



10 August 2011

ASX: PAN

## Strong EM conductor down-plunge of Deacon

Panoramic Resources Limited (“**Panoramic**”) is pleased to report that exploration activities on the Deacon-Helmut Channel at the Lanfranchi Project, exploring down-plunge of Deacon and the Helmut South Extension deposits, continues to yield positive results, including:

- Strong EM conductors down-plunge of Deacon; and
- Massive sulphides down-plunge of Helmut Sth Ext.

### Deacon/ Helmut South Extension

Following the release of the new high grade Helmut South Extension Resource in June 2011, drilling has continued to explore the down-plunge extensions of the Deacon/Helmut channel.

#### *Platform EM Drilling*

Two holes were designed to be drilled approximately 300m and 500m respectively, down-plunge of the current Deacon Resource and surveyed using downhole electromagnetics (EM) to test for the presence of nickel sulphide mineralisation.

The first of these holes (HS692) was drilled from the 7666 drill cuddy and has **defined two strong conductors (Figure 1 – Plate 1 & 2)**.

Two distinct EM plates have been detected that provide strong evidence of the presence of massive nickel sulphides extending beyond the base of current drilling. Following the completion of the second EM hole, a dedicated drilling position will be developed in the hanging-wall. This will facilitate further drilling to define the mineralisation below the base of the current Deacon Resource.

#### *Helmut South Extension*

Significant intersections in holes HS610 and HS661 provide further strong evidence of mineralisation existing down-plunge of the Helmut South resource:

- HS610 was drilled approximately 100 metres down-plunge of resource infill drilling and intersected 8.05m @ 1.05%Ni, including 1.85m @ 2.02%Ni and **0.23m of massive sulphides grading 6.21%Ni**.
- HS661 was drilled to test an off-hole EM conductor ~50 metres east of the Helmut South mineralisation, returning **0.59m of massive sulphides grading 5.61%Ni**.

The HS661 result indicates the potential for a new channel position to the east of the Deacon-Helmut Channel.

Further exploration work is now planned to test the two moderate off-hole EM anomalies (HS609, HS612) on the east side of Deacon, supporting the extension to the Helmut South mineralisation.

The presence of massive sulphides, combined with the strong EM conductors in these holes, has given Panoramic the confidence to commit capital to the development of a new drill position to further drill test the Deacon/Helmut South Extension channel. It is expected that the new drill position will be ready within six months.

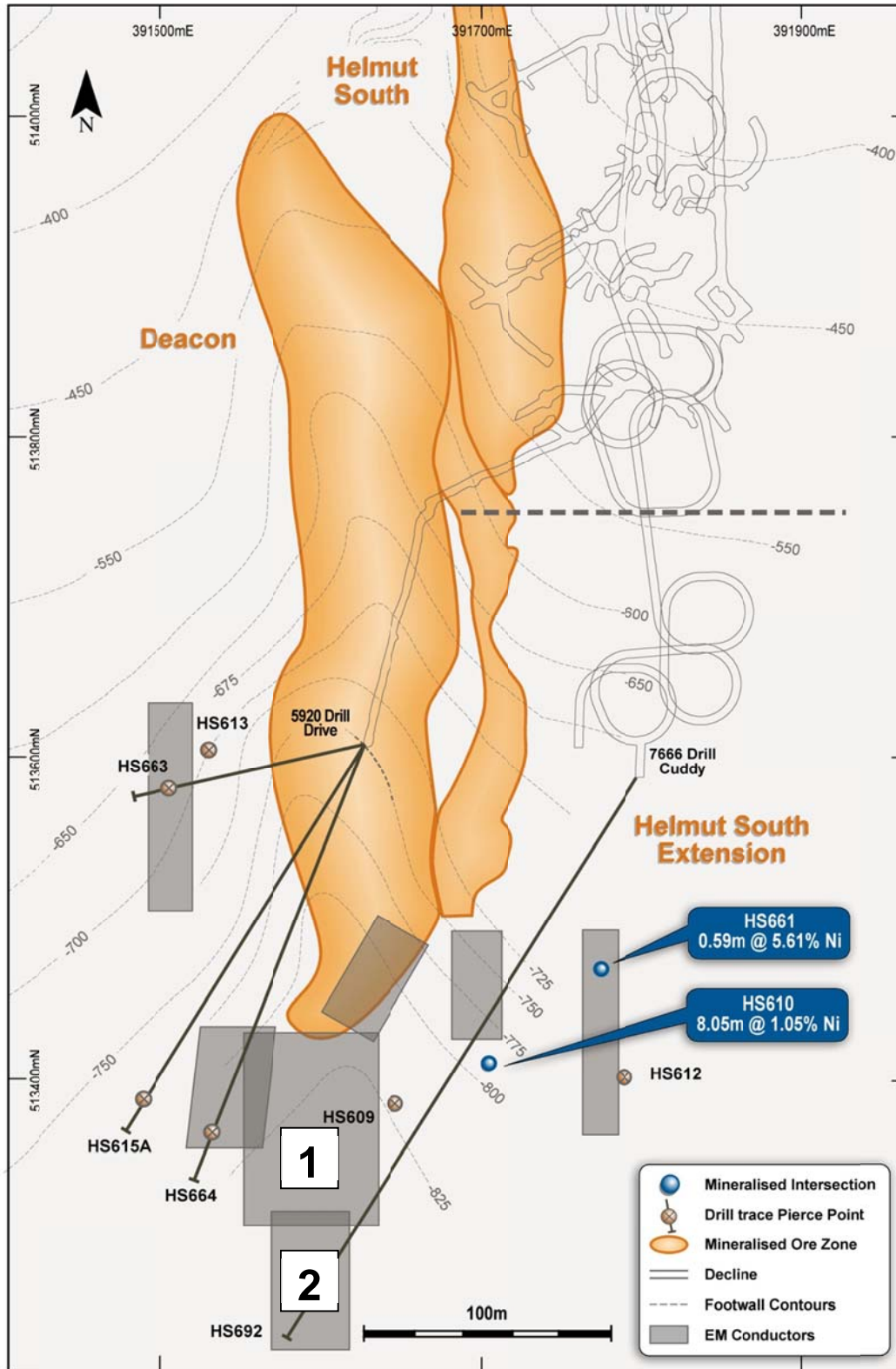


Figure 1: Deacon-Helmut South Channel - EM Plate Drilling Results



## 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 17,027t nickel contained in FY2011 and is forecasting to produce between 17,500 to 18,500t nickel in FY2012. 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 existing 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.*