



3 July 2018

Companies Announcement Office
Via Electronic Lodgement

US\$17M CONVERTIBLE LOAN FACILITY AGREEMENTS EXECUTED INCLUDING SALE OF US\$3.85M TO EXISTING SHAREHOLDER

Peninsula Energy Limited (**Peninsula, the Company**) is pleased to advise that it has executed amended and restated loan agreements with major shareholders Resource Capital Fund VI L.P. (**RCF VI**) and Pala Investments Ltd (**Pala**) to extend the maturity date of the existing convertible note facility by 2 years to 22 April 2020 (**Convertible Note Facility**). As announced on 20 April 2018 the Convertible Note Facility has also been reduced from US\$20 million to US\$17 million following a cash repayment by Peninsula of US\$3 million in late April 2018.

In addition, US\$3.85 million of the Convertible Note Facility has been sold by RCF VI and Pala, in proportion to their existing convertible loan amounts, to entities associated with Melbourne based investment fund Collins Street Value Fund (**Collins Street**), an existing Top 20 shareholder of Peninsula.

Under the terms of the executed convertible loan agreements, RCF VI, Pala and Collins Street (**Lenders**) have each provided Peninsula with a convertible loan facility. The US\$17 million total loan amount will comprise a US\$8.44 million convertible loan provided by RCF VI, a US\$4.71 million convertible loan provided by Pala and a US\$3.85 million convertible loan provided by Collins Street (**Convertible Loans**).

Peninsula's Managing Director/CEO Wayne Heili commented; *"Peninsula welcomes associates of our existing shareholder Collins Street as new noteholders, joining RCF and Pala in providing this financing facility to the Company"*

Collins Street Co-Founder Vasilios Piperoglou commented; *"We are pleased to add to our existing support of Peninsula by providing this loan facility. As deep value investors, we are positive towards a recovery of the uranium sector and we see Peninsula's planned transition to low pH operations in the United States as a value accretive opportunity within the sector"*

The Company will be seeking shareholder approval in respect of the security to the Lenders and also the issue of shares on conversion under the revised terms of the Convertible Loans (including in respect of interest and fee payments), issue of extension fee options (and shares on exercise of those options) in accordance with the Corporations Act and applicable Listing Rules as soon as practicable. On 6 June 2018 the Company was granted a waiver from ASX of the requirements of ASX Listing Rule 10.1 as they pertain to the grant of an interest in assets of the Company to a related party and substantial shareholder, until shareholder approval is obtained. Given the time required to obtain the necessary regulatory and shareholder approvals, the Lenders have agreed to an interim extension of the maturity date of the existing Convertible Loans to 31 August 2018.

The changes to the Convertible Note Facility will be reflected in an Independent Expert's Report and Notice of Meeting that will be submitted to the regulators for review prior to their despatch to shareholders for the extraordinary general meeting to be held as soon possible. Completion of the sale of US\$3.85 million in face value of convertible notes to Collins Street is subject to conditions precedent typical for such a sale, including the passing of shareholder resolutions at the forthcoming extraordinary general meeting.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Wayne Heili', with a stylized flourish at the end.

Wayne Heili
Managing Director/CEO
Peninsula Energy Limited

For further information, please contact our office on +61 (0)8 9380 9920 during normal business hours.