



June half 2014 Financial Result*

21 August 2014



*This presentation should be read in conjunction with the following ASX announcements released by PanAust Limited on 21 August 2014: Appendix 4D and Interim Financial Report for the half-year ended 30 June 2014; Financial results for the 6-months to 30 June 2014

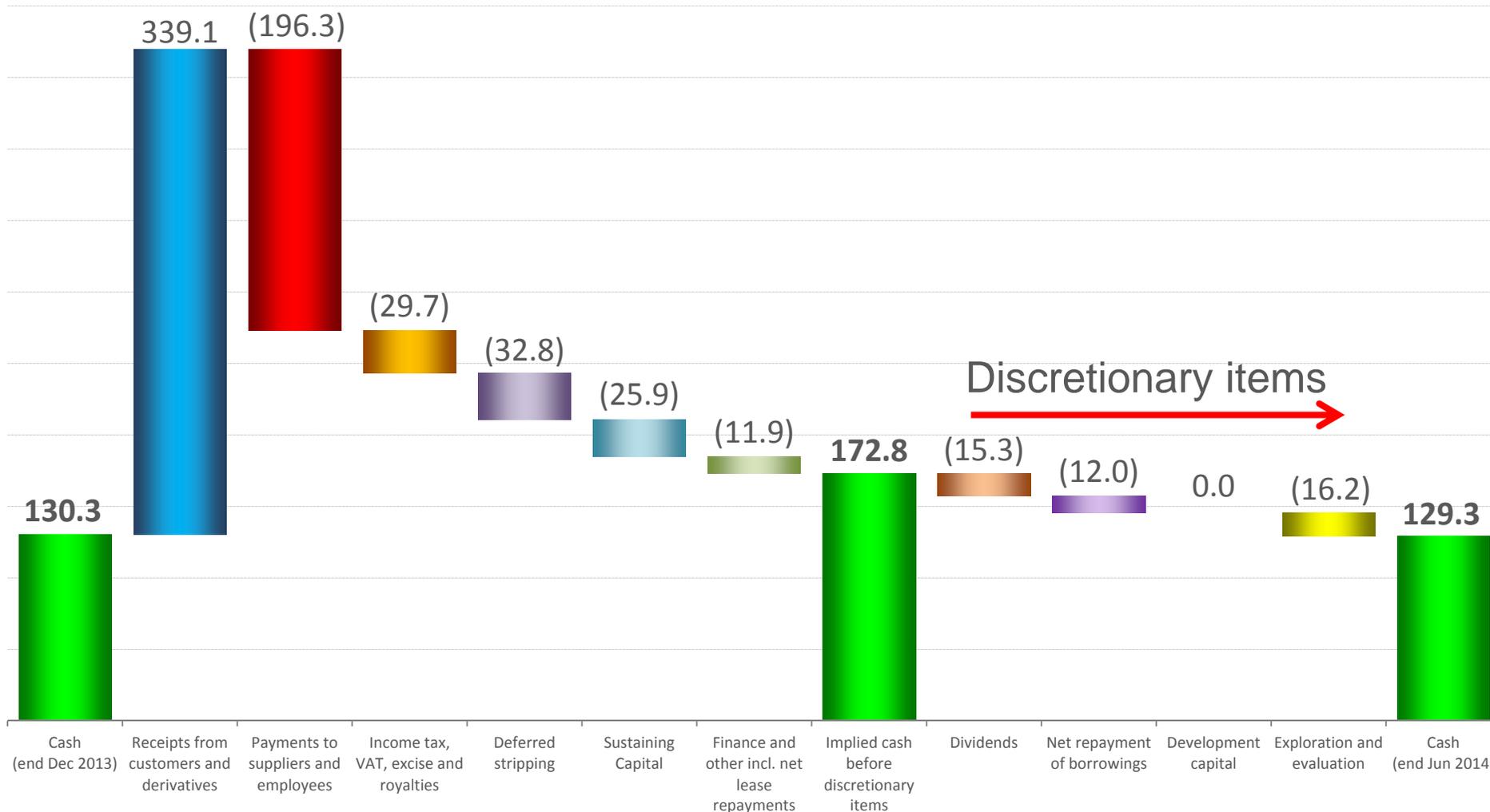
Highlights (consolidated basis unless otherwise stated)

- Profit after income tax of US\$32.4M; profit after income tax attributable to PanAust of US\$28.1M
- Earnings before interest, tax, depreciation and amortisation (EBITDA) of US\$124.4M; strong H1 2014 operating performance; full year EBITDA may exceed the guidance range if H2 2014 average copper prices are higher than US\$3.20/lb
- Sales revenue increased to US\$338.5M; higher copper and silver pay-metal sales more than offset lower gold sales and weaker commodity prices
- Strong cash flow despite the weaker commodity prices; net cash flow from operating activities of US\$105.1M
- Interim dividend declared; A\$0.03 per share to be paid in October 2014
- 2013 Sustainability Report released; met requirements of Application Level A+ of the GRI reporting framework

Strong cash flow from operating activities



US\$ millions

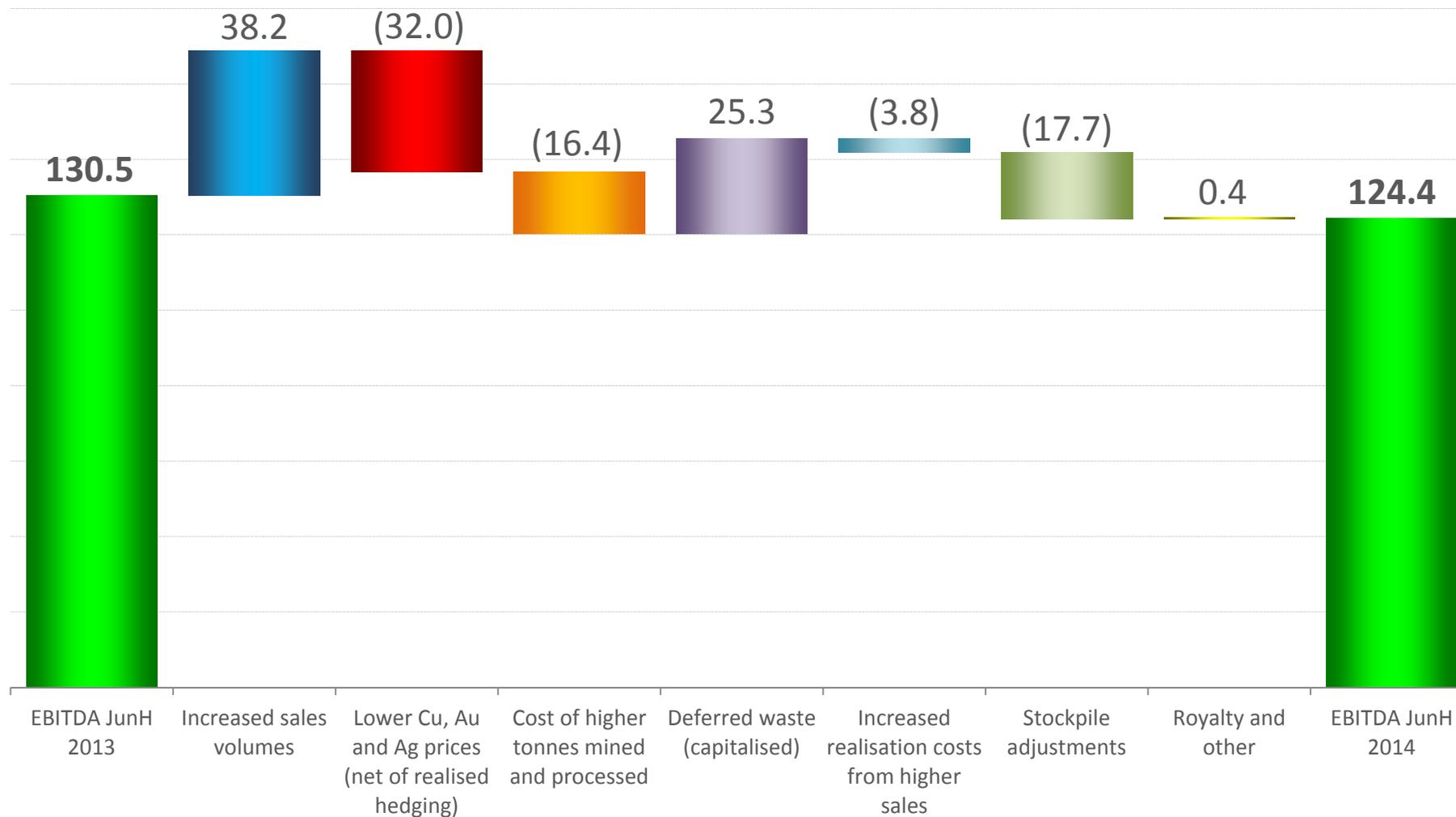


Group consolidated data

Rounding of data in this chart may cause minor computational discrepancies

Higher sales volumes; lower average prices

EBITDA reconciliation, US\$ millions



Group consolidated data

Rounding of data in this chart may cause minor computational discrepancies

Lao operations



- Strong production and cost performances; on track to achieve the upper end of 2014 copper and gold production guidance
- Sales revenue up 4%: higher copper and silver sales volumes more than offset lower pay-metal prices
- Reaping the benefits of capital investment at Phu Kham: higher processing rates and improved recovery rates; lower sustaining capital; cash flow improving
- Phu Kham cash cost: US\$1.28/lb copper after precious metal credits; all-in sustaining cost of US\$2.26/lb
- Ban Houayxai cash cost: US\$705/oz after silver credit; all-in sustaining cost of US\$990/oz



Production growth

- New Phu Kham LOM plan incorporates the KTL satellite deposit
- Phu Kham metal in concentrate production to increase in 2015 to between 70,000t and 75,000t copper and 85,000oz to 90,000oz gold as higher grade ore is mined and processed
- Inclusion of high-grade ore from KTL would lift output during peak production years at Phu Kham to between 90,000t and 100,000t copper, and between 90,000oz and 95,000oz gold
- Ban Houayxai expected to maintain annual production of approximately 100,000oz gold



Pre-development opportunities

Frieda River Copper-Gold Project

- Acquisition of an 80% interest in the Project scheduled to be completed on 25 August 2014; potential to provide production growth over the next five to ten years and sustain the business in the longer term



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- Study being finalised to feasibility standard; EIA report to be completed once acceptable agreements have been reached on a number of commercial matters that will have a material impact on the viability of the Project and any investment decision



Outlook for December half 2014

- PanAust is on track to achieve the upper end of stated full year copper and gold production guidance:
 - 65,000t – 70,000t copper
 - 160,000oz – 165,000oz gold
 - Approx. 1.2Moz silver
- Strong H1 2014 performance; full year 2014 EBITDA may exceed guidance if H2 2014 average copper prices are higher than US\$3.20/lb and/or if the Company meets the upper end of guidance for copper and gold production



EBITDA reconciliation to profit after income tax



US\$M	June half 2014	June half 2013
Earnings before interest, tax, depreciation and amortisation (EBITDA)	124.4	130.5
Interest expense (net of interest revenue) and finance charges	(10.5)	(10.7)
Depreciation and amortisation	(61.5)	(54.6)
Generative exploration costs expensed	(1.0)	(1.0)
Provision for rehabilitation expensed	(0.1)	(0.1)
Share based payments	(3.2)	(2.4)
Change in fair value of available-for-sale financial asset	(2.4)	-
Profit before income tax	45.7	61.7
Income tax expense	(13.3)	(18.3)
Profit after income tax	32.4	43.4
Profit after income tax attributable to PanAust	28.1	38.9



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