



21 May 2012

ASX: PAN

## Panton PGM Project - Completion of Purchase

Panoramic Resources Limited (“**Panoramic**”) is pleased to announce that its wholly owned subsidiary, Panoramic Precious Metals Pty Ltd, has completed the purchase of the Panton PGM (platinum group metals) Project from Platinum Australia Limited (“**Platinum Australia**”).

### Details

- Panoramic has acquired the Panton PGM Project, including all associated tenements and the rights to use the Panton Process (a patented metallurgical process), for A\$5.25 million plus a NSR royalty of 0.5%; and
- All conditions precedent to completion have now been satisfied.

### Overview of Panton Project

The Panton Project is located 60km north of Halls Creek, adjacent to the Great Northern Highway in the East Kimberley Region of Western Australia. The project has a resource of **14.32 million tonnes at 2.19g/t Pt, 2.39g/t Pd, 0.31g/t Au** on granted mining leases. The resource consists of high-grade platinum and palladium mineralisation within a number of stratiform reefs.

In March 2012, Platinum Australia announced the results of a review of its 2003 Bankable Feasibility Study on Panton (“**2012 BFS Review**”). The 2012 BFS Review assumed the resource would be mined via a combination of open pit and underground at a production rate of 600,000tpa for ~83,000ozpa 3E (Pt+Pd+Au) with a Base Case internal rate of return of 13%. It is Panoramic’s understanding that aspects of the 2012 BFS Review were undertaken independently.

### Investment Rationale

- Panton is a significant PGM resource containing **~1.0 million oz Pt** at 2.2g/t and **~1.1 million oz Pd** at 2.4g/t<sup>1</sup> with exploration potential at depth and along strike;
- Panoramic already has some understanding of the Panton orebody, having previously undertaken both mining and metallurgical trials in joint venture with Platinum Australia;
- The 2012 BFS Review indicated positive economic results for the study Base Case<sup>1</sup>;
- Panton has a number of potential synergies with our Savannah Nickel Project, 60km north of Panton; and
- The purchase of Panton aligns with our diversification and growth strategy.

<sup>1</sup> For further details and disclosure, refer to Platinum Australia ASX announcement on 20 March 2012



## Resources

A summary of the defined total Resources for the Panton Project is shown in Table 1.<sup>2</sup>

**Table 1 Defined Total Resources**

Resource Category	Tonnes Million	Pt g/t	Pd g/t	Au g/t	Ni %	Cu %
Measured	4.40	2.46	2.83	0.42	0.28	0.08
Indicated	4.13	2.73	3.21	0.38	0.31	0.09
Inferred	1.56	2.1	2.35	0.38	0.36	0.13
<b>Sub Total</b>	<b>10.08</b>	<b>2.51</b>	<b>2.91</b>	<b>0.40</b>	<b>0.30</b>	<b>0.09</b>
Measured	2.13	1.36	1.09	0.10	0.18	0.03
Indicated	1.5	1.56	1.28	0.10	0.19	0.04
Inferred	0.6	1.22	1.07	0.01	0.19	0.05
<b>Sub Total</b>	<b>4.22</b>	<b>1.41</b>	<b>1.15</b>	<b>0.10</b>	<b>0.18</b>	<b>0.03</b>
<b>TOTAL</b>	<b>14.32</b>	<b>2.19</b>	<b>2.39</b>	<b>0.31</b>	<b>0.27</b>	<b>0.08</b>

### 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 East Kimberley, and the Lanfranchi Project 42km south of Kambalda, Western Australia. On a Group basis, Panoramic produced 17,027t nickel contained in FY2011 and is forecasting to produce between **19,400 to 19,600t** nickel in FY2012 (revised forecast April 2012). In 2011, the Company acquired the Gidgee Gold Project, located 640kms north-east of Perth, Western Australia. Exploration and evaluation studies have commenced at Gidgee, with the aim of expanding the existing 310,000oz gold resource. In May 2012, the Company purchased the Panton PGM Project approximately 60km south of Savannah Project in East Kimberley and which contains approximately 1.0Moz of Pt and 1.1Moz of Pd in Resource. The Panoramic Group has strong cash reserves, minimal debt and is continually looking to grow its existing business through internal exploration success, outside acquisitions and/or joint ventures.

For further information contact:

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## Competent Person Disclosure

### Qualification Statement

The information in this release that relates to the Panton Mineral Resource is based on a resources estimate compiled by Mr. Ted Coupland who is a Director of Cube Consulting Pty Ltd. and is a Member of the Australian Institute of Mining and Metallurgy. Mr. Coupland has more than 10 years experience which is relevant to the style of mineralisation and type of deposit under consideration and in the activity which he is undertaking and qualifies as a Competent Person as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Coupland consents to the inclusion in the release of the matters based on his information in the form and context in which they appear.

<sup>2</sup> For further details and disclosure, refer to Platinum Australia ASX announcement on 20 March 2012