

March Quarter 2015 Review*

22 April 2015



*This presentation should be read in conjunction with the March quarter 2015 activities report

Key points



- Strong quarterly production and cost performances; strong cash flow
- Consolidated March quarter 2015 production of 21,146t copper, 54,275oz gold and 422,607oz silver
- Cost performances reflect benefits realised from the business efficiency review; further cost improvements identified and expected to provide additional future benefits
- 2015 production guidance increased for gold and silver; C1 and all-in sustaining cost guidance reduced for both Phu Kham and Ban Houayxai

Data shown on a 100% equity basis.



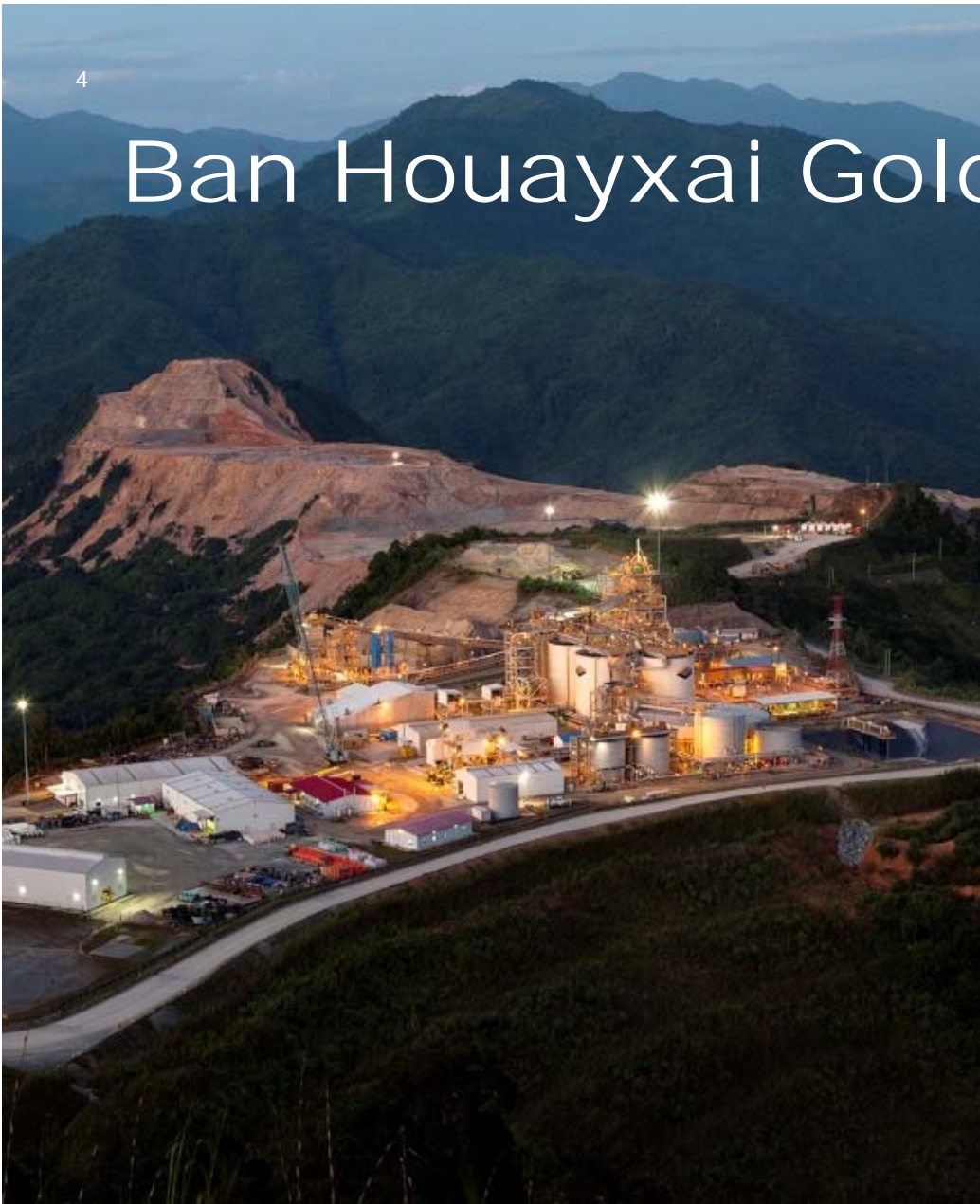
Phu Kham Operations



- Record copper, gold and silver in concentrate production and total material mined
- Copper in concentrate production of 21,146t at an average C1 costⁱ of US\$1.05/lb copper; a 24% reduction q-o-q
- All-in sustaining costs reduced 22% q-on-q to US\$1.50/lb copper
- Strong cost performance reflects record copper production and higher precious metal credits together with lower labour and sustaining capital costs - benefits flowing from business efficiency review initiatives

i: Based on invoiced pricing for gold and silver.
Data shown on a 100% equity basis.

Ban Houayxai Gold-Silver Operation



- Quarterly gold in doré production of 24,530oz at an average C1 costⁱ of US\$674/oz gold after silver credits; all-in sustaining cost of US\$862/oz
- Mill processing rate equivalent to 4.8Mtpa
- Production of gold and silver in doré reflected the scheduled lower average head grades

i: Based on invoiced pricing for silver.
Data shown on a 100% equity basis.

Pre-development projects



Frieda River Copper-Gold Project

- Work continues on stage 1 feasibility study concept
- Results from the geotechnical and hydrogeological drilling program indicate the suitability of the proposed process plant and integrated storage facility sites

KTL Copper-Gold Project

- Preferred road alignment reduced from 120km to 107km; Government of Laos continues to progress road upgrade and construction work
- Shorter road and lower prevailing fuel prices materially improve the Project economics

Outlook



- 2015 Group production guidance: 74,000t to 76,000t copper in concentrate, and precious metal in concentrate and doré of 195,000oz to 205,000oz gold and 1.4Moz to 1.5Moz of silver
- 2015 guidanceⁱ by operation:
 - Phu Kham: copper in concentrate production of between 74,000t and 76,000t at an average C1 cost between US\$1.40/lb and US\$1.45/lb after precious metal credits from 95,000oz to 100,000oz of gold and 450,000oz to 500,000oz silver; all-in sustaining cost between US\$1.85/lb and US\$1.90/lb copper
 - Ban Houayxai: gold production of between 100,000oz and 105,000oz at an average C1 cost between US\$600/oz and US\$650/oz gold after credits from 950,000oz to 1,000,000oz silver; all-in sustaining cost between US\$775/oz and US\$825/oz gold

ⁱ: Assumes average by-product prices of US\$1,250/oz gold and US\$16/oz silver, and a diesel price of US\$0.70/l. Data shown on a 100% equity basis

Takeover offer by GRAM

- Unconditional off-market takeover offer announced 30 March 2015; cash offer price A\$1.71/share; offer opened on 13 April 2015
- PanAust Independent Directors believe there are compelling reasons why GRAM should pay more to acquire increased ownership of PanAust and have recommended PanAust shareholders reject the offer as inadequate
- The Target's Statement, including an Independent Expert Report, will be despatched to PanAust shareholders on or about 30 April 2015
- The PanAust share price trading at a premium to the offer price

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