

Jury-Metcalfe Ore – Sales Agreement

Highlights

- Amendment to the existing Ore Tolling and Concentrate Purchase Agreement (“OTCPA”) for deliveries of ore from the Jury-Metcalfe orebody to the Kambalda Nickel concentrator
- The amended OTCPA secures terms specifically for the processing of ore delivered from Jury-Metcalfe and will potentially allow Panoramic to extract value from lower grade Resources at Lanfranchi

Details

Panoramic Resources Limited (“Panoramic”) has signed an amendment to the 2004 Ore Tolling and Concentrate Purchase Agreement (“Amended 2004 OTCPA”) with BHP Billiton Nickel West for potential deliveries from the Jury-Metcalfe orebody at Lanfranchi to Nickel West’s Kambalda Nickel Operations (the “Kambalda concentrator”).

Panoramic believes this is an important step in its efforts to extract value from lower grade Resources at Lanfranchi. Nevertheless, the decision to mine Jury-Metcalfe will depend on the prevailing A\$ nickel price and price forecasts for the anticipated mine life of the orebody.

As of 30 June 2014, Jury Metcalfe had an Indicated Resource of 280,000 tonnes of ore at 1.99% Ni and 31,000 tonnes of Inferred Resource at 1.46% Ni and could be mined over the period September 2015 to December 2016. Further information and relevant disclosures regarding Jury Metcalfe are contained in the Company’s ASX announcement of 1 October 2014.

About the Company

Panoramic Resources Limited (ASX code: PAN) is a Western Australian mining company formed in 2001 for the purpose of developing the Savannah Nickel Project in the East Kimberley. Panoramic successfully commissioned the \$65 million Savannah Project in late 2004 and then purchased and restarted the Lanfranchi Nickel Project, near Kambalda in 2005. In FY2014, the Company produced a record 22,256t contained nickel and is forecasting to produce 20-21,000t contained nickel in FY2015.

Following the successful development of the nickel projects, the Company diversified its resource base to include gold and platinum group metals (PGMs). The Gold Division consists of the Gidgee Project located near Wiluna and the Mt Henry Project (70% interest), near Norseman. Both projects are currently under feasibility study. The PGM Division consists of the Panton Project, located 60km south of the Savannah Project and the Thunder Bay North Project in Northern Ontario, Canada.

Panoramic has been a consistent dividend payer and has paid out a total of \$111 million in fully franked dividends since 2008. At 30 September 2014, Panoramic had \$70 million in cash, no bank debt and employed around 400 people.

The Company’s vision is to broaden its exploration and production base, with the aim of becoming a major, diversified mining company in the S&P/ASX 100 Index. The growth path will include developing existing resources, discovering new ore bodies and acquiring additional projects. Panoramic is led by an experienced exploration-to-production team with a proven track record.

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