

ASX / MEDIA ANNOUNCEMENT



311 – 313 Hay Street
SUBIACO WA 6008
P: + 61 8 9381 5819
F: + 61 8 9388 3701
ABN: 45 098 448 269

17 May 2012

UPDATED INVESTOR PRESENTATION – MAY 2012

The Directors of Pan Asia Corporation Ltd (the “**Company**”; **ASX:PZC**) are pleased to provide the attached updated company presentation that CEO Alan Hopkins will provide to attendees of the Investors Insight Function in Perth this afternoon.



COMPANY PRESENTATION

**“Supplying Key Energy Resources into
Expanding Asian Markets”**

May 2012



Adding Value to Mid-Tier Projects in Asia

INDONESIAN PROJECTS

- Resource rich and well located
- Restricted access to appropriate risk capital



- Australian mining and exploration standards
- Risk capital via regulated markets (ASX)

RELIABLE EXPANDED SUPPLY TO ASIAN MARKETS

- ✓ Titles / Approvals in place
- ✓ Feasibility studies completed
- ✓ Strong foundation built for projects

Significant projects made ready for development partnerships / offtake agreements

Thermal Coal: Indonesia - Kalimantan

1 Thermal Coal Exporting Region in the World



Developing Countries Provide Long Term Demand...

Long cycle ahead....

	Historical 5 Year Growth	China Current Intensity (per person)	Developed Economy Intensity (per person)	Potential Upside	Length of Growth Phase
Electricity Generation	10%	2.8 MWh	10.0 MWh	260%	15 – 20
Coal Demand	8%	2.2 tonnes	6.0 tonnes	170%	15 - 20

1.8 Billion People in Indonesia, India & Brazil also at Early Stage

(Indonesia 0.6MWh/per person & 8.5% p.a growth in electricity consumption/per person)

Flagship Pre Development Project – “TCM”

South Kalimantan

75% interest (25% Local Partners) (3,440Ha)

- ✓ Immediately adjacent to PT Arutmin ATA mine
- ✓ High calorific value thermal coal
6,200 kcal / kg (AR)
- ✓ 128Mt of JORC measured, indicated & inferred resource, with significant potential to increase (target 200Mt)
- ✓ Haul road in
(51kms to Batulicin Barge Loading Terminal)



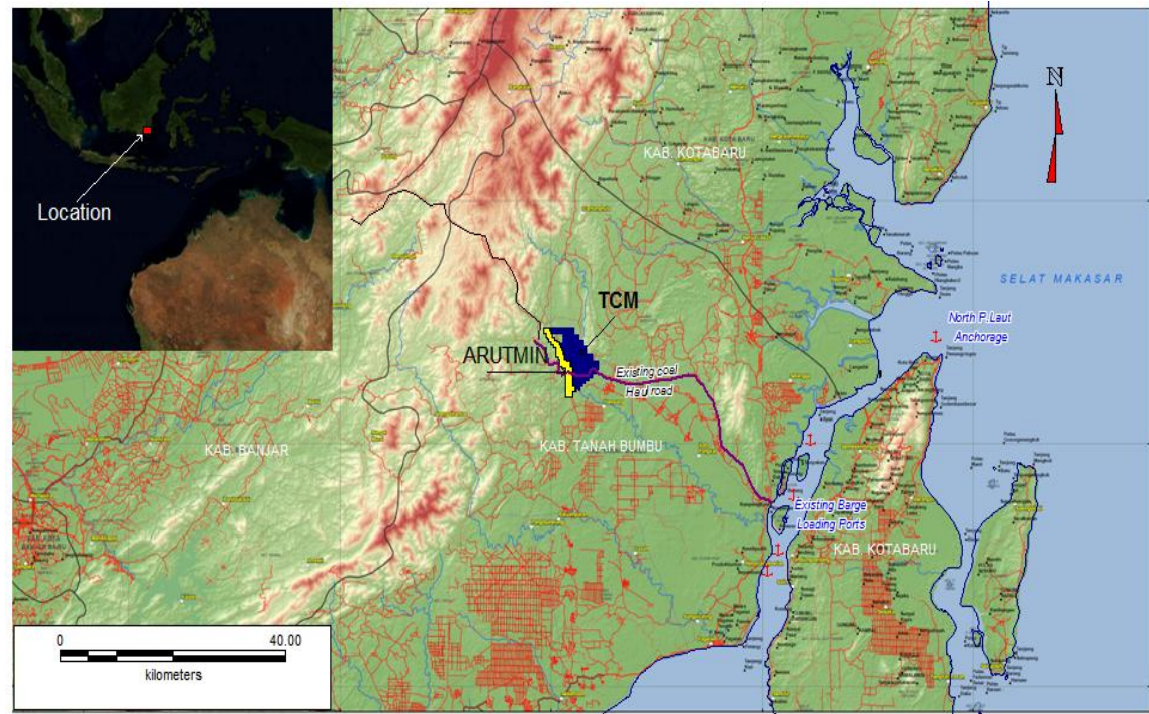
TCM Project - Resource

- JORC measured resource = 50Mt
- JORC indicated resource = 38Mt
- JORC inferred resource = 40Mt

TOTAL JORC RESOURCE = 128Mt*

- Production IUP Issued
- Offtake Rights - PZC

** Refer Appendix 1 for details*



TCM – Project Concept

Style of Mining	Mechanized Longwall
Target Sellable Coal	1.5Mt pa
Mine Life	15 years +
Target Sellable Coal C.V	6200 + AR
CAPEX + OPEX pre production	~ US\$190m

Project parameters targeted by the company as a result of Full Bare Coal Feasibility Study completed by PT Kopex Mining Contractors (KMC).



INDONESIA'S COAL CLOCK

3rd Generation Coal Projects

- Near Coast
- High Coal Quality Available
- Infrastructure Already In
- Big Tonnages Possible
- High CAPEX & Mining OPEX



1st Generation Coal Projects

- Open Pit
- Near Coast
- Big Tonnages Available
- Low CAPEX/OPEX

2nd Generation Coal Projects

- Open Pit
- Longer Haul/Barge
- Lesser Coal Quality
- Needs Big Tonnage
- May Need Infrastructure

What Does Underground Mining Offer Investors?

OFFERS

- High Coal Quality
- Large Tonnage
- Good Location
- Infrastructure In
- Minimum Impact on Other Stakeholders
- Forestry
- Possible Incentives

NEEDS

- Expertise
- Technology
- High CAPEX
- Higher Mining OPEX

Key Positive Factors – TCM Underground Project

THE BIG PICTURE

- | | | |
|--------------------------------------|---|-----------------------------|
| ➤ High Quality Coal | ➔ | High Revenue per tonne |
| ➤ Big Tonnage Potential | ➔ | Supports High CAPEX |
| ➤ Location and Infrastructure | ➔ | Offsets Higher Mining Costs |

KEY DETAIL - Technical

- | | |
|------------------|--|
| ➤ GEOTECH | - Rock Integrity
- Faulting |
| ➤ PARTING | - None or small (washing /yield) |
| ➤ OTHERS | - Gas, water, spontaneous combustion etc |





- Globally one of the largest groups in the coal mining sector
- Operates in over 50 countries
- Successful underground trial mining in Kalimantan
- Co-funding drilling and FS in return for rights to participate in project



*Headquarters of Kopex located in
Katowice - Poland*

Resources & Targets

			CALENDAR YEAR 2012	
Project	Status	Interest	Project Target	Attributable Target
TCM South (underground)	<i>Pre-Development</i>	75%	125 Mt	94 Mt
TCM (possible open pit)	<i>Pre-Development</i>	75%	3 Mt	2 Mt
SUB TOTAL – JORC Projects			128 Mt	96 Mt
TCM North	<i>Exploration</i>	75%	80 Mt	60 Mt
TOTAL			208 Mt	156 Mt

Australian Coal Companies - Enterprise Values / tonne

**Average EV/tonne of JORC Resource
(Exploration)
= A\$0.46**

**Average EV/tonne of JORC Resource
(Development/Production)
= A\$1.98**

**Targeted Market Cap for PZC in 2012 - 2013
JORC Exploration = A\$44m+
JORC Development = A\$190m**

Explorers					
CPL	Coalspur Mines Ltd	Explorer	1,165.1	1,458.4	0.80
HUN	Hunnu Coal Ltd	Explorer	456.2	691.5	0.66
GNM	Gujarat NRE Coking Coal Ltd	Explorer	396.2	651.9	0.61
BND	Bandanna Energy Ltd	Explorer	382.6	1,239.5	0.31
AKM	Aspire Mining Ltd	Explorer	293.6	330.7	0.89
CLR	Carabella Resources Ltd	Explorer	224.5	95.3	2.36
NCR	Nucoal Resources NL	Explorer	199.8	504.5	0.40
RIC	Rockland Richfield Ltd	Explorer	160.7	481.3	0.33
MTE	Metrocoal Ltd	Explorer	117.0	923.0	0.13
AFR	African Energy Resources Ltd	Explorer	116.7	2,730.0	0.04
CCC	Continental Coal Ltd	Explorer	107.7	338.2	0.32
SMR	Stanmore Coal Ltd	Explorer	93.6	328.0	0.29
CWK	Coalworks Ltd	Explorer	79.0	863.5	0.09
REY	Rey Resources Ltd	Explorer	55.3	535.3	0.10
EER	East Energy Resources Ltd	Explorer	43.0	749.0	0.06
UNV	Universal Coal plc	Explorer	32.8	848.6	0.04
Average		Explorer	0.46		

EV/Resource Tonne					
Code	Company	Status	EV (A\$m)	Resource (Mt)	EV/Resource (Mt)
Developers & Producers					
CNA	Coal & Allied Industries Ltd	Dev/Prod.	10,598.4	4,360.8	2.43
NWH	New Hope Corp Ltd	Dev/Prod.	4,881.3	1,529.0	3.19
MCC	Macarthur Coal Ltd	Dev/Prod.	4,481.9	1,761.5	2.54
WHC	Whitehaven Coal Ltd	Dev/Prod.	2,859.8	1,515.2	1.89
AZT	Aston Resources Ltd	Dev/Prod.	1,506.3	508.5	2.96
GCL	Gloucester Coal Ltd	Dev/Prod.	1,326.2	1,512.1	0.88
BTU	Bathurst Resources Ltd	Dev/Prod.	193.9	75.1	6.58
COA	Coal of Africa Ltd	Dev/Prod.	441.1	1,075.0	0.41
COK	Cockatoo Coal Ltd	Dev/Prod.	395.6	1,361.4	0.29
RES	Resource Generation Ltd	Dev/Prod.	92.9	2,271.0	0.04
ZYL	ZYL Ltd	Dev/Prod.	50.8	87.7	0.58
Average		Dev/Prod.	1.98		

Total Ordinary Shares on Issue

117.6m

Total Options on Issue
Exercisable at 20c - \$1

17.2m

Cash

USD\$ 2m

ASX LISTED “PZC” : Full Details on website www.panasiacorp.com.au

Milestones — Flagship Project TCM

2nd QUARTER 2012

3rd QUARTER 2012

4th QUARTER 2012

**Feasibility
Study
Base Case**

**Feasibility
Study
Optimised**

**In Principle
Commercial
Agreement
(Development &
Offtake)**

**Due Diligence Completed
for Commercial
Agreement**

**Detailed Development
Planning**



Domenic Martino
Chairman

dmartino@panasiacorp.com.au

- Chairman & director of several public & private companies, with extensive Indonesian experience



Alan Hopkins
Pan Asia CEO

alan@panasiacorp.com.au

- 25 yrs experience as CEO in public listed resource companies
- Many successful start-ups



Cicip Hadisucipto
Senior Economic Geologist

cicip.hadi@gmail.com

- 25 years in Indonesian mining industry
- Currently Coal Assets Appraiser for the Stock Exchange Regulatory Board for the Republic of Indonesia

Other Directors:

Michael Pixley

Luke Martino

Company Secretary:

Jason Campbell

Technical & Support Team includes:

Bill Hewitt

In Country Manager

Agus Sucipto

Exploration Manager – TCM Project

Dadzui Ismail

Underground Mining Manager – TCM Project

Andrew Ichwan

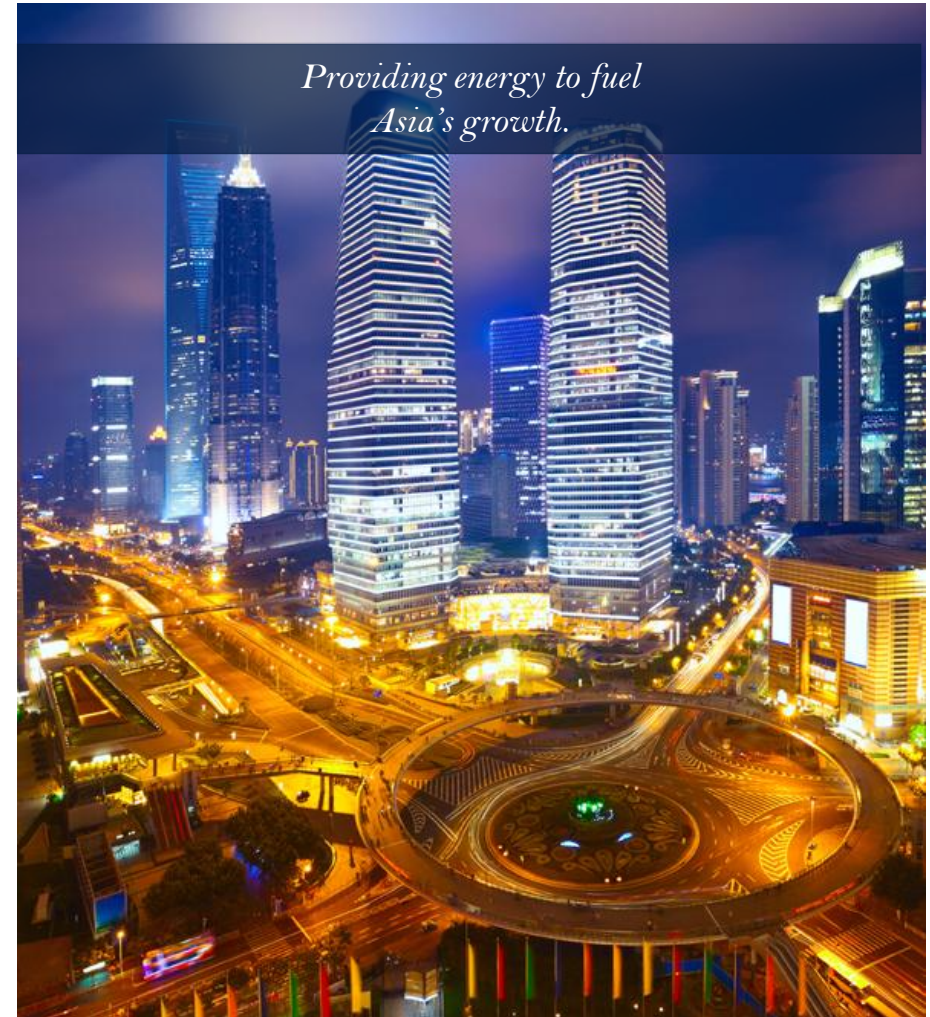
In Country CFO

Emerging supplier of key energy resources into Asian markets

- Significant pre-development project
- High priority exploration
- Project opportunity pipeline
- Capable In Country Team

Aligned local partners in Indonesia

Major re-rating opportunity



Forward Looking Statements

This presentation includes certain “forward looking Statements”. All statements other than statements of historical fact are forward looking statements that involve various risks and uncertainties. There can be no assurances that such statements will prove accurate and actual results and future events could differ materially from those anticipated in such statements. Such information contained herein represents management’s best judgement as of the date hereof based on information currently available. The Company does not assume the obligation to update any forward looking statement.

Qualified Person

The technical information in this presentation is derived from Pan Asia’s ASX releases, each of which has been reviewed by our competent person, Marek Rosa, as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Copies of prior releases are available on the ASX website or www.panasiacorp.com.au

Competent Persons’ Statement

The information in this release that relates to the Coal Resources of PT. Transcoal Minergy (“TCM”) is based on information compiled and reviewed by Mr. Marek Rosa, who is a Member of the Australasian Institute of Mining and Metallurgy (The AusIMM) and works full time for PT Kopex Mining Contractors based in Jakarta, Indonesia (Member of Kopex Group Poland).

Mr Rosa is a qualified geologist who has more than 20 years of relevant mining and geological experience in coal, working for major mining companies in Poland (17 years) and in Indonesia (4 years) as a consultant. He has National Polish geological license No II-1140 for research, exploration, resource and reserve estimation of deposits of basic minerals and coalbed gas methane. During this time he has either managed or contributed significantly to numerous mining studies related to the estimation, assessment, evaluation and economic extraction of coal in Poland and Indonesia. He has sufficient experience which is relevant to the style and type of deposit under consideration especially for Underground Mining and to the activity he is undertaking to qualify him as a Competent Person for Reporting of Exploration Results, Mineral Resources and Ore Reserves.

The estimates of Coal Resources have been carried out in accordance with the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves” (December, 2004) and Mr Rosa consents to the inclusion in this release of the Mineral Resources in the form and content in which it appears.

A handwritten signature in blue ink, appearing to be 'Marek Rosa', written over a horizontal line.

MAREK ROSA M.Sc. (Geology), MAusIMM

Appendix 1

Current JORC Resources at TCM

	TCM JORC RESOURCES
MEASURED (tonnes)	50,270,464
INDICATED (tonnes)	38,108,017
INFERRED (tonnes)	40,436,597
TOTAL (tonnes)	128,815,078

Coal Quality

Proximate Analysis	%	14% Ash Spec
Total Moisture	ar	8.5
	ad	
Inherent Moisture	b	3.0
Ash content	ar	14.0
Volatile Matter	ar	38.1
	daf	49.8
Fixed Carbon		by difference
Total Sulfur	ar	1.00
Calorific Value	ar	6200
	ad	
	b	6600
	daf	8000

PARAMETERS USED IN JORC UPGRADE

1. Completed 55 boreholes (typically >200m depth);
2. All finished boreholes were drilled vertically and geophysically logged at the completion of the each borehole;
3. A number of boreholes have been 'touch' cored for coal quality analysis;
4. All borehole locations have been surveyed;
5. Profiles, logs of boreholes, seams correlation and collar co-ordinates completed;
6. Laboratory testing: quality, geotech, gas methane completed;
7. All data was put into an electronic database;
8. Minimum thickness of 0.20m coal is reported in the model;
9. Maximum thickness of parting included in seam thickness is 0.10m;
10. Minimum thickness of 1.00m is established for resources dedicated for potentially underground exploitation.

Based on the level of complexity of the TCM deposit, KMC sub-divided resources into categories based on the following drill spacing:

- Measured <500m
- Indicated 500 - 1000m
- Inferred 1,000 - 2,000m