

ASX ANNOUNCEMENT

16 November 2020

Savannah FAR #3 Raise Boring Progress

KEY POINTS

- Specialist raise bore contractor, RUC Mining, successfully established the reamer head at the 1675 RL development drive and commenced back reaming mid-October
- Back reaming of the ventilation raise has been progressing safely and efficiently since that time
- Ground conditions have been excellent to date which has enabled high productivity with back reaming currently achieving 8.7/day compared to the targeted 3m/day
- 101m remains to be completed to break through to surface and the project is now expected to be completed in December 2020
- Barminco's lateral underground development program is also progressing well, with activities now one month ahead of the seven-month program

Panoramic Resources Limited (ASX:PAN) (**Panoramic** or the **Company**) is pleased to provide an update on underground development activities at its Savannah Nickel Operation (**Savannah**) in Western Australia.

Savannah North Ventilation Works

Raise bore contractor RUC Mining commenced back reaming of the FAR #3 raise on 18 October 2020, with the plan to achieve 3m/day in productivity at a diameter of 3.85m. The planned 54m for the month was exceeded with a total of 122m reamed in October.

This excellent performance has continued into November with 131m completed by the 15th of November at a rate of 8.7m/day (ahead of the 3m/day plan). The ground conditions encountered so far have been optimal which together with efficient operating practices have resulted in the higher than planned productivities.

No cutter changes have been required to date, with only one cutter change expected prior to completion of the raise. 101m remains to be completed to break through to the surface and at current rates the Company is forecasting completion of FAR #3 by mid December 2020.

The FAR #3 raise is required to provide sufficient ventilation to support future full-scale mining operations from Savannah North in line with the Mine Plan released in July this year (refer to ASX announcement 31 July 2020).

Barminco commenced a seven-month capital development program in August 2020 tasked with opening a minimum of four levels in Savannah North. To date, Barminco have opened the 1401, 1381 and 1361 levels with the 1341 level to be intersected next week. Development up the incline and down the decline continues, with the raise bore cutting being hauled to the surface by Barminco. Barminco's development progress is currently one month ahead of schedule.

To date the raise boring activities and capital development have been completed safely, within budget and ahead of time. Completion of FAR #3 and the capital development is fully funded from existing cash reserves.

Commenting on the raise boring progress, Managing Director & CEO, Victor Rajasooriar said:

"It's fantastic to see the raise boring and horizontal capital development works progressing safely, within budget and well ahead of plan. Panoramic site management, RUC Mining and the Barminco team continue executing this critical and challenging project seamlessly. We now look forward to completing these works ahead of schedule. Completion of the ventilation shaft is a critical piece of work which will enable Savannah to be in a position where the Company can consider the resumption of mining and processing operations from mid-2021."

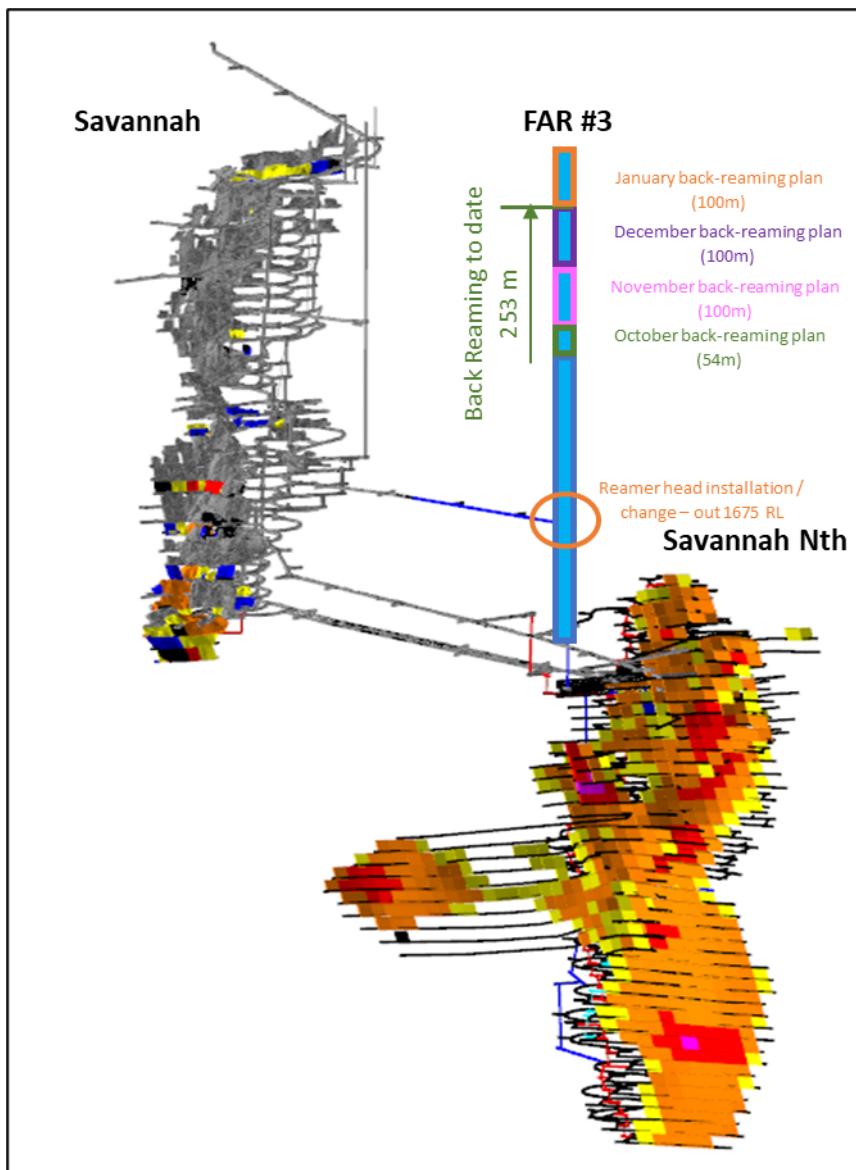


Figure 1: Savannah North Proposed FAR #3 works

This ASX release was authorised on behalf of the Panoramic Board by:

Victor Rajasooriar, Managing Director and CEO

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About Panoramic:

Panoramic Resources Limited (**ASX: PAN**) is a Western Australian company which owns the Savannah Nickel Project in the East Kimberley. Panoramic successfully commissioned and operated the Project from 2004 until 2016 before the mine was placed on care and maintenance. Following the discovery of the Savannah North orebody, the mine was recommissioned in 2018 before operations were temporarily suspended in 2020.

Panoramic has completed an updated Mine Plan for Savannah which has outlined an attractive near-term nickel sulphide mine restart opportunity. Underground pre-production development works at Savannah recommenced in August 2020. Completion of these works is expected to leave the Project in a position to be restarted in mid-2021.