



5 December 2011

ASX: PAN

## New Highly Conductive EM anomaly 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 deposit, continues to yield positive results, including:

- **Significant extension of EM conductor** further down-plunge;
- **Further significant intersections of nickel mineralisation at the contact;**
- **The deepest hole, HS708 returned the most highly conductive off-hole anomaly.**

### Deacon Extension

Following the 24 August 2011 announcement reporting on the new electromagnetic (EM) conductors down-plunge of Deacon, drilling has continued to explore for further extensions of the Deacon/Helmut channel.

#### *Platform EM Drilling*

Four holes have been drilled testing approximately 500m down-plunge of the current Deacon Resource. Down-hole EM is being utilised to test for anomalies that could indicate the presence of nickel sulphide mineralisation.

All four holes (HS692, HS693, HS696 & HS708) **defined continuous, strong conductors over 500m (Figure 1 – Plates 1 to 4)**. In addition, all holes returned significant nickel mineralisation at the contact between the ultramafics and the footwall basalts, confirming the continuation of the Deacon Channel mineralisation (Figure 1).

**The deepest hole HS708 returned the largest, most highly conductive off-hole EM anomaly (Figure 1 – Plate 4).**

Results are as follows:

- **HS692 24.0m @ 1.42% Ni  
incl. 15.7m @ 1.55% Ni**
- **HS693 3.93m @ 1.58% Ni  
6.40m @ 1.08% Ni  
4.86m @ 0.71% Ni**
- **HS696 1.91m @ 1.35% Ni**
- **HS708 1.25m @ 1.68% Ni**

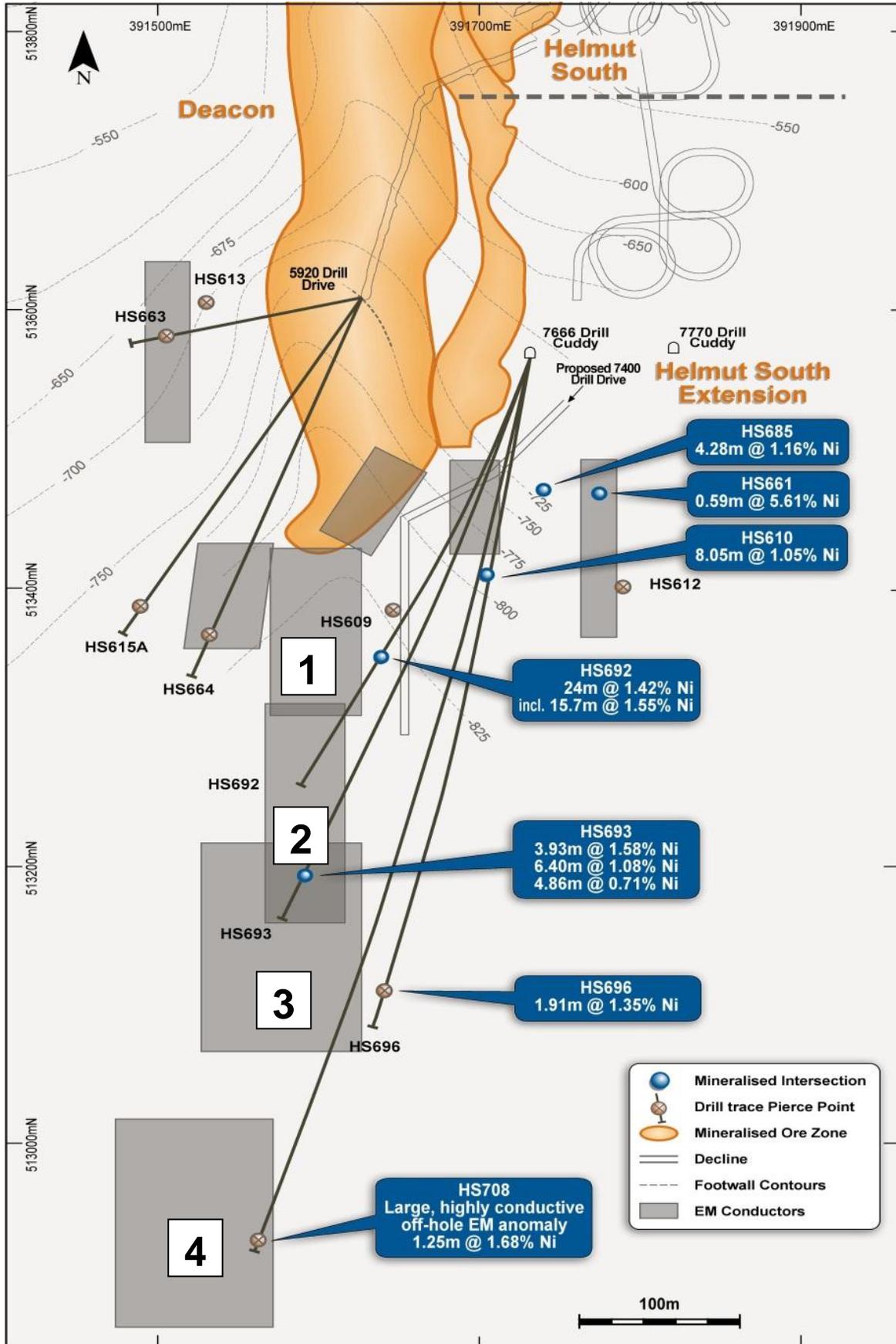
The continuous EM conductors, Plates 1 to 4, provide strong evidence of the presence of nickel sulphide mineralisation **extending approximately 500m beyond the base of current drilling.**

#### *Next Steps*

The presence of nickel mineralisation, combined with the continuous strong EM conductors in all holes drilled to date, provides confidence that further drilling could define new resources down-plunge.

Planning has begun to locate a dedicated drilling position to facilitate further drilling below the base of the current Deacon Resource.

**In the interim, prior to completion of the new dedicated drill drive (scheduled for Q2 2012), plans are underway to recommence drilling from the 7666 drill cuddy position early in 2012 to test the highly conductive anomaly west of hole HS708.**



**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 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.*