



9 March 2011

Companies Announcement Office
Via Electronic Lodgement

WDEQ RELEASE DRAFT DEEP DISPOSAL WELL PERMIT FOR LANCE URANIUM PROJECT

Peninsula Energy Limited (Peninsula) is pleased to announce that it has been advised that the Wyoming Department of Environmental Quality (WDEQ) has informed the United States Environmental Protection Agency (USEPA) that the application by Peninsula's wholly owned subsidiary, Strata Energy Inc. for an Underground Injection Control (UIC) Class 1 area permit is complete and technically adequate.

This notification paves the way for the final approval of five deep disposal wells in the Ross Permit Area, achieving another important milestone in the permitting process.

The USEPA is now reviewing the application material and draft permit. In addition the WDEQ has released the draft permit for public comment.

Issuance of the permit would grant Strata permission to drill the disposal wells which, once permitted, would be used to inject low-level wastes into brackish to saline ground water at depths in excess of 8,000 feet.

Peninsula's Executive Chairman Mr. Gus Simpson said *"This decision by the WDEQ is another significant milestone in the permitting process and highlights the co-ordinated and efficient manner in which the various regulatory bodies have been able to work with the Company."*

Yours sincerely

A handwritten signature in black ink, appearing to read "John Simpson", written over a light blue horizontal line.

John (Gus) Simpson
Executive Chairman

For further information, please contact our office on (08) 9380 9920 during normal business hours.