

Strategic placement and MoU with GME Resources on NiWest

Highlights

Panoramic has taken a strategic placement (~18.5 million shares at \$0.027 per share, total investment \$500,000) in GME Resources and signed an MoU in relation to GME's NiWest nickel laterite project

Details

Panoramic Resources Limited (Panoramic or the Company) is pleased to announce it has completed a strategic placement and entered into a legally binding Memorandum of Understanding ("NiWest MoU") with GME Resources Limited ("GME") regarding the future potential exploration, development and financing of GME's NiWest Nickel Laterite Project in the north eastern goldfield, Western Australia (see Figure 1).

Panoramic's investment coincides with the commencement of a major metallurgical program by GME on the NiWest Project designed to test the proposed NiWest flowsheet at feasibility level. A successful outcome from this work has the potential to significantly enhance the development strategy to transform the NiWest Nickel Project into a long term nickel operation.

The key terms of the NiWest MoU are:

- Panoramic to undertake a review of all available information in relation to the Project ("Panoramic Project Review");
- Following completion of the Panoramic Project Review, Panoramic shall provide GME with its advice on the following with respect to the Project:
 - Further exploration;
 - Project optimisation;
 - Project commercialisation alternatives; and
 - Funding alternatives.
- Panoramic may provide GME with commercial terms for consideration with regard to Panoramic's potential involvement in the advancement of the Project, whether by way of joint venture with GME, a further strategic investment by Panoramic in GME, an acquisition of the Project or some other transaction ("Panoramic Proposal");
- Panoramic has been granted a period of exclusivity ending on 30 June 2015 or another date as mutually agreed to put forward any Panoramic Proposal, during which time GME shall not, directly or indirectly actively solicit any third party competing proposals (however no restriction on responding to any third party proposal which was not solicited); and
- Panoramic is entitled to terminate the NiWest MoU at any time upon notice to GME.

The placement to Panoramic comprised the issue of 18,518,519 shares at an issue price of \$0.027 per share for a total investment of \$500,000.

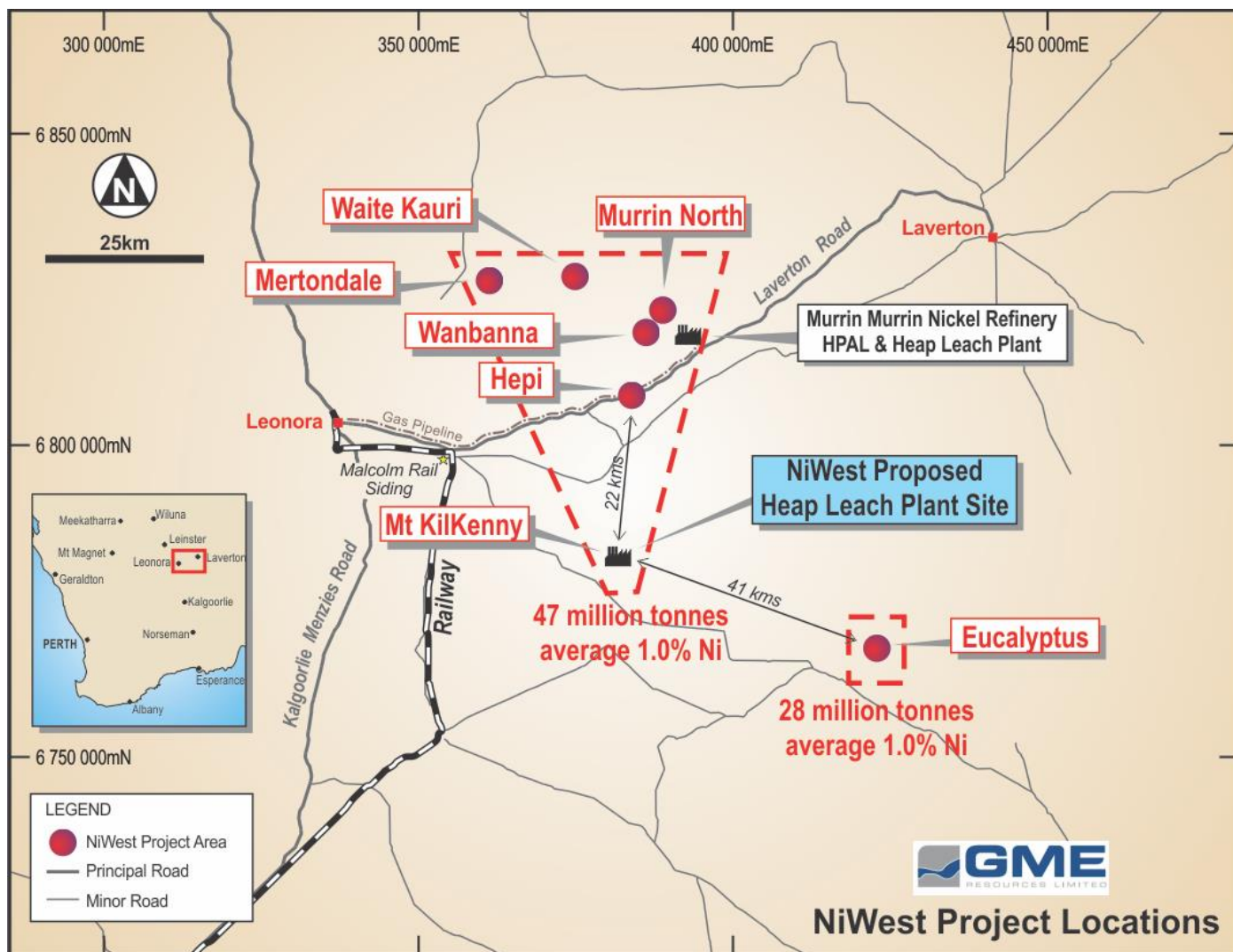


Figure 1. NiWest Project Location

About the Company

Panoramic Resources Limited 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 June 2014, Panoramic had \$65 million in cash, no bank debt and employs 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, acquiring additional projects and is being led by an experienced exploration-to-production team with a proven track record.

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