



HD (SWPAN) Ferret's Stock Watch: PANORAMIC RESOURCES LIMITED

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MD SAYS THE KUD 1525-26 DRILL RESULTS VERY EXCITING

Sydney - Monday - March 24: (RWE Australian Business News) - Panoramic Resources has reported that the down-hole electromagnetic (EM) survey of Savannah North discovery hole KUD1525 has been completed and the preliminary interpretation report received from Newexco Services.

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Panoramic's managing director, Peter Harold, said: "The EM results from drillholes KUD1525 and KUD 1526 are very exciting and suggest mineralisation could extend over a significant area.

"The priority now is to finish the next underground hole (drillhole KUD1527 is targeting the predicted position of the Savannah Intrusion and **ore** body above the 500 Fault) and then commence the surface drilling program.

"We had initially planned to utilise one drill rig; however, with the very positive EM result we may consider mobilising a second surface rig to site," Mr Harold declared.

The Newexco report is part of the EM program, drillhole KUD1526 was also surveyed.

The discovery zone of mineralisation in KUD1525 was 89.3m at 1.60% Ni, 0.76% Cu and 0.12% Co from 704.9m and interpreted to lie in a faulted offset position north of the mine between the 900 and 500 Faults.

The intersection places the mineralisation approximately 650m to the north and 300m below the depth of the current decline position.

The interpretation of the KUD1525 EM survey data indicates that the KUD1525 assay intersection is part of a substantial conductor, consistent with a complex, highly conductive bedrock source that extends from 400m down-hole to near the end of hole (EOH) at 972.7m, a distance of 570m.

At about 400-450m down hole, the top edge of the conductor corresponds to a mine grid northing of 2250mN, which is 325m north of the 1675 Drill Cuddy.

Based on the position of the 900 Fault intersected in KUD1526, the top edge on the conductor is interpreted at mine level 1300mRL.

The Newexco report also notes that the very high modelled conductance (5500S) of the anomaly ensures that the source will be visible to future drilling and EM from several hundred metres away.

Support for the KUD1525 interpretation is provided by the EM survey of KUD1526, which was EM surveyed from 20m to 535m (EOH 539.7m).

Hole KUD1526 was also drilled to the north from the 1675 Drill Cuddy, but at a steeper dip than KUD1525 in order to intersect and position the 900 Fault.

KUD1526 did not intersect any significant mineralisation.

The EM data for KUD1526 shows a broad, highly conductive (150-200 milli-second time constant) offhole conductor located above left of the hole towards KUD1525.

The data shows the offhole conductor to be evident from 200m downhole, passing the edge of the conductor at 350m downhole and continuing to build towards the end of the survey at 538m downhole.

The EM survey data for KUD1525 and KUD1526 is considered very significant and demonstrates, in conjunction with previously reported KUD1525 intersection, the potential for a large footprint of Savannah magmatic breccia-style +/- Ni-Cu-Co mineralisation to be present between the 900 and 500 Fault structures north of the existing mine.

SHARE PRICE MOVEMENTS

Shares of Panoramic Resources on Friday rose 1.5c to 54c. Rolling high for the year is 56c and low 20c. The **company** has 322.2 **million** shares on issue with a market cap of \$174 **million**.

The Savannah Nickel Mine (SNM) is an operating mine secured by five contiguous **Mining** Licences.

All tenure is current and in good standing.

SNM has the right to explore for and mine all commodities within the **mining** tenements, being MLs 80/179 to 80/183 inclusive.

The SNM is an operating mine with all statutory approvals and licences in place to operate.

The mine has a longstanding offtake agreement to mine and deliver nickel sulphide concentrate to Jinchuan in **China**.

BACKGROUND

Panoramic Resources Ltd 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.

The **company** joined the ASX list in September 2001.

On a group basis, Panoramic produced 19,561t of contained nickel in FY2013 and is expecting to produce between 21,000 and 21,500t of contained nickel in FY2014.

Panoramic is an S&P/ASX 300 Index **company** with solid 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.

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.

It released a Scoping Study in August 2012 on the restart 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 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 company** in the S&P/ASX 100 Index.

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