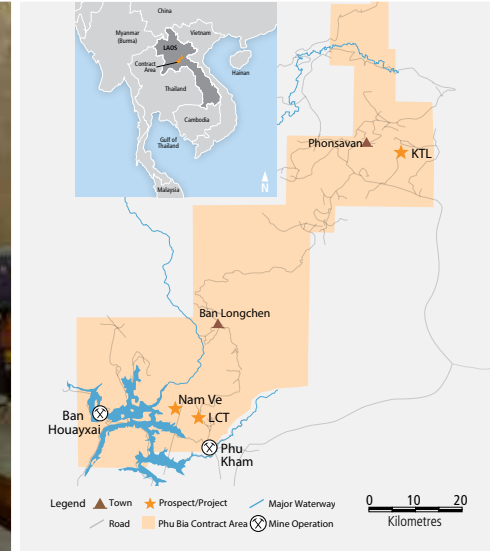


BAN HOUAYXAI GOLD-SILVER OPERATION, LAOS



The Ban Houayxai Gold-Silver Operation is located 25 kilometres west of the Phu Kham Operation in the Phu Bia Contract Area in Laos. The Operation comprises an open-pit mine feeding ore to a conventional four million tonnes per annum carbon in leach (CIL) process plant.

2015 PRODUCTION

Excellent production and cost performances were achieved at Ban Houayxai in 2015 with new annual records set for gold and silver production and C1 and all-in sustaining cost (AISC).

In 2015, open-pit material movements at Ban Houayxai totalled 12.5Mt and more than 4.9Mt of ore was processed; exceeding nameplate capacity by 22.5 per cent (2014: 10.4Mt, 4.5Mt and 12.5 per cent respectively).

The Operation produced 119,152oz of gold and 1,181,068oz of silver in 2015 and the C1 cost after precious metal credits was US\$516/oz gold and AISC was US\$687/oz gold for the 2015 year (2014: 100,938oz, 906,774oz, US\$737/oz gold and US\$987/oz gold respectively).

Sales for the 2015 year totalled 119,994oz gold in doré and 1,198,872oz silver in doré.

The Ban Houayxai Ore Reserve supports a mine life of approximately six years from the end of 2015.

AWARD WINNING OPERATIONS

Following the 2015 external audits at Ban Houayxai and Phu Kham, both Operations retained their Caterpillar 5-star contamination control rating for their mobile maintenance workshops and supply warehouses. PanAust's facilities are only two of eight owner-operated mines globally to receive the maximum 5-star rating and the first in a developing country. It is the third year running that the mobile warehouses at Phu Kham and Ban Houayxai have achieved the rating and the second for Phu Kham's mobile maintenance.

The rating follows a robust and challenging audit process. An accredited Caterpillar representative carries out in-depth checks of the facilities and employees' contamination control knowledge during the course of several days. The 5-star rating also recognises PanAust's efforts in driving a high-performance culture. PanAust attests that contamination control makes a safer working environment and contributes to operational excellence through equipment reliability improvements, major component life extensions, and maintenance costs reductions.

In March 2013, PanAust received the Project Development of the Year Award from Mines and Money Hong Kong Asia Mining Awards, in recognition of outstanding project management for the development of the Ban Houayxai Gold-Silver Operation.

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

Photo captions: (L-R)

A 'gold pour' at PanAust's Ban Houayxai Gold-Silver Operation in Laos

A map of PanAust's Phu Bia Contract Area in Laos; Ban Houayxai Gold-Silver is in the south of the Contract Area