



23 June 2011

ASX: PAN

## Initial Helmut South Extension Resource of 7,080t Ni contained

Panoramic Resources Limited (“Panoramic”) is pleased to announce an initial Helmut South Extension Mineral Resource at the Lanfranchi Project.

### Significant Points

- Helmut South Extension Mineral Resource is a high-grade continuation of the Helmut South orebody situated on the eastern flank of the Deacon orebody
- The initial Mineral Resource is estimated to contain **181,700 tonnes at 3.90% Ni for 7,080 tonnes Ni contained**
- The Resource is open at depth and is ideally situated to be exploited from existing development
- Recently released drill intersections (HS610 and HS661) down plunge of the resource demonstrate the ongoing potential of the eastern flank of the Deacon/Helmut channel system
- Mine planning studies are underway to convert the Indicated Resource to a maiden Reserve

A total of fifty-seven (57) drill holes were completed by Panoramic to define the Helmut South Extension Resource. Figure 1 shows the position of the resource relative to the Deacon and Helmut South orebodies and twelve high-grade Helmut South Extension drill hole intersections that characterise the style of mineralisation.

The Resource estimate in Table 1 is constrained within a 3D mineralisation block model constructed to a 1.0% nickel cut-off grade. Inside the 3D model, the Helmut South Extension Mineral Resource is estimated to contain 181,700 tonnes at 3.90% Ni for 7,080 tonnes Ni contained. The majority of the Resource is classified as Indicated with only a very small Inferred component situated at the base of the current drilling.

*Table 1: Helmut South Extension – June 2011 Mineral Resource Estimate*

Ni% cut-off	Class	Res-Zone	Tonnes	Ni %	Ni Tonnes	Cu %	Cu Tonnes
Inside 1.0%	Indicated	Main lens	166,950	4.09	6830	0.31	515
model	Inferred	Main lens	14,750	1.67	250	0.14	20
<b>Total</b>			<b>181,700</b>	<b>3.90</b>	<b>7,080</b>	<b>0.30</b>	<b>535</b>

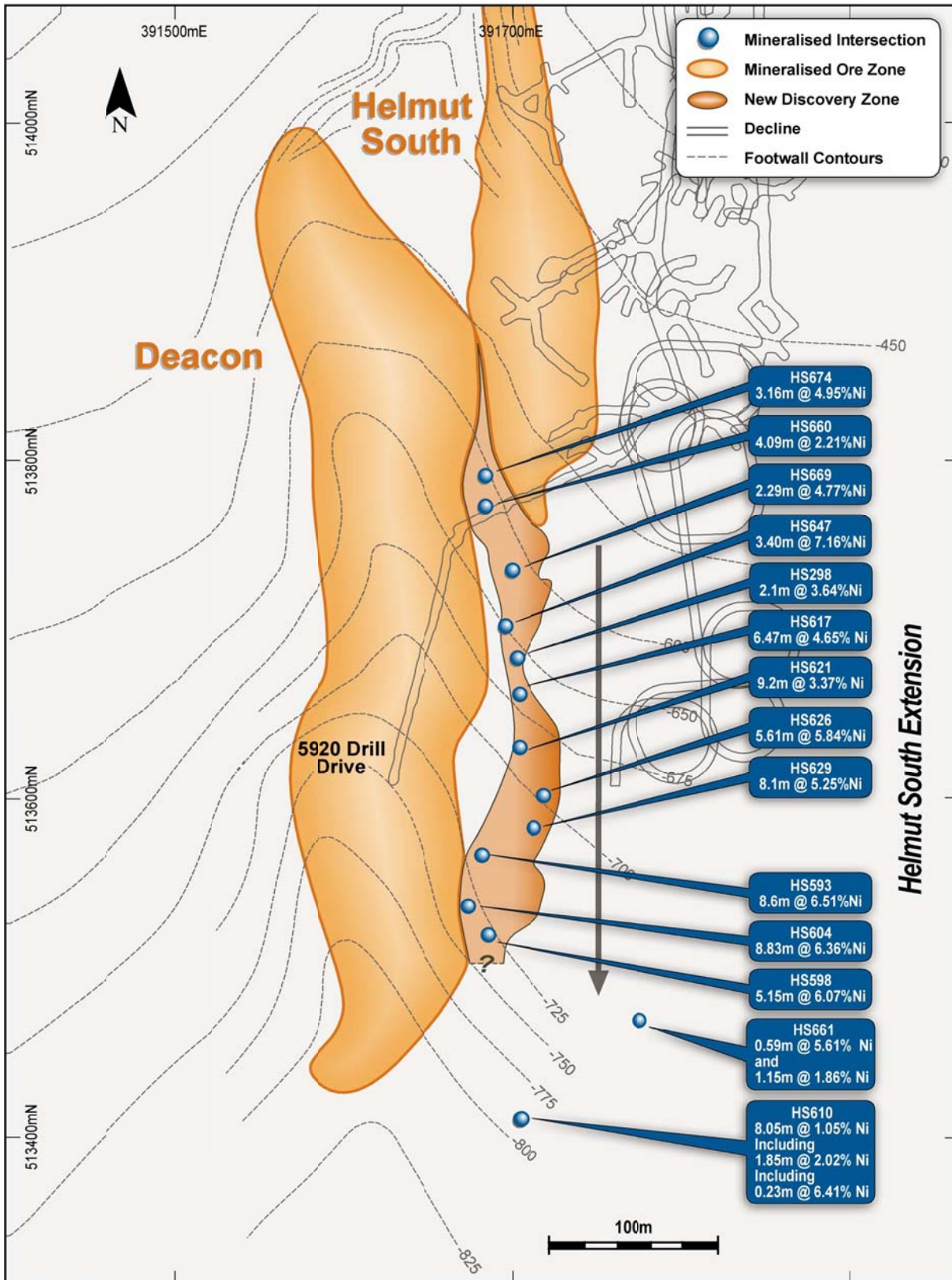
Notes:

*The initial June 2011 Helmut South Extension Mineral Resource estimate has been prepared by Panoramic geological personnel supported by BM Geological Services Pty Ltd. The estimate is JORC compliant and is based on a 3D Surpac block model utilising a block size of 20m NS x 10m EW x 2.5m vertical with 5.0m x 2.5m x 0.625 sub-cells. All drill holes have been accurately located by mine surveyors and by down-hole Eastman and Reflex survey instruments. Grade interpolation is by ID2 techniques using an oriented search ellipse based on the geometry of the mineralisation.*

*The tonnes and grade of the Mineral Resource estimate is the material constrained within the interpreted mineralisation model which was constructed on sectional wireframe interpretations to a 1.0% Ni cut-off grade. The sectional wireframes were joined to form a 3D model (solid) of the mineralisation. The Mineral Resource is largely classified as Indicated due to the good continuity of the mineralisation, the adequate drill hole spacing and the confidence gained from QA/QC checks and data validation. A small area of mineralisation at the very base (southern) extremity of the resource have been classified as Inferred due to the lack of sample support, lower continuity of grade and lithological controls.*



Figure 1: Plan Helmut South Extension Resource - showing selection of high-grade drill intersections





## Background

During infill grade control drilling of the Deacon Resource in late 2010, it was recognised that holes drilled along the eastern flank of the Deacon orebody, below the Helmut South orebody, defined a zone of high-grade massive sulphide mineralisation. These early intersections indicated a mineralised zone emanating from the base of the Helmut South orebody that extended at least 250 metres down plunge parallel with the Deacon orebody. In early 2011, a drilling program commenced to define the extent of the mineralised zone. Additional holes were drilled from the Deacon 5920 Hanging Wall Drill Drive and from several footwall locations off the Deacon/Helmut South decline.

By mid May 2011, some 57 drill holes had been completed and form the basis of this initial Helmut South Extension Mineral Resource estimate.

The Helmut South Extension mineralisation has not been closed-off at depth (Figure 1). Recent released drill results (ASX announcement on 27 April 2011) for two holes (HS610 and HS661) located below, and to the east of the Mineral Resource, indicate the potential of the Helmut South Extension mineralisation to continue further down plunge, as well as the possibility of a new channel position further to the east (HS661).

## 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 produced 17,458t nickel contained in FY2010 and is forecasting to produce around 17,000t nickel contained in FY2011. 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 known 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.*

*Information in this report relating to Mineral Resources has been completed by Mr Bradley Robinson. Mr Robinson is a member of The Australasian Institute of Mining and Metallurgy (AusIMM) and is a full-time employee of Panoramic Resources Limited. Mr Robinson 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 Robinson consents to the inclusion in the release of the matters based on his information in the form and context in which it appears.*