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ASX ANNOUNCEMENT

12 October 2020

AGREEMENT TO DIVEST UP TO 100% OF PANTON PROJECT

KEY POINTS

- Binding agreement executed to sell up to 100% of the Panton PGM Project to Dubai 2020, a private family office investor.
- Non-refundable deposit of A\$200,000 has been paid by Dubai 2020 to gain exclusivity until 5 December 2020.
- Dubai 2020 to acquire 80% interest in Panton for A\$12 million cash, subject to due diligence and negotiation of formal documentation.
- Dubai 2020 has a right to purchase the remaining 20% for A\$3 million cash within certain time limits.
- Due diligence underway and completion targeted for early December 2020.

Panoramic Resources Limited (ASX: PAN) (**Panoramic**) is pleased to advise that it has entered into a binding agreement to sell the Panton PGM Project and associated tenements (**Panton**) to Dubai 2020 Limited or its nominee (**Dubai 2020**) (**Agreement**).

Non-Core Asset Sale – Panton

The Agreement is consistent with Panoramic's stated intention to divest non-core assets and focus on its Savannah Nickel Project.

Dubai 2020 is a private family office investor represented by CPS Capital Group (**CPS**). It has paid a non-refundable deposit of A\$200,000 (**Deposit**) and in exchange Panoramic has agreed to allow Dubai 2020 a period of exclusive due diligence until 5 December 2020.

The terms of the Agreement will see Dubai 2020 acquire an 80% interest in Panton (via an acquisition of shares in the relevant Panoramic subsidiary) for A\$12 million cash.

Panoramic will retain a 20% free carried interest until any decision to mine. This interest is subject to Dubai 2020 not exercising its right to acquire the remaining 20% of Panton by a further A\$3 million payment to Panoramic. This right is exercisable by Dubai 2020:

- within 6 months of completion of Dubai 2020's acquisition of an 80% interest in Panton; or
- within 9 months of completion of the acquisition of an 80% interest, in the event any change in control of Panoramic is announced within 6 months of completion of the acquisition of an 80% interest.

Panoramic will pay 2% of each payment instalment (including the Deposit) to Dubai 2020's financial advisor, CPS.

Completion of the Agreement is subject to further due diligence being satisfactory to Dubai 2020 and negotiation of definitive documentation by 5 December 2020.

If definitive documentation is not executed by both parties on or before 5 December 2020, the Agreement will automatically terminate.

The Deposit (net of fees) and any net sale proceeds will be used to provide additional working capital to progress the future restart of operations at Savannah.

There is no guarantee a transaction will proceed on the proposed terms, or at all.

Panoramic Managing Director and CEO, Victor Rajasooriar, commented: *“We are pleased to have progressed the sale of the non-core Panton asset as previously outlined. We now look forward to working with Dubai 2020 towards a successful completion of the sale of Panton in early December.”*

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.