

ABN: 47 095 792 288

Level 9, 553 Hay St
Perth, WA 6000

T: +61 8 6266 8600

E: info@panres.com

ASX ANNOUNCEMENT

21 February 2020

Savannah underground mining contract executed with Barminco

HIGHLIGHTS

- Underground mining contract for Savannah executed with leading service provider, Barminco
- Rapid mobilisation and operational hand-over expected to be completed by early March 2020
- Targeted to deliver significant underground mining efficiencies and drive production volumes

Panoramic Resources Limited (ASX: PAN) (**Panoramic** or the **Company**) advises of the execution of a long-term underground mining contract with Barminco Limited (**Barminco**) for the Savannah Nickel Mine.

Execution of this mining contract follows the award of preferred underground contractor status to Barminco late last month (see Panoramic ASX release dated 30 January 2020).

Barminco, a subsidiary of ASX200 diversified global mining services group, Perenti Global Limited (ASX: PRN), is one of the world's largest hard rock underground mining services companies. It has a proven track record of rapid mobilisation and consistent delivery of operational performance.

Barminco and Panoramic have jointly developed a detailed mobilisation and implementation plan over recent weeks, all utilising Barminco best-practice operating systems and processes. Following execution of the formal mining contract, rapid mobilisation and transition to contract mining at Savannah is now expected to be completed by early March 2020.

The newer mining fleet to be supplied by Barminco is expected to deliver enhanced equipment reliability. Together with Barminco's proven expertise and operating systems, this is expected to significantly increase operational efficiencies and drive production volumes towards targeted levels.

Barminco has commenced offering roles to the majority of the existing Panoramic underground mining and maintenance workforce at Savannah, with specialist expertise and supervision roles being introduced from the Barminco portfolio.

Panoramic Managing Director and CEO, Victor Rajasooriar, commented: *"The execution of a mining contract with leading underground services provider, Barminco, represents a significant step forward for the Savannah Nickel Mine and Panoramic. We now look forward to delivering a rapid and efficient transition to Barminco run operations. With their proven expertise, we are confident that underground mining productivities at Savannah are set to improve significantly over the coming months."*

This ASX release was authorised by the Board of Panoramic Resources.

For further information contact:

Investor enquiries

Victor Rajasooriar
Managing Director and CEO
Panoramic Resources
T: +61 8 6266 8600

Media contact

Michael Vaughan
Fivemark Partners
T: +61 422 602 720
michael.vaughan@fivemark.com.au

Forward looking statements

This announcement may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, forward looking statements are subject to risks, uncertainties, assumptions and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the Countries and States in which we operate or sell product to, and governmental regulation and judicial outcomes. For a more detailed discussion of such risks and other factors, see the Company’s Annual Reports, as well as the Company’s other filings. The Company does not undertake any obligation to release publicly any revisions to any “forward-looking statement” to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.