



September Quarter 2013 Review*

29 Oct 2013



*This presentation should be read in conjunction with the September quarter 2013 activities report

Highlights

- September quarter 2013 production of 17,124t copper, 47,186oz gold and 228,459oz of silver; full year production guidance remains unchanged
- Record ore processing rates achieved at both Phu Kham and Ban Houayxai
- Record metallurgical recovery rates at Phu Kham as the Increased Recovery Project ramped up to exceed design performance
- Phu Kham copper production is set to increase progressively to a peak of around 90,000tpa in 2018 and 2019 following completion of a revised life of mine plan
- PanAust to partner with the Asian Development Bank in a major project to deliver clean water and better sanitation facilities to residents of 11 towns in Laos
- Safety: two LTI's during the quarter; lost time injury frequency rate on a 12-month rolling average basis at 30 September 2013 was 0.23

Phu Kham Operations

- Quarterly copper in concentrate production increased 11% Q-on-Q to 17,124t at an average C1 cash costⁱ of US\$1.56/lb copper
- C1 costs included a one-off seasonal increase in mining costs
- Total cash costs were US\$2.19/lb copper

Capital investment benefits being realised:

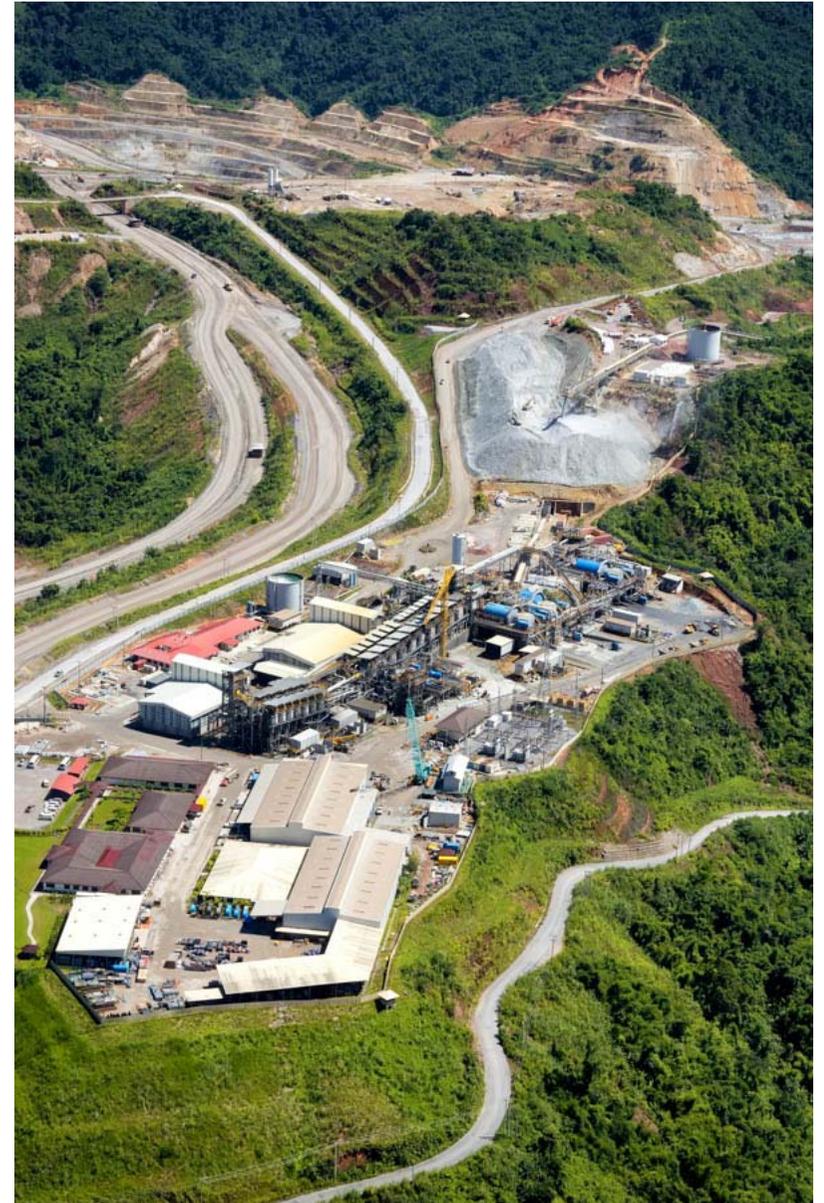
- Ore processing record of +4.8Mt, equivalent to an annualised rate of over 19Mt
- Record metallurgical recovery rates for copper (74.9%) and gold (50.8%), achieved on high pyrite ores
- Record gold in concentrate production



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

Phu Kham production to increase

- Revised mine plan schedules an increase in annual copper production to a peak of circa 90,000t in 2018 and 2019
- Outlook for a steady increase in production through 2014 and 2015 remains unchanged
- Ore processing rate of +18Mtpa expected to be sustained
- Material movements of approx. 50Mtpa in 2014 and 2015 (strip ratio 1.4:1 to 1.5:1); LOM strip ratio of 1.2:1
- Potential mill feed from satellite deposits (KTL and LCT) to augment and/or extend mine life



Ban Houayxai Gold-Silver Operation

- Quarterly gold in doré production of 26,764oz at an average C1 cash costⁱ of US\$658/oz gold after silver credits
- Total cash costs of US\$834/oz

Project outperforming design:

- Record ore processed at over 1.2Mt, equivalent to an annualised rate of 4.9Mt
- Record silver production of 152,831oz on higher head grades and processing rates



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

Phonsavan Copper-Gold Project



- Pre-feasibility study nearing completion

Evaluating development options including:

- An integrated mining and processing operation
- Low capital alternative to mine and crush high-grade ore for trucking to Phu Kham for processing
- May provide options for further increases in copper and gold production at Phu Kham for a four to seven year period



Inca de Oro and Carmen

Inca de Oro (JV with Codelco, PanAust 60.45%)

- Work on the integrated feasibility study continued: scheduled for completion in mid-2014
- Several proposals to provide electrical power are being reviewed
- Drilling at Artemisa indicates potential to extend zone of chalcocite mineralisation

Carmen (PanAust 100%)

- Further positive results from resource drilling



Carmen copper-gold deposit

Outlook



- On track to achieve 2013 production guidance of:
 - 62,000t to 65,000t copper in concentrate
 - 160,000oz to 175,000oz gold, and
 - approx. one million ounces of silver in concentrate and doré
- 2013 cost guidanceⁱ:
 - Phu Kham C1 cash cost expected to be approximately US\$1.35/lb copper
 - Ban Houayxai C1 cash cost expected to be between US\$600/oz and US\$650/oz gold
- Copper production at Phu Kham set to rise progressively over the next several years to peak at around 90,000tpa in 2018 and 2019

ⁱ: Assumes average prices for the December half 2013 of US\$1300/oz gold and US\$20/oz silver.

Data shown on a 100% equity basis.

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The data in this presentation that relate to Exploration Results are based on information reviewed by Mr Dan Brost who is a Member and Chartered Professional (Geology) of the Australasian Institute of Mining and Metallurgy (MAusIMM CP) and a Registered Member of the Society for Mining, Metallurgy & Exploration (SME). Mr Brost is a full time employee of PanAust Limited. Mr Brost has sufficient experience relevant to the styles of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) . Mr Brost consents to the inclusion in this presentation of the Exploration Results in the form and context in which they appear.