

vision
commitment
results



6 July 2012

ASX: PAN

Investor Update Presentation – Clarification

The Company wishes to advise that in relation to the Investor Update Presentation released on the ASX Platform yesterday, the reference to Group payable operating cash cost of A\$5.29/lb Ni on page 16 was in relation to the Group payable cash cost at mine gate for the March quarter 2012 (refer to attached excerpt from the March 2012 quarterly report). In line with the Company's policy to report total payable cash costs including royalties, these words have been replaced with:

“Group payable cash cost – A\$5.98/lb Ni (Q3 FY2012)”

An amended page 16 to the Investor Update Presentation is attached to this announcement.

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 near Kambalda, Western Australia. On a Group basis, Panoramic produced 17,027t of nickel contained in FY2011 and is forecasting to produce between **19,400 and 19,600t** of nickel in FY2012 (revised forecast April 2012). Panoramic is an S&P/ASX Top 200 company with a strong balance sheet, minimal bank debt and a growing nickel, gold and PGMs resource base, employing more than 500 people.

In early 2011, Panoramic acquired the Gidgee Gold Project, located near Wiluna, Western Australia. Panoramic recently purchased the high-grade Wilsons Project located within the Gidgee tenement package. With the recent resource upgrade and the purchase of 70% equity interest in the Mt Henry Gold Project, Panoramic's Gold Resources now contain 2.07M oz of gold. Panoramic is progressing a Scoping Study on the commencement of gold production from Gidgee and will commence a Bankable Feasibility Study on Mt Henry upon completion of the acquisition.

The Company has recently expanded into Platinum Group Metals (PGMs) with the purchase of the Panton PGM Project located approximately 60km south of the Savannah Project in the East Kimberley, which contains approximately 1.0Moz of Pt and 1.1Moz of Pd in Resource. Panoramic also holds a 92.24% interest in Magma Metals Limited (Magma) following the completion of an off-market takeover bid, and has begun to compulsorily acquire all of the outstanding shares and options in Magma. Magma owns the Thunder Bay North PGM Project in northern Ontario, Canada which contains approximately 0.4Moz of Pt and 0.4Moz of Pd and a suite of exploration projects for gold and base metals in Western Australia.

The Company's vision is to broaden its exploration and production base, with the aim of becoming a major, diversified mining house in the S&P/ASX Top 100 Index.



Group Summary

The Panoramic Group A\$ cash margin, on a payable nickel basis, is shown in Figure 1 which records the Panoramic Group payable nickel unit cash costs on a quarterly basis from the March 2010 quarter, together with the Group net realised A\$ average quarterly nickel price (after hedging and quotational period pricing adjustments).

Figure 1 - Cash Margin & Payable Costs

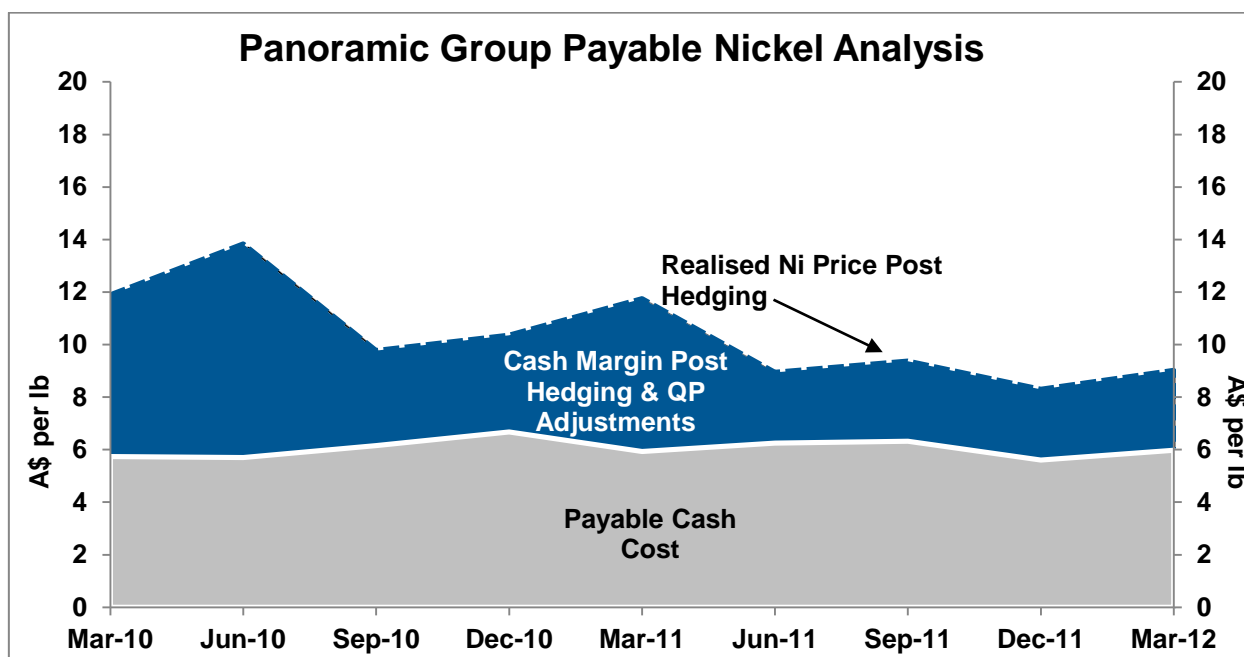


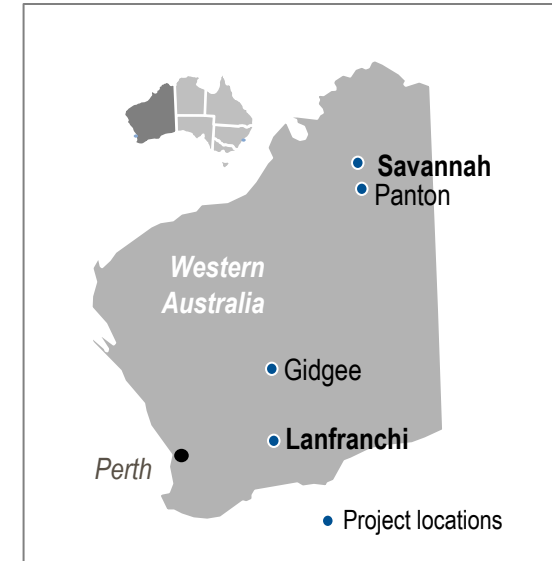
Table 1: Group Production & Unit Costs

	Units	Savannah 3mths ending 31 Mar 2012	Lanfranchi 3mths ending 31 Mar 2012	Total Group 3mths ending 31 Mar 2012	Total Group Previous Qtr Dec 2011
Ore Mined	dmt	158,435	130,496	288,931	281,658
Average Mined Nickel Grade	%	1.54	2.31	1.89	2.00
Nickel in Ore Mined	dmt	2,435	3,017	5,452	5,628
Nickel in Concentrate/Ore	tonnes	2,197	3,017	5,214	5,173
Copper in Concentrate/Ore	tonnes	1,060	274	1,334	1,760
Cobalt in Concentrate/Ore	tonnes	124	-	124	140
Costs Per Pound Payable Nickel					
Mining	A\$ per lb	3.29	4.16	3.75	3.61
Milling	A\$ per lb	1.42	-	0.66	0.69
Administration	A\$ per lb	1.51	0.33	0.88	0.99
Payable Operating Cash Costs (Mine Gate)	A\$ per lb	6.22	4.49	5.29	5.29
Haulage	A\$ per lb	0.35	0.24	0.29	0.27
Port Charges/Shipping	A\$ per lb	0.39	-	0.18	0.18
Ore Treatment	A\$ per lb	-	1.35	0.73	0.59
Net By-product Credits	A\$ per lb	(1.78)	(0.23)	(0.95)	(1.15)
Royalties	A\$ per lb	0.54	0.35	0.44	0.43
Total Payable Operating Cash Costs^(a)	A\$ per lb	5.72	6.20	5.98	5.61
Total Payable Operating Cash Costs^(b)	US\$ per lb	6.04	6.54	6.31	5.68

(a) Group capital development cash cost for the quarter was A\$0.64/lb. This cost is not included in Table 1. Capital development costs represent capitalised mining cash costs for deposits in production. These costs do not include pre-production costs for deposits being developed for future mining.

(b) Average March 2012 quarter RBA US\$/A\$ settlement rate of US\$1.0555 (Average December 2011 quarter exchange rate was US\$1.0118).

- Two Operating Nickel Mines – Savannah and Lanfranchi
- FY12 Production Guidance – 19,400-19,600t Ni contained
- Group payable cash cost – A\$5.98/lb Ni (Q3 FY2012)
- Secure offtake
- Significant resources and exploration targets



Panoramic – Historical Nickel Production

