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Companies Announcement Office
Via Electronic Lodgement

PERMIT TO MINE GRANTED TO WYOMING URANIUM COMPANY

The State of Wyoming, Department of Environmental Quality ("WDEQ"), has issued the commercial Permit to Mine (Permit Number 778) for the Uranerz Energy Corporation ("Uranerz") Nichols Ranch In-Situ Recovery ("ISR") Uranium Project located in Johnson and Campbell counties in the Central Powder River Basin of Wyoming, U.S.A.

The Nichols Ranch project contains an estimated 5.5 million pounds of uranium resources and will serve as a platform to develop Uranerz's other Powder River Basin projects through the permit amendment provisions of the regulatory process.

Peninsula is also planning to use these same permit amendment provisions to advance its Lance Projects through to development.

This news is significant as it provides further evidence of the increased efficiency and streamlined regulatory environment which is supporting the progress being made in the U.S uranium industry towards significantly increasing production.

On the federal level, Uranerz will need the final Materials License from the United States Nuclear Regulatory Commission ("NRC") before construction can commence. Uranerz received the draft NRC Materials License in late November, 2010.

Peninsula lodged its applications for a Combined Source and 11e.(2) Byproduct Material License with the NRC on the 31st December 2010.

Peninsula's Executive Chairman Mr. Gus Simpson said;

"The issue of the Permit to Mine at Nichols Ranch is good news for emerging uranium producers in the US. This improved permitting environment, a marked shift in global sentiment toward nuclear power combined with rising prices for U3O8 is resulting in a significant re-rating of Uranium companies."

Yours sincerely

John (Gus) Simpson
Executive Chairman

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