



ABN 47 095 792 288

13 September 2010

Australian Securities Exchange
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

Attention: Ms Tonia Oliveira
Fax No: (08) 9221 2020

Dear Tonia

Notice of initial substantial shareholder - Magma Metals Limited

As required by section 671B(1) of the Corporations Act 2001 (Cth), we attach ASIC Form 603 advising that Panoramic Resources Limited has become a substantial shareholder of Magma Metals Limited. A copy of this notice has also been sent to Magma Metals Limited.

Yours faithfully,
PANORAMIC RESOURCES LIMITED

TREVOR ETON
Company Secretary

>Attachment: ASIC Form 603

Form 603Corporations Act 2001
Section 671B**Notice of initial substantial holder**

To Company Name/Scheme MAGMA METALS LIMITED
ACN 114 581 047

1. Details of substantial holder (1)

Name PANORAMIC RESOURCES LIMITED
ACN (if applicable) 095 792 288

The holder became a substantial holder on 10/09/2010

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
Ordinary Shares	17,679,042	17,679,042	9.04%

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
Panoramic Resources Limited	Beneficial owner of 17,679,042 Ordinary Shares	17,679,042 Ordinary Shares

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
Panoramic Resources Limited	The registered holder of the securities is N.A.B Nominees Pty Ltd acting as custodian or nominee on behalf of Panoramic Resources Limited	Panoramic Resources Limited	8,311,478 Ordinary Shares
Panoramic Resources Limited	The registered holders of the securities are N.A.B Nominees Pty Ltd acting as custodian or nominee on behalf of Panoramic Resources Limited or various vendors of such securities	Panoramic Resources Limited	9,367,564 Ordinary Shares

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-Cash	
Panoramic Resources Limited	14/05/2010	\$3,471,313	N/A	6,311,478
Panoramic Resources Limited	20/08/2010	\$958,000	N/A	2,000,000

Panoramic Resources Limited	10/09/2010	\$4,682,845	N/A	9,367,564
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6. Associates

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
Each of the Panoramic Associates named in the list annexed to this notice and marked Annexure A.	Body Corporates controlled by Panoramic Resources Limited

7. Addresses

The addresses of persons named in this form are as follows:

Name	Address
Panoramic Resources Limited	Level 9, 553 Hay Street, Perth WA 6000
Each of the Panoramic Associates	Level 9, 553 Hay Street, Perth WA 6000

Signature

print name Peter John Harold

Managing Director

sign here



date 13 / 09 / 2010

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 7 of the form.
- (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The total number of votes attached to all the voting shares in the company or voting interests in the scheme (if any) that the person or an associate has a relevant interest in.
- (6) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (7) Include details of:
 - (a) any relevant agreement or other circumstances by which the relevant interest was acquired. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (8) If the substantial holder is unable to determine the identity of the person (eg if the relevant interest arises because of an option) write "unknown".
- (9) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.

Annexure A
Panoramic Resources Limited ACN 095 792 288
Panoramic Associates

This is **Annexure A** of 1 page referred to in the Form 603 (Notice of initial substantial holder) signed by me and dated 13 September 2010.

Savannah Nickel Mines Pty Ltd
SMY Copernicus Pty Ltd
Cherish Metals Pty Ltd
Pindan Exploration Company Pty Ltd
Copernicus Nickel Mines Pty Ltd
Lanfranchi Nickel Mines Pty Ltd
Donegal Resources Pty Ltd
Donegal Lanfranchi Pty Ltd
Pindan (USA) Inc

The address for each of the above associates is c/- level 9, 553 Hay Street, Perth



Peter John Harold
Managing Director
Panoramic Resources Limited
Date: 13 September 2010