Pan African Resources (JSE: PAN): It's a Gold Mine Out There

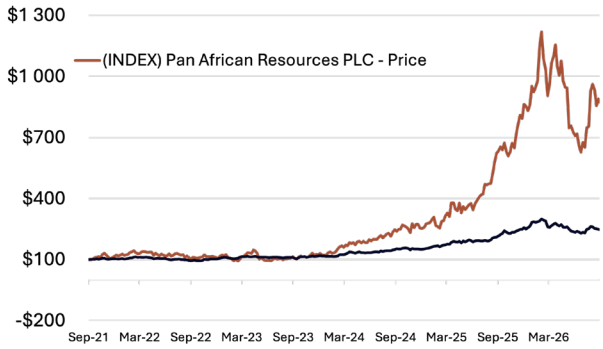
Barberton's gold rush started in 1883, when Auguste Roberts ("French Bob") struck gold at Concession Creek. The Sheba Mine, still part of Pan African's portfolio today, has been in continuous production since 1885, and is one of the oldest working gold mines in the world.

Since listing in 2007, Pan African has built out both its underground mines (Barberton, Evander) and a low-cost surface tailings retreatment business (Elikhulu, BTRP, MTR), and has more recently added Tennant Mines in Australia, consistently growing its asset base in a measured, disciplined fashion. That steady build set the stage for FY26: headline earnings per share up just shy of 200%, alongside record production and a gold price that's more than doubled since 2023.

PAN FY2026 Results

- Gold production: +39% to 270 koz
- Revenue: +114% to US$1.16bn
- Average gold price received: +55% to US$4,235/oz
- Profit for the year: +154% to US$357m
- Headline EPS: +199% to US17.64c
- Operating cash flow: +260% to US$557m
- AISC: US$1,867/oz
- Record final dividend: 65c/share (FY26 total div 77c)
- Approved a R500m share buyback
- FY27 production guidance: 280,000 oz to 302,000 oz
- FY27 AISC guidance: US$2,075/oz to US$2,175/oz

Indexed Price Return: PAN share vs Gold price



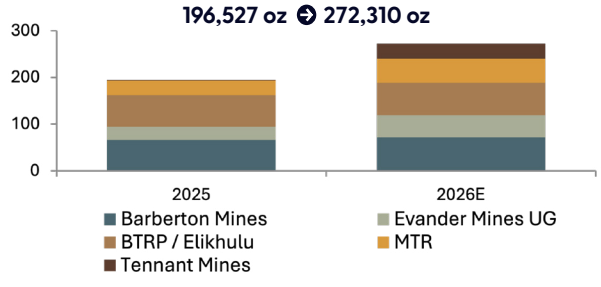
Source: FactSet

FY26 was an exceptional year for Pan African. All-in sustaining cost sits well below the industry average, and at today's gold price that translated into a sharp rise in profit and cash generation: EBITDA nearly tripled, profit rose 154%, and operating cash flow was up 260% to US$557m, strong enough to take the group from net debt of US$150.5m a year ago to net cash of US$185.7m today, with further headroom in undrawn facilities. We're already seeing that cash being put to work without stretching the balance sheet, through a record dividend and a new R500m share buyback. Taken together, FY26 stands out as the company's strongest year on record.

Group gold production by source, FY25 vs FY26

⊕ 39%

196,527 oz ➔ 272,310 oz



Source: Pan African Resources FY2026 results presentation, year ended 30 June 2026

The views expressed above are those of the Advantage Securities Investment Team and are based on our analysis, interpretation of publicly available information, and professional judgement at the time of writing.

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