



4 November 2013

ASX: PAN

Capital Raising to Accelerate Nickel Exploration

Key points

- \$15.12 million to be raised via a two Tranche Placement (the “Placement”) to new and existing institutions and other sophisticated investors
- Maximum of \$10 million to be raised via a Share Purchase Plan (“SPP”)
- Majority of funds to be used to fast track nickel exploration at Savannah and Lanfranchi
- Key focus on mine life extensions

Company update

- Significant nickel exploration targets identified at Savannah and Lanfranchi
- Aggressive nickel exploration programs to commence
- Nickel operations continue to perform strongly
- FY2014 production guidance maintained at 20-21,000t of nickel in concentrate/ore
- Gold projects – feasibility studies well advanced and nearing completion
- PGM projects – strategic partner(s) being sought

Nickel exploration to be accelerated

Panoramic Resources Limited (“**Panoramic**” or the “**Company**”) has identified a number of high priority nickel targets that the Company believes could significantly extend mine life at both operations. Given the ongoing strength of the A\$ and its impact on margins, the Board felt it prudent to raise new capital to aggressively advance the Company’s nickel exploration activities. New exploration programs have been designed and costed, targeting a mine life extension at each nickel operation by at least five years. Planned nickel exploration programs include:

Savannah Project (see Figure 1)

- Surface drill hole program to locate the northern extent of the Savannah intrusion below the 900 Fault
- Establish a new drill drive to provide a dedicated drilling platform for drilling below the 900 Fault
- Initial resource definition drilling program below the 900 Fault
- Recommence near mine exploration activities to follow up existing targets

Lanfranchi Project (see Figure 2)

- Follow up drilling to test the extent of the potential new channel to the east of Deacon (drilling underway)
- Surface drilling below the known McComish channel and orebody
- Testing EM conductors down dip of Deacon
- Recommencing exploration activities on the northern side of the Kambalda Dome, via a program of deep surface drill holes and follow up EM and/or cross hole seismic survey



Figure 1 - Savannah sub 900 Fault exploration target area

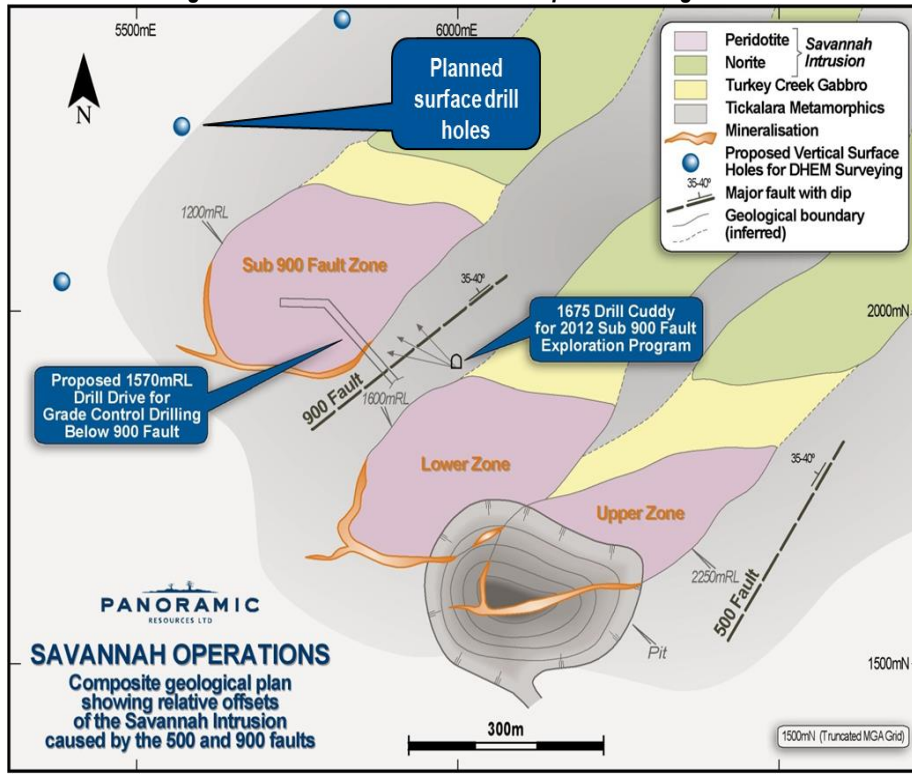
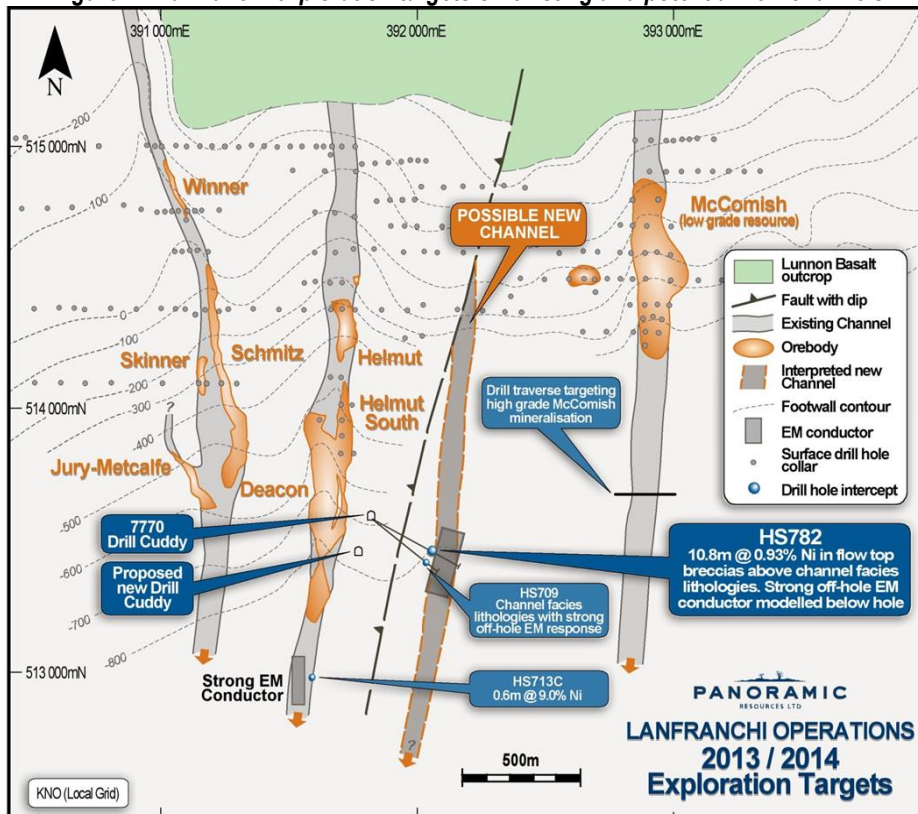


Figure 2 - Lanfranchi exploration targets on existing and potential new channels





Placement details

Panoramic is pleased to announce that it has received commitments from domestic and international institutions and sophisticated investors to raise \$15.12 million before costs. The funds will be received in two tranches:

- **Tranche 1** will raise \$8.586 million and has been carried out under the 15% placement provisions (under ASX Listing Rule 7.1). A total of 31.8 million new ordinary shares will be placed at \$0.27 per share, a 10% discount to the Company's 30 day VWAP immediately prior to the trading halt.
- **Tranche 2** will raise an additional \$6.534 million, also at \$0.27 per share. Tranche 2 is subject to shareholder approval at a General Meeting to be held on or about 16 December 2013.

The Placement has been taken up by existing and new investors and the Company would like to thank existing shareholders for their ongoing support and welcome new shareholders to the register. Existing shareholders will be able to participate via an SPP. All new shares, once issued, will rank pari passu with existing Ordinary Shares. Petra Capital and Azure Capital have been appointed Joint Lead Managers and the Board and Senior Management acknowledges the excellent work done by both parties in relation to this capital raising.

Share Purchase Plan

The Company wishes to reward existing shareholders for their ongoing support and invite them to participate through an SPP that will be capped at \$10 million. Under the proposed SPP, shareholders will be able to subscribe for up to \$15,000 worth of shares in the Company. The Company reserves the right to place any shortfall in the SPP. The new shares under the SPP will be issued at \$0.27 per share, the same price as the Placement. The details of the proposed SPP will be announced shortly on the ASX.

Use of funds

The majority of funds raised from the Placement and SPP will be used to accelerate the Company's nickel exploration programs with a focus on extending mine life. The balance of funds will be used for nickel production efficiencies, gold and PGM project studies and for general working capital purposes.

Table 1: Source and use of funds

Sources		Uses	
	\$ million (approximately)		\$ million (approximately)
Strategic placement	15.12	Nickel exploration	18.00
Share purchase plan (maximum)	10.00	Production efficiencies & general working capital	4.00
		Projects and other	3.12
Total sources of funds	25.12	Total uses of funds	25.12

Indicative timeline

Table 2 outlines the key dates for the capital raising and receipt of funds.

Table 2: Capital raising dates and timeline

Item	Date
Trading halt and offer opens	Friday 1 November 2013
Offer closes	Monday 4 November 2013
Tranche 1	
Settlement of placement shares	Friday 8 November 2013
Expected allotment	Monday 11 November 2013
Tranche 2¹	
General Meeting to approve share issue	Monday 16 December 2013
Settlement of placement shares	Thursday 19 December 2013
Expected allotment	Friday 20 December 2013
Share Purchase Plan	
Record Date	Friday 1 November 2013

¹ Timetable is indicative only and subject to change



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 approximately **19,561t of nickel contained in FY2013** and is forecasting to produce between **20,000 and 21,000t of nickel in FY2014**. Panoramic is an S&P/ASX 300 Index Company with a strong balance sheet, no bank debt and a growing nickel, gold and PGM resource base, employing more than 400 people (including contractors).

In early 2011, Panoramic acquired the Gidgee Gold Project, located near Wiluna, Western Australia. Panoramic subsequently acquired the high-grade Wilsons Project located within the Gidgee tenement package as well as a 70% interest in the Mt Henry Gold Project. Panoramic released a Scoping Study in August 2012 on the recommencement of gold production from Gidgee and released a positive Scoping Study on the Mt Henry Project in December 2012. Technical studies for the Mt Henry Bankable Feasibility Study have commenced.

The Company has expanded into Platinum Group Metals (PGM) with the purchase of the Panton PGM Project located approximately 60km south of the Savannah Project in the East Kimberley and the Thunder Bay North PGM Project in northern Ontario, Canada.

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 100 Index.

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