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The Manager
Company Announcements Platform
Australian Securities Exchange
Exchange Plaza, 2 The Esplanade
PERTH WA 6000

Dear Shareholders

Noble Resources Signs Coal Purchase & Finance Agreement with Pan Asia

Key Points:

Pan Asia has, via Innovation West Pty Ltd (“Innovation West”), entered into a binding coal purchase & finance agreement with Noble Resources Pte Ltd (“Noble”).

Noble has agreed to purchase 4.8 million tonnes of coal over the next four years from the Nadvara (“NDV”) mine in East Kalimantan.

The Nadvara project is one of a number of projects that Pan Asia will be acquiring rights to under the acquisition of Innovation West. These projects will provide a mix of immediate cash-flow - from the provision of finance, a flagship project nearing development, advanced high potential exploration projects & a pipeline of additional project opportunities. The locking in of this financing is the last commercial item securing the rights to the package of thermal coal projects & the Company will now be moving forward expeditiously to complete the transaction.

Pan Asia CEO Alan Hopkins believes the signing of this landmark agreement with Noble will prove to be a key milestone in the development of the Company’s thrust to become a significant supplier to the Asian coal market.

“Via the acquisition of Innovation West we will now not only have a significant portfolio of advanced coal projects, but with Noble as an international off-take partner, we are well placed to achieve our ambitions of becoming a significant supplier of competitively priced energy into the emerging Asian markets”. Mr Hopkins said.

The completion of this arrangement with Noble now provides a very advanced & balanced package of assets being acquired as part of the Innovation West acquisition. In connection with the coal purchase agreement, Noble has provided prepayment finance of \$2 million.

“Our plan to establish a balanced package of assets providing cashflow; a flagship project nearing pre development stage that can provide a significant rerating; a number of substantial advanced exploration projects that can provide the next generation of rerating plus a pipeline of project opportunities is now nearing finalisation. This is a platform from which we can realise our objectives” Mr Hopkins advised.

The Company’s rights to coal from the NDV mine form part of the IW acquisition and the preparation of notice of meeting to approve the acquisition is well advanced and an announcement on this will follow in the short term.

Rockfield Resources CEO, Pascal Skelin, Pan Asia’s trading advisor, states:

“We have strong global demand from investors and coal off-takers with respect to Pan Asia’s initial mine offering, Nadvara. Pan Asia’s extensive on-ground relationships in Indonesia, strong corporate governance and due diligence capabilities and excellent quality assets have proven to be extremely attractive to the market. We look forward to a mutually beneficial long term relationship between Pan Asia and Noble”.

CEO Alan Hopkins concluded *“It is a great development for our Company to have concluded this arrangement with such a well respected company as Noble.”*

Yours faithfully

A handwritten signature in black ink, appearing to read 'Alan G. Hopkins', with a long horizontal flourish extending to the right.

ALAN G. HOPKINS
Chief Executive Officer

About Pan Asia Corporation Limited

Pan Asia Corporation Limited is a rapidly growing resources company primary listed on the Australian Securities Exchange and secondary listed on the Frankfurt Stock Exchange and with offices in Perth, Sydney and Jakarta

The Company aims to be a major supplier of key resources into the expanding Asian markets and is well advanced in its due diligence and requirements for regulatory and shareholder approval for the acquisition of a number of significant coal assets in Indonesia. This diversified portfolio of assets includes exposure to projects in production, approaching development and advanced exploration stages as well as key offtake positions which will complement these projects.

The evaluation and development of the current suite of assets, in addition to new opportunities that arise from a strong local partner network, will be the foundation for the Company's aim to become a significant coal company in Indonesia over the next three years.

About Rockfield Resources

The principals of Rockfield have extensive experience in mergers, acquisitions and structured financing of resource-related opportunities as well as in the marketing of coal and ferrous and non-ferrous metals. Rockfield will focus on assisting PanAsia in the marketing and financing of their projects.

Rockfield has well-established relationships and clientele which include provincial governments, power stations, steel mills and various buyers of resources throughout China, Japan, India and Korea who have strong current demand for the Company's products.