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ASX ANNOUNCEMENT

20 July 2022

Savannah Commercial Production and FY23 Guidance

KEY POINTS

- Commercial production achieved at the Savannah operation from 1 April 2022
- Annual production from Savannah forecast to increase in FY23 with guidance of:
 - 6,600 – 7,100t of nickel in concentrate
 - 4,100 – 4,500t of copper in concentrate
 - 400 – 500t of cobalt in concentrate
- C1 cash cost per pound of payable nickel in FY23 of A\$7.30 – A\$8.30/lb
- Savannah operational ramp-up to continue throughout FY23 with nameplate production expected in FY24

Panoramic Resources Limited (ASX: PAN) (“**Panoramic**” or the “**Company**”) is pleased to advise that commercial production has been achieved at the Savannah Nickel Project (“**Savannah**” or the “**Project**”) and provides guidance for FY23.

The achievement of commercial production from 1 April 2022 is an important milestone for the Project following the first production of concentrate in October 2021. The ramp-up of underground mining will continue throughout FY23 as development of additional levels opens up new areas for production, from Savannah North.

Production and cost guidance for FY23 has now been completed and reflects a consolidation of a progressive ramp-up into FY23. Guidance further reflects the impact the preceding 12 months has had on the Project with tight labour availability, inflationary cost pressures and border closures all adversely affecting the day-to-day running of the business and the ramp up schedule. Full details are contained in Table 1. Production and cost outcomes for the June quarter 2022 will be released in the Company’s June Quarterly Activities Report later this month.

Commenting on the achievement of commercial production and FY23 guidance, Panoramic Managing Director and CEO Victor Rajasooriar said:

“Full credit to our team of employees and contractors for successfully achieving commercial production from Savannah less than six months since we produced first concentrate. Our focus will continue to be on safely and efficiently ramping up underground mining activities and optimising processing plant performance as we move into FY23.”

Table 1: FY23 Guidance and Material Assumptions

Metric	Guidance / Assumption
Nickel in concentrate production	6,600 – 7,100t
Copper in concentrate production	4,100 – 4,500t
Cobalt in concentrate production	400 – 500t
C1 cost per pound of payable nickel	A\$7.30 – A\$8.30/lb
Sustaining Mine Development	A\$20 – 28M
Capital and Growth Expenditure	A\$14 – 18M

The FY23 guidance contains assumptions for future commodity prices, exchange rates, costs and mine scheduling. Achievement of this guidance is dependent on the ramp up plan at Savannah North being executed as planned. Unit cash costs will continue to vary quarter on quarter and will be influenced by the relative proportions of nickel coming from ore development and stope production, with these variations reducing as the ramp up progresses towards nameplate capacity by the end of FY23. The guidance range provided reflects a forecast average for the year. Performance is generally expected to improve each quarter as the Savannah Operation ramps up to full capacity. Ongoing performance is subject to several factors including labour availability and the impact of COVID-19.

Nickel in Concentrate – FY23 production guidance reflects a blended production of ore from Savannah (remnants) and Savannah North (new mine). Savannah North provides approximately 62% of the ore feed, with Savannah providing the balance.

C1 Costs – Includes operating cash costs that are directly incurred in producing concentrate and includes grade control drilling, offsite treatment costs and royalties.

Sustaining Mine Development – Sustaining mine development expenditure is carried out in both Savannah and Savannah North during the year. The productive benefits of this expenditure are realised over the following 12 months.

Capital and Growth Expenditure – is investment / startup / improvement expenditure where the productive benefits are derived over a period exceeding 12 months and includes advance lateral development expenditure where production in the developed area commences in a period exceeding 12 months. This expenditure also includes resource definition drilling carried out at both Savannah and Savannah North.

About Panoramic:

Panoramic Resources Limited (ASX: PAN) is a company headquartered in Perth, Western Australia, which owns the Savannah Nickel Project in the East Kimberley. Operations at Savannah were restarted in 2021 and the project was successfully recommissioned with first concentrate shipment achieved in December 2021. Savannah has a 12-year mine life with clear potential to further extend this through ongoing exploration. The asset provides excellent leverage to the nickel, copper and cobalt markets which are heavily linked to global decarbonisation and vehicle electrification.

Forward Looking Statements:

This announcement contains certain “forward-looking statements” and comments about future matters. Forward-looking statements can generally be identified by the use of forward-looking words such as, “expect”, “anticipate”, “likely”, “intend”, “should”, “could”, “may”, “predict”, “plan”, “propose”, “will”, “believe”, “forecast”, “estimate”, “target” “outlook”, “guidance” and other similar expressions within the meaning of securities laws of applicable jurisdictions. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward-looking statements. You are cautioned not to place undue reliance on forward-looking statements. Any such statements, opinions and estimates in this announcement speak only as of the date hereof and are based on assumptions and contingencies subject to change without notice, as are statements about market and industry trends, projections, guidance and estimates. Forward-looking statements are provided as a general guide only. The forward-looking statements contained in this announcement are not indications, guarantees or predictions of future performance and involve known and unknown risks and uncertainties and other factors, many of which are beyond the control of the Company, and may involve significant elements of subjective judgement and assumptions as to future events which may or may not be correct.

There can be no assurance that actual outcomes will not differ materially from these forward-looking statements. A number of important factors could cause actual results or performance to differ materially from the forward-looking statements. The forward-looking statements are based on information available to the Company as at the date of this announcement.

Except as required by law or regulation (including the ASX Listing Rules), the Company undertakes no obligation to supplement, revise or update forward-looking statements or to publish prospective financial information in the future, regardless of whether new information, future events or results or other factors affect the information contained in this announcement.

This ASX announcement was authorised on behalf of the Panoramic Board by: Victor Rajasooriar,
Managing Director & CEO

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