

30 April 2014

MARCH 2014 QUARTERLY ACTIVITIES REPORT

Pan Asia Corporation Ltd (ASX: PZC) (the **Company**) is pleased to report on its activities for the quarter ending 31st March 2014 (the Quarter).

HIGHLIGHTS

- **Received next installment of equity funding**
- **Continued to progress discussions with interested parties on the TCM Coal project, now at a very advanced stage**
- **Progressed remaining permits and access arrangements**
- **Planning for infill drilling, targeting category upgrade of resource in northern section**

Pan Asia CEO Alan Hopkins said:

“Commercially, we have had a very active quarter with the Company very close to choosing its’ preferred path for the TCM project. Once various preconditions are met we expect to be able to announce the path forward for this project which may see the Company’s asset rerated with a funded interest retained to production”

Completion of \$500,000 second stage Capital Raising

In March 2014, the Company raised a further \$504,000 after issuing 24m shares at \$0.021

The Company is currently expecting a third tranche placement of funds to be received in early May 2014.

Possible sale of Interest in TCM Project

The Company is continuing negotiations with Singaporean / Indonesian groups for the possible sale / funding of its 75% interest in the TCM project. These negotiations are now very advanced and the Company expects them to be concluded in the very near future. A successful completion of such an arrangement could see the asset rerated with the Company also retaining an interest funded to production.

TCM Project – South Kalimantan (75% Owned)

During the quarter the Company continued its' activity on the TCM project including:

- The modelling of various low, front end capex / fast production scenarios for the development of the mine
- Discussions with possible equipment suppliers for the supply of underground equipment and OEM financing arrangements
- Discussions with Chinese underground mining contractors with specific capability in similar rock conditions
- Met various regulatory requirements under the mining licence, including the monthly and quarterly environmental reports and payment of the annual concession fees
- Progressed outstanding permitting and access arrangements
- Developed an infill drill plan for the northern part of the concession to increase the level of confidence in that part of the resource from inferred status to indicated status.

Mining Tenement Details

The Company owns a 75% interest in PT Transcoal Minergy, the owner of mining operation production licence 545/091/IUP-OP/D.PE/2010 dated 28 April 2010, located in the Tanah Bumbu Province in the Regency of South Kalimantan, Indonesia

ENDS

About Pan Asia

Pan Asia Corporation Limited flagship project ("TCM") is a high CV thermal coal project in South Kalimantan.

Pan Asia seeks to build significant projects; de-risking them ready for development partnership / offtake agreements with quality, life of mine partners.

For Further Information Contact:

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