	1.48	0.72	0.08	70,300	34,050	3,670

Notes:

1. Aongus Burke of Panoramic Resources Limited undertook the bulk of the initial interpretation work.
2. All mineralised zone interpretations were reviewed and modified where necessary by Cube Consulting Pty Ltd ("Cube") in consultation with the Panoramic staff prior to resource estimation.
3. Cube believes that the current geological model is fundamentally sound and provides an appropriate basis for mine planning and project evaluation.

Significant Points:

1. This new resource incorporates all mineralisation above and below the 500 fault plus the mineralisation previously referred to as the Northern Ore Zone (NOZ).
2. The resource is a 44% increase in nickel compared to the 30 June 2007 resource of 48,940t Ni contained.
3. Historically, resources at the Savannah Project have only been reported for mineralisation above the 500 fault. For the first time, the reported resource now includes mineralisation above and below the 500 fault as follows:
 - Savannah Upper Zone Resource (above the 500 fault) - 49,500t nickel contained
 - Savannah Lower Zone Resource (below the 500 fault) - 20,700t nickel contained
4. The Savannah Upper Zone resource remains largely unchanged despite the production of 7,579t nickel contained in concentrate (after recovery) mined during the 2007/08 financial year.
5. The Company is confident that as extensional drilling continues the Savannah Lower Zone resource will continue to grow resulting in a significant extension to the mine life, subject to favorable economics.
6. The new resource has resulted in a significant increase in contained copper and cobalt which reports to the concentrate and contributes significant by-product credits.

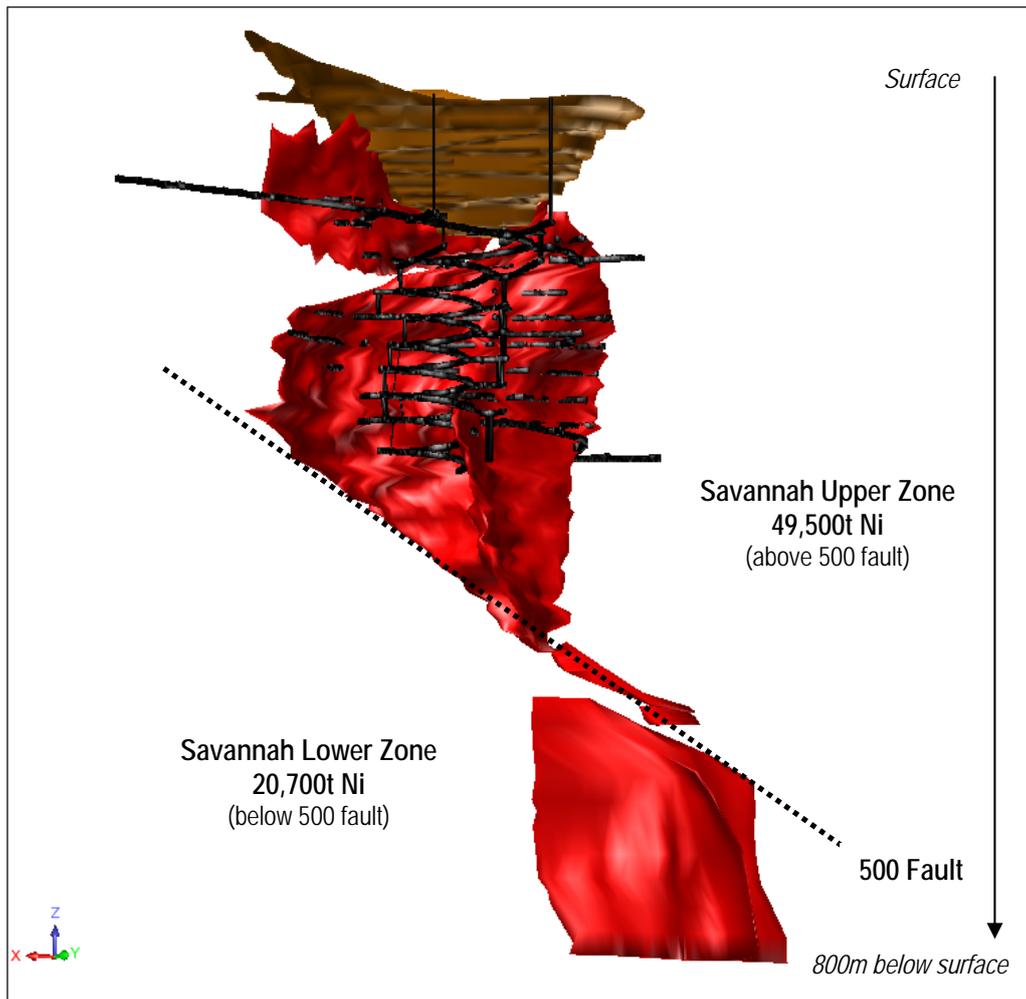


Figure 1: Three dimensional representation of the Savannah Mineral Resource

About the Company

Panoramic Resources Limited (ABN:47 095 792 288) is an established Western Australian based nickel sulphide producer with two underground mines, the Savannah Project (100% owned) in the Kimberley, and Lanfranchi Mine (75% owned and operator) 42km south of Kambalda. In 2007/08 our operations produced close to 15,000t Ni contained. The Company is on track to achieve its internal target of group production of 20,000t Ni per annum for at least the next 10 years. Panoramic has a significant exploration portfolio 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 acquisitions of projects and/or companies that would be complementary to existing business, and reflect the Company's commodity expertise and risk profile.

The information in this report that relates to Mineral Resources is based on information compiled by John Hicks. Mr Hicks 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 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 report of the matters based on his information in the form and context in which it appears.

Information in this report relating to Mineral Resources has been either completed by or reviewed by Mark Zammit of Cube Consulting Pty Ltd. Mr Zammit is a member of The Australasian Institute of Mining and Metallurgy (AusIMM) 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 Zammit consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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