



PANAUST

EXPLORATION LICENCES, MYANMAR



PanAust holds an 80 per cent interest in Wuntho Resources Company Limited (WRCL) and has established a joint venture with Myanmar Energy Resources Group International Company Limited (MERG), a Myanmar-based company which holds the remaining 20 per cent of WRCL.

The joint venture holds three Exploration Licences within a 213 square-kilometre contract area in the Sagaing Region of Myanmar. The Exploration Licences comprise three tenement blocks: Hel Chain, Pin Hin Hka and Nam Awl.

The Sagaing Region is located in the northern region of Myanmar and is considered to be highly prospective for copper and gold.

With Myanmar's proximity to Laos, PanAust was able to cost-effectively ready an exploration team in 2015 (which includes a number of Myanmar nationals) for mobilisation upon the Licences being granted in early 2016. Administration support was also provided by PanAust's existing Operations.

In 2016, PanAust announced the expansion of its Myanmar exploration program through a farm-in agreement it had entered into with Metro Mining Limited (an Australian ASX-listed Company) for its 80 per cent interest in the Mahar San Exploration Project, also in the Sagaing Region.

In 2017, mapping, soil sampling and a 1,200 metre diamond drilling program was completed at Mahar San.

In progressing activities in Myanmar, PanAust is leveraging its award-winning sustainability practices and will continue to do so to ensure the Company's activities contribute to the nation's long-term growth and prosperity.

The Licences fit well with PanAust's corporate strategy to maximise returns from producing assets while advancing projects that offer potential to grow and sustain the business.

2018 PRIORITIES

Basic reconnaissance work has commenced at the Wuntho tenements. Historical exploration data undertaken by western mining companies during the late 1990s has been made available to PanAust by the Government of Myanmar. The data is currently under review.

In 2018, PanAust will conduct a geochemical sampling and mapping program. A drilling program is expected to follow later in the year depending on results obtained from earlier work.

At Mahar San, an eight-hole diamond drilling program is planned to commence in March 2018, and will investigate anomalous polymetallic rock chip samples identified during a 2017 drilling program.

For more information, visit www.panaust.com.au.

Photo captions: (L-R)

Field work and geological sampling being carried out in the Wuntho tenements

Members of the International Investors for Mineral Development Association (of which PanAust is a member) with Myanmar State Counsellor, Aung San Suu Kyi, December 2017