



16 February 2011

ASX: PAN

## Half Year Profit Guidance

In accordance with ASX Listing Rule 3.1 (Continuous Disclosure), Panoramic Resources Limited is pleased to advise that it expects to report an after tax profit of approximately \$18 million for the December 2010 half year, which is in line with the Company's internal forecast. The following table is a summary of the estimated December 2010 half year results compared to the previous corresponding period (p.c.p):

	Dec Half 2010 Estimate	Dec Half 2009 Actual
<b>Financials (A\$ million)</b>		
Total net revenue *	\$125.0	\$133.7
Net profit before tax	\$26.0	\$32.3
Net profit after tax	\$18.0	\$23.1
Net realised Ni price after hedging (A\$/tonne)	\$22,100	\$28,350
<b>Production</b>		
Nickel (tonnes)**	8,216	8,603
Copper (tonnes)***	2,239	2,578
Cobalt (tonnes)	179	202

\* Net of smelter/ concentrate treatment charges and profit/(losses) on commodity/foreign exchange currency hedges

\*\* Nickel in concentrate from Savannah and nickel in ore from Lanfranchi

\*\*\* Copper in concentrate from Savannah and copper in ore from Lanfranchi

The estimated profit before tax for the December 2010 half year of \$26 million is a solid result. The result is approximately 19% below the p.c.p, broadly reflecting lower total net revenue due to nickel production being down 5% on the p.c.p and the lower net realised price per tonne of nickel (after hedging). It should be noted that total net revenue in the p.c.p included gains on delivered/deferred commodity hedges of \$22 million, whereas for the December 2010 half year, due to higher spot US\$ nickel prices, hedging losses of approximately \$4 million were recorded.

The December 2010 half year consolidated financial results presented above are still subject to an internal tax review and the completion of the half year audit review by the Company's auditor, which is scheduled to be completed in late February.

### 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 two operations produced 17,458t Ni contained and we are forecasting to produce around 18,000t Ni contained in FY2011. In January 2011, the Company announced its intention, subject to certain conditions precedent, to purchase the Gidgee Gold Project for \$15.5 million. The Gidgee Gold Project is located 640 kms from Perth and covers an area of approximately 1,200 km<sup>2</sup> of the Gum Creek greenstone belt. The Gidgee tenement package contains existing infrastructure, 310,000ozs of gold in resource and substantial exploration potential. 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.