



27th June 2012

Companies Announcement Office
Via Electronic Lodgement

CORNERSTONE INVESTOR AND DIRECTORS EXERCISE OPTIONS

Peninsula Energy Limited (PEN) is pleased to announce that the Company's cornerstone investor, Pala Investments Holdings Ltd (Pala) has exercised its outstanding June 30th, 2012 options (PENOA).

Pala has exercised all the outstanding options held, being 144,158,988 for a total of \$4.345 million. In addition the Executive Chairman, John (Gus) Simpson, and other directors have exercised all options held by them; representing 15,868,361 PENOA's for \$476,051.

In addition Pala has underwritten un-exercised options up to the extent that they will hold 19.90% of the Company. Any remaining un-exercised options will be converted in accordance with the underwriting agreement with Hartleys Limited and Canaccord BGF Limited.

Yours sincerely

A handwritten signature in black ink, appearing to read "John (Gus) Simpson", written over a horizontal line.

John (Gus) Simpson
Executive Chairman

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