



28 January 2016

Companies Announcement Office
Via Electronic Lodgement

CLARIFICATION STATEMENT

With regard to the announcement made to the ASX on 5 January 2016, Peninsula Energy Limited (Peninsula) wishes to clarify that the uranium delivered by Strata Energy Inc. (Strata) was borrowed material to ensure compliance with the delivery schedule in its existing uranium sale agreement.

Given operations only commenced in December 2015, it is not realistic to expect or feasible for Strata to deliver commercial quantities of U_3O_8 from the Lance Projects to a customer in less than 4 weeks. Loaning material from other suppliers to meet specific delivery obligations is common practice within the uranium industry due to the fungible nature of U_3O_8 .

As stated in the announcement to the ASX on 22 January 2016, Strata is in the ramp-up stage at the Lance Projects and is very pleased with production performance to date. Based on current operational forecasts, Strata expects to return the borrowed material and make the next delivery scheduled under the sale agreement with U_3O_8 sourced from the Lance Projects.

Yours sincerely

A handwritten signature in black ink, appearing to read "John Simpson", written in a cursive style.

John (Gus) Simpson
Managing Director/CEO

For further information, please contact our office on +61 (0)89380 9920 during Normal business hours.