

ASX ANNOUNCEMENT
22 May 2009

Results of PanAust Limited Annual General Meeting

PanAust Limited advises that the resolutions considered at the Annual General Meeting earlier today were approved by the shareholders.

The following resolutions were passed:

Resolution 1 – Adoption of Remuneration Report (non-binding resolution)

That the Remuneration Report contained in the Directors Report of the Company for the financial year ended 31 December 2008 be adopted.

Under the Corporations Act 2001, this resolution is advisory only and does not bind the Directors or the Company

Resolution 2 – Election of Mr Garry Hounsell as a Director

That Mr Garry Hounsell, who was appointed as a Director of the Company on 1 July 2008 by the Board of Directors in accordance with the Company's constitution and eligible for election, be elected as a Director of the Company.

Resolution 3 – Election of Mr Geoffrey Billard as a Director

That Mr Geoffrey Billard, who was appointed as a Director of the Company on 1 July 2008 by the Board of Directors in accordance with the Company's constitution and eligible for election, be elected as a Director of the Company.

Resolution 4 – Re-election of Mr Andrew Daley as a Director

That Mr Andrew Daley, who retires by rotation in accordance with the company's constitution and is eligible for re-election, be re-elected as a Director of the Company.

Resolution 5 – Approval of issue of securities to the Managing Director

That, in accordance with rule 10.14 of the ASX Listing Rules of the Australian Securities Exchange Limited, the issue of:

(a) 17.2 million options under the Executive's Option Plan;

or

(b) 8 Million share rights under the Share Rights Plan

to Mr Gary Stafford, the Managing Director of the Company, in accordance with the terms described in the Explanatory Statement accompanying the Notice of Meeting save that the exercise price for each option be the greater of a 12.5% premium to the volume weighted average price of PanAust's shares over the 5 trading days prior to and including the date of this Annual General Meeting and A\$0.30 (the price stated in the explanatory statement), be approved.

Resolution 6 – Issue of Options to Goldman Sachs JBWere Capital Markets Limited

That, in accordance with rule 7.1 of the ASX Listing Rules of the Australian Securities Exchange Limited, the issue of 75 million options to Goldman Sachs JBWere Capital Markets Limited on the terms and conditions described in the explanatory statement be approved.

Note that these options will only be issued if the loan facility from Goldman Sachs JBWere Capital Markets Limited is not repaid prior to 1 August 2009.

In accordance with the requirements of the Corporations Act, the details of proxies submitted in relation to each resolution are detailed in Schedule 1 to this announcement.

Both resolutions were passed on a show of hands and no polls were conducted.

For further information contact:

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SCHEDULE 1

Proxies received for PanAust EGM

Resolution	For	Against	Discretionary ¹	Abstain
Adoption of Remuneration Report	633,827,595 (94.56%)	21,449,486 (3.2%)	15,047,116 (2.24%)	6,188,961
Election of Mr Garry Hounsell as a Director	655,214,136 (97.10%)	4,449,305 (0.66%)	15,143,280 (2.24%)	1,706,437
Election of Mr Geoffrey Billard as a Director	659,109,394 (97.60%)	1,040,140 (0.15%)	15,218,421 (2.25%)	1,145,203
Re-elect Mr Andrew Daley as a Director	657,999,648 (97.38%)	2,564,945 (0.38%)	15,162,780 (2.24%)	785,785
Approval of issue of securities to the Managing Director	627,111,463 (93.56%)	27,193,108 (4.06%)	15,933,066 (2.38%)	6,275,521
Issue of Options to Goldman Sachs JBWere Capital Markets Limited ²	646,455,342 (96.42%)	9,047,630 (1.35%)	14,919,866 (2.23%)	6,090,320

Note 1: These proxies were to be voted in accordance with the discretion of the proxy holder.

Note 2: These options will only be issued if the loan facility from Goldman Sachs JBWere Capital Markets Limited is not repaid prior to 1 August 2009.