

24 January 2018

ASX ANNOUNCEMENT

Transaction Update - Sale of TCM to Glory Merry

In April 2017, Pan Asia Corporation Ltd ("PZC" or the "Company") entered into a heads of agreement ("HOA") to sell the company's 100% owned subsidiary, Innovation West Mantewe Pte Ltd ("IWM") to Glory Merry Limited. IWM is the owner of a production operation mining business in Indonesia (the "TCM Project").

The terms of the HOA included:

1. GM would be provided with a due diligence period of 180 days.
2. GM was to pay US\$500,000 to an independent consultant to carry out an updated feasibility study on the TCM Project.

GM has received the feasibility report. The parties to the HOA have agreed to extend the due diligence period to 31 March 2018.

Brett Crowley
Company Secretary