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Companies Announcement Office  
Via Electronic Lodgement

## **PENINSULA SECURES \$7.0 MILLION IN FUNDING THROUGH SUCCESSFUL PLACEMENT AND TO COMMENCE \$2.1 MILLION ENTITLEMENT OFFER**

### **Highlights**

- **A\$9.1 million in equity funding, comprising:**
  - **A\$7.0 million raised through a strongly supported placement to new and existing institutional and sophisticated investors at \$0.165 per share**
  - **A\$2.1 million to be raised through a renounceable Entitlement Offer to eligible shareholders at \$0.165 per share**
- **Majority of funds raised will be used for ongoing site costs and low pH de-risking and optimisation activities at the Lance Projects, uranium purchases under existing contracts and for general working capital purposes**
- **Euroz and Canaccord are Joint Lead Managers to the Placement and Entitlement Offer**

### **Summary**

Peninsula Energy Limited (**Peninsula or Company**) is pleased to advise that it has received commitments for A\$7.0 million through a placement to institutional and sophisticated investors of 42.42 million ordinary shares at an issue price of \$0.165 per share (**Institutional Placement**).

In addition to the Institutional Placement, eligible shareholders will be offered the opportunity to participate in a pro-rata renounceable entitlement offer on the same terms as the Institutional Placement. The entitlement offer will raise approximately A\$2.1m pursuant to the issue of up to 12.65 million ordinary shares at an issue price of \$0.165 per share (**Entitlement Offer**). Euroz Securities Limited (**Euroz**) and Canaccord Genuity (Australia) Limited (**Canaccord**) are the Joint Lead Managers to the Institutional Placement and Entitlement Offer. Both the Institutional Placement and Entitlement Offer are priced at a 20.7% discount to the 10-day volume weighted average price of the Company's shares, a 14.7% discount to the 30-day volume weighted average price and a 21.4% discount to the closing price of the Company's shares on 26 November 2019.

Net proceeds from the Institutional Placement and the Entitlement Offer will be used for ongoing site operational costs and low pH de-risking and optimisation activities at the Lance Projects, the purchasing of uranium for delivery to customers under existing contracts, debt servicing costs and for general working capital purposes.

Wayne Heili, Peninsula's Managing Director/CEO, commented on the successful Placement: *"We are very pleased to be able to strengthen the Company's balance sheet and underpin our transition to low pH operations at the Lance Projects by securing this funding support."*

*On behalf of the Board I'd like to welcome the new shareholders to our register and to thank our existing institutional and sophisticated investors who have increased their holdings. We feel this placement and entitlement offer is an attractive value proposition for both new and existing shareholders, particularly with the near-term positive catalysts that could come through the US President's implementation of the U.S. Nuclear Fuel Working Group's recommendations. Peninsula's efforts to prepare the Lance project for low pH ISR production operations and to strengthen our financial position are both forward-thinking and timely.*

*We now offer all of our existing shareholders the opportunity to participate on the same terms through the Entitlement Offer. We acknowledge and appreciate the strong support of Euroz and Canaccord for leading this successful fundraising process."*

### **Institutional Placement**

The Institutional Placement was strongly supported and following a scale-back process the Company has accepted commitments for A\$7.0 million from new and existing institutional and sophisticated investors of 42.42 million ordinary shares at an issue price of \$0.165 per share.

As the Institutional Placement shares will be issued after the Entitlement Offer Record Date, shares issued through the Institutional Placement will not be entitled to participate in the Entitlement Offer.

The allotment of the Institutional Placement shares is not subject to shareholder approval and falls within the Company's placement capacity under ASX Listing Rules 7.1 and 7.1A. 17.11 million Institutional Placement shares will be issued using the Company's placement capacity under ASX Listing Rule 7.1 and 25.31 million Institutional Placement Shares will be issued under ASX Listing Rule 7.1A.

### **Entitlement Offer**

In addition to the Institutional Placement, Eligible Shareholders (as defined below) will be offered the opportunity to participate in a pro-rata renounceable Entitlement Offer which will be on the same terms as the Institutional Placement, with pricing at \$0.165 per share.

The maximum number of shares to be issued under the Entitlement Offer is approximately 12.65 million shares to raise approximately \$2.1 million. Eligible Shareholders shall be entitled to subscribe for 1 new share for every 20 shares held on the Record Date.

The Entitlement Offer opens on 10 December 2019 and closes on 6 January 2020.

Trading of the Entitlements commences on 4 December 2019 and closes on 27 December 2019.

The Directors intend to take up all of their respective entitlements under the Entitlement Offer.

Full details of the Entitlement Offer are set out in the Prospectus which will be despatched to Eligible Shareholders with a personalised application form on 10 December 2019 and will be available from that date on the ASX website at [www.asx.com.au](http://www.asx.com.au). The Prospectus will also be on Peninsula's website at [www.pel.net.au](http://www.pel.net.au). A copy of the Prospectus will be lodged with ASX and ASIC on 2 December 2019.

*Key dates for Entitlement Offer*

Lodgement of Prospectus and Appendix 3B with ASIC and ASX	2 December 2019
Notice sent to Shareholders	3 December 2019
Entitlements commence trading on ASX	4 December 2019
Record Date	5 December 2019
Entitlement Offer opens	10 December 2019
Entitlements trading on ASX ends at close of trading	27 December 2019
Entitlement Offer closing date	6 January 2020
Announcement of results of Entitlement Offer	9 January 2020
Issue and allotment of New Shares under the Entitlement Offer, despatch of holding statements and lodgement of Appendix 2A	13 January 2020

These dates are indicative only and are subject to change. Peninsula reserves the right to vary these dates, including extending the closing date of the Entitlement Offer or accepting late applications, without prior notice but subject to the Corporations Act, ASX Listing Rules and other applicable laws.

*Eligible Shareholders*

Eligible Shareholders to the Entitlement Offer are those persons who:

1. are registered as a holder of fully paid ordinary shares in Peninsula as at the Record Date;
2. have a registered address on Peninsula's share register in Australia, New Zealand, Hong Kong, Singapore, Switzerland, Brazil, France, the United Kingdom or the United States; and
4. are eligible under all applicable securities laws to receive an offer under the Entitlement Offer.

*Shortfall*

Any shares in the Entitlement Offer not taken up by Eligible Shareholders will be shortfall shares and can be applied for by other eligible shareholders under a shortfall facility, in addition to their entitlement. The directors reserve the right to issue (or to not issue) the shortfall shares to any one or more Eligible Shareholders or third parties at their discretion, subject to the ASX Listing Rules and the Corporations Act. Full details of the shortfall facility are set out in the Prospectus.

**Use of Funds**

The funds raised (less costs) pursuant to the Institutional Placement and Entitlement Offer, together with existing cash reserves and proceeds from the sale of uranium, will be used for the following purposes:

- ongoing site operating costs at the Lance Projects, including retention of key staff;
- payment for purchases of uranium for delivery to customers under existing term contracts;
- low pH de-risking and optimisation activities at the Lance Projects;
- convertible note debt servicing; and
- general working capital purposes.

## Debt restructure

As announced on 25 November 2019, the Company has entered into binding agreements with its lenders which provides for an extension of the repayment date of the remaining principal outstanding under the Convertible Note Facilities to 22 April 2021, which is expected to be approximately US\$6 to US\$7 million. This assumes a partial monetisation transaction completes by 30 April 2020 and the proceeds, which are expected to be approximately US\$10 – US\$11 million, are applied in full against the current loan balance of US\$17 million. The arrangement also provides for variation of certain other terms of the Convertible Note Facilities (**Revised Loans**). One of the conditions of the Revised Loans is that the Company enhance its working capital position by at least A\$3 million (net) through the completion of an equity issue by 15 January 2020. This condition has been met through the successful completion of the Institutional Placement.

## Trading Halt / Suspension

This is the announcement that was referred to in the Company's request for a trading halt on 27 November 2019.

Yours Sincerely,



**Wayne Heili**  
Managing Director/CEO

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

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## About Peninsula Energy Limited

Peninsula Energy Limited (PEN) is an ASX listed uranium mining company which commenced in-situ recovery operations in 2015 at its 100% owned Lance Projects in Wyoming, USA. Following a positive feasibility study, Peninsula is embarking on a project transformation initiative at the Lance Projects to change from an alkaline ISR operation to a low pH ISR operation with the aim of aligning the operating performance and cost profile of the project with industry leading global uranium production projects.