

Regulatory Story

Company [Pan African Resources PLC](#)
TIDM PAF
Headline First production at Phoenix
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Pan African Resources PLC

(`Pan African' or the `Company' or the `Group')

(Incorporated and registered in England and Wales under Companies Act 1985 with registered number 3937466 on 25 February 2000)

Share code on AIM: PAF / JSE: PAN

ISIN: GB0004300496

First Platinum Production at Phoenix and

sale of PGM concentrate agreement signed with Lonmin's Western Platinum Limited

Pan African, the African focused precious metals producer, is pleased to announce it has successfully commissioned the Phoenix platinum project (`Phoenix') Chrome Tailings Retreatment Plant (`CTRP') and signed a sale of Platinum Group Metal (`PGM') concentrate agreement with Lonmin plc's operating subsidiary in South Africa, Western Platinum Limited (`WPL').

Summary

- * Phoenix has concluded a sale of PGM concentrate agreement with WPL for a five year period
- * The CTRP produced its first PGM concentrate two months ahead of schedule
- * Planned production for Q3/Q4 (FYE 30 June 2012), taking into consideration a build-up phase, is estimated to be 4,500 ounces of PGM's
- * Planned production on an annualised basis is estimated to be 12,200 ounces of PGM's (240,000 tonnes per annum at an average feed grade of 3.15 g/t)
- * The CTRP has a project life of 17 years

Jan Nelson, Chief Executive Officer of Pan African commented; "We are extremely pleased to announce the production of first concentrate from Phoenix, two months ahead of schedule. Being our first major capital project it was imperative that we achieved our milestones on schedule and budget, a testament to the effort of the team and I would like to thank them. The conclusion of the five year sale of PGM concentrate agreement with WPL and the early production of PGM concentrates, will provide the Company with a platinum revenue stream commencing towards the end of the third quarter of this financial year. We have now completed our transition into a producer of both gold and platinum group metals"

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