

vision
commitment
results



23 December 2010

ASX: PAN

High-Grade Nickel Intersections Continue at Helmut South

Summary

Panoramic Resources Limited (“**Panoramic**”) is pleased to announce further high-grade intersections at Helmut South, together with better than anticipated higher grade intercepts from the Cruickshank infill drilling.

Highlights from Helmut South & Cruickshank

The Helmut South Extension drilling continues to deliver excellent results. Most recent intersections include:

- **HS605 – 5.16m @ 5.75% Ni**
- **HS624 – 3.14m @ 2.03% Ni**
- **HS625 – 2.97m @ 6.83% Ni**
- **HS626 – 2.72m massive sulphides (assay pending)**
- **HS627 – 2.98m massive sulphides (assay pending)**

There has been better than anticipated results from the Cruickshank infill drilling, which include:

- **TD8161 – 16.5m @ 2.10% Ni**
- **TD8169 – 4.60m @ 2.03% Ni**
- **TD8170 – 3.15m @ 1.62% Ni**
- **TD8174 – 5.10m @ 2.01% Ni**
and **4.20m @ 1.51% Ni**

Lanfranchi Nickel Project

Helmut South Extension

Since the discovery of the new zone of high-grade nickel sulphide mineralisation, follow-up drilling has continued to define the extent of the channel (Figure 1). Drilling has intersected both massive and disseminated nickel sulphide mineralisation with the latest results highlighted in Table 1.

Table 1: Drill hole intersections – new results highlighted

Drill hole	Section (mN)	Interval (m)	Ni %
TD5938W3	513726	0.75	4.70
HS298	513680	2.10	3.64
HS617	513660	6.47	4.65
Including		3.16	7.66
HS621	513620	9.18	3.37
Including		2.13	7.43
HS622	513620	1.57	5.98
HS623	513620	3.26	2.45
HS593	513560	8.60	6.51
HS602	513550	10.3	1.22
HS604	513540	7.30	7.44
HS598	513520	5.15	6.07
HS605	513530	5.16	5.75
HS624	513600	3.14	2.03
HS625	513600	2.97	6.83
HS626	513600	Assays Pending	
HS627	513570	Assays Pending	

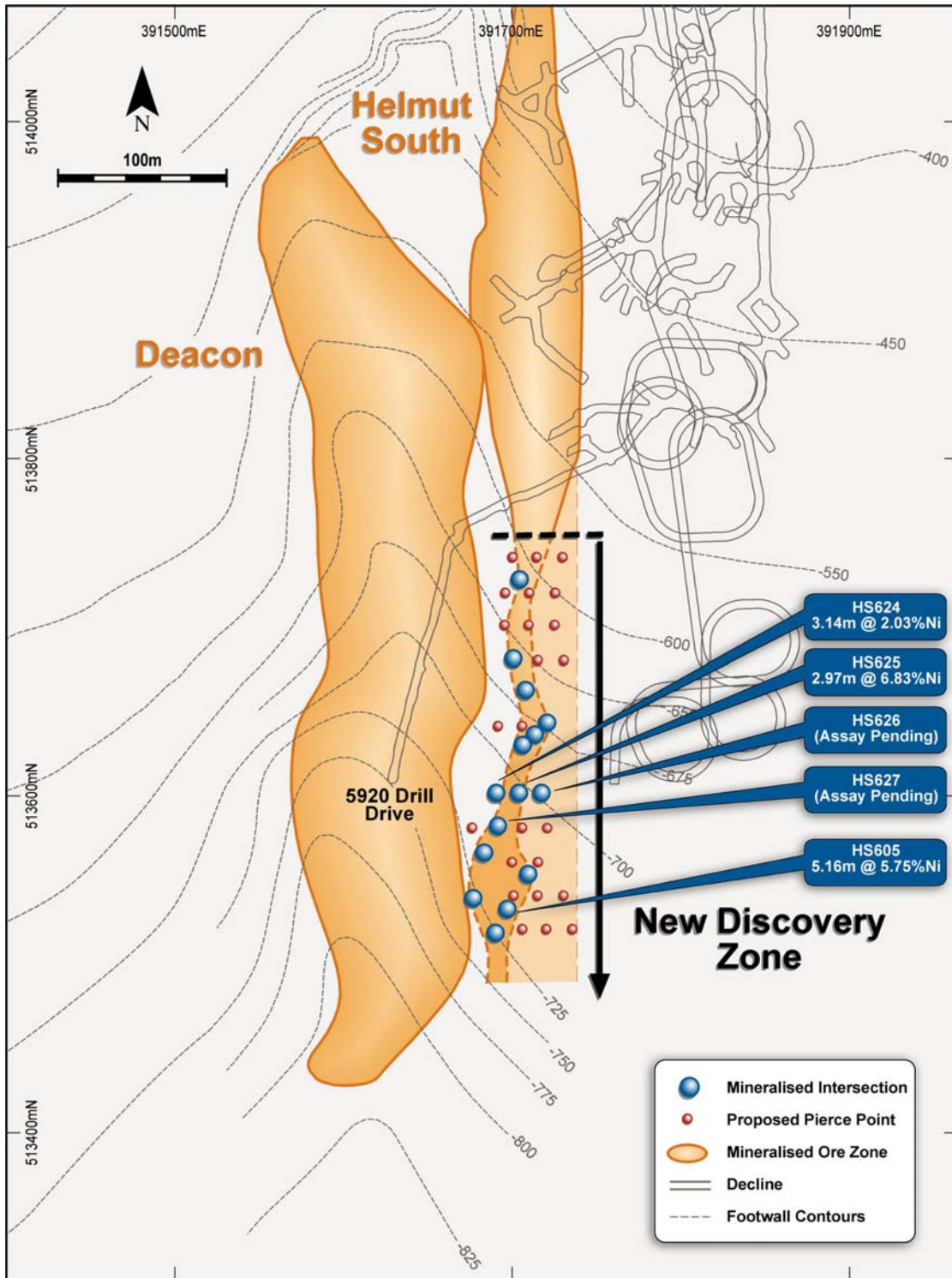


Figure 1: Helmut South Ext drilling with latest intercepts

Cruickshank – targeting a new mine development

A surface diamond drilling program has commenced to infill and upgrade the large Cruickshank deposit. The program consists of approximately 40 drill holes and drilling to date continues to demonstrate consistent mineralisation throughout the resource (Figure 2). Better intersections include **16.5m at 2.1% Ni**, **5.1m at 2.01% Ni** and **4.6m at 2.03% Ni**. A full set of results are listed in Attachment 1.

As previously advised, Metallurgical testwork on Cruickshank drill core achieved nickel recoveries of approximately 90% to a 9% nickel concentrate, based on the BHP Nickel West Kambalda Nickel Concentrator standard operational grind and reagent regime.

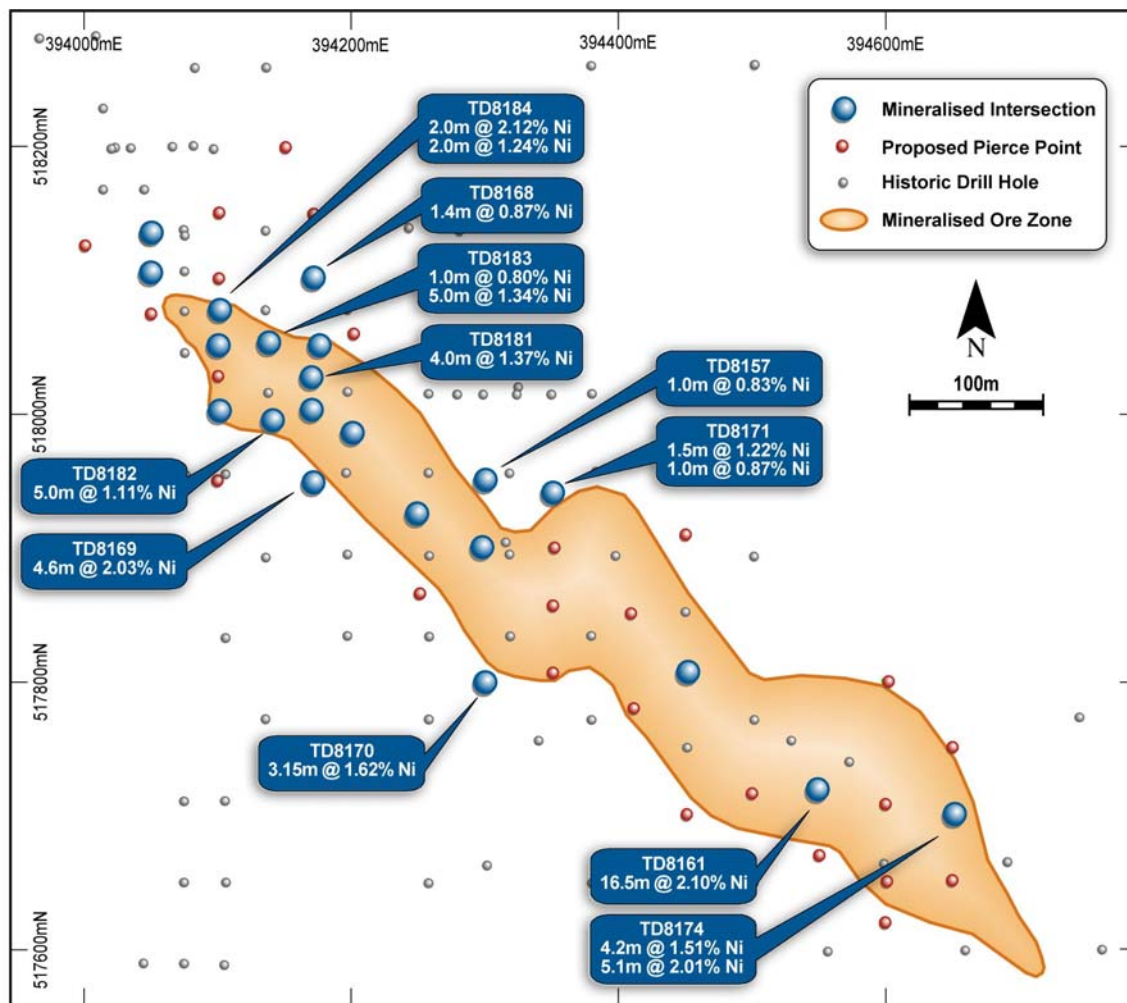


Figure 2: Cruickshank Resource Drilling – Latest results

About the Company

Panoramic Resources Limited (ASX Code **PAN**, ABN 47 095 792 288) is an established Western Australian based nickel sulphide producer with two underground mines, the Savannah Project in the Kimberley, and the Lanfranchi Project 42km south of Kambalda. In FY2010 our operations produced 17,458t Ni contained and we are forecasting to produce 18-19,000t Ni contained in FY2011. 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 mine life. Panoramic is continuing to assess opportunities to grow the Company through acquisitions of projects and/or companies that would be complementary to the existing business, and reflect the Company's commodity expertise and risk profile.

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The information in this release that relates to Mineral Resources is based on information compiled or 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.



Attachment 1

Drill hole intersections for Cruickshank

	Section (mE)	Interval (m)	Ni %
TD8153	394050	12.00	1.10
Including		7.00	1.30
TD8154	394050	2.00	1.20
TD8164	394100	3.40	0.95
and		4.50	1.40
TD8165	394100	2.30	1.85
TD8184	394100	2.00	2.12
and		2.00	1.24
TD8183	394135	1.00	0.80
and		5.00	1.34
TD8182	394135	5.00	1.11
TD8168	394170	1.40	0.87
TD8181	394170	4.00	1.37
TD8169	394170	4.60	2.03
TD8156	394170	4.55	1.50
TD8138	394200	5.60	0.76
TD8140	394200	7.00	1.72
TD8141	394250	6.98	1.79
TD8139	394300	5.45	1.52
TD8157	394300	1.00	0.83
TD8170	394300	3.15	1.62
TD8171	394350	1.50	1.22
and		1.00	0.87
TD8158	394450	6.30	2.10
TD8161	394550	16.50	2.10
TD8174	394650	4.20	1.51
and		5.10	2.01