

## Appendix 5B

# Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

### Name of entity

Peninsula Energy Limited

### ABN

62 062 409 303

### Quarter ended ("current quarter")

31 December 2019

Consolidated statement of cash flows	Current quarter \$US'000	Year to date (6 months) \$US'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	3,380
1.2 Payments for		
(a) exploration & evaluation	(206)	(295)
(b) development	(86)	(193)
(c) production	(1,748)	(3,853)
(d) administration and corporate costs	(350)	(618)
(e) staff costs	(318)	(652)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	14	30
1.5 Interest and other costs of finance paid	(526)	(599)
1.6 Income taxes paid	(271)	(271)
1.7 Other (purchases of uranium)	(1,203)	(1,203)
<b>1.8 Net cash from / (used in) operating activities</b>	<b>(4,694)</b>	<b>(4,274)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(6)	(43)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$US'000</b>	<b>Year to date (6 months) \$US'000</b>
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	12	155
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>6</b>	<b>112</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	4,785	4,785
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	(279)	(279)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(21)	(56)
3.7	Transaction costs related to loans and borrowings	(10)	(39)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>4,475</b>	<b>4,411</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	9,011	8,547
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(4,694)	(4,274)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	6	112
4.4	Net cash from / (used in) financing activities (item 3.10 above)	4,475	4,411
4.5	Effect of movement in exchange rates on cash held	(3)	(1)
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>8,795</b>	<b>8,795</b>

5. <b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$US'000	Previous quarter \$US'000
5.1 Bank balances	5,492	5,739
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (Security Deposits)	3,303	3,272
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>8,795</b>	<b>9,011</b>

6. <b>Payments to directors of the entity and their associates</b>	Current quarter \$US'000
6.1 Aggregate amount of payments to these parties included in item 1.2	212
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

Payment of Directors' Fees and payments to Executive Directors under respective service agreements.

7. <b>Payments to related entities of the entity and their associates</b>	Current quarter \$US'000
7.1 Aggregate amount of payments to these parties included in item 1.2	-
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

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<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$US'000</b>	<b>Amount drawn at quarter end \$US'000</b>
8.1 Loan facilities	17,000	17,000
8.2 Credit standby arrangements	Nil	Nil
8.3 Other (please specify)	Nil	Nil
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

**Loan facilities:**

On 25 November 2019, the Company signed agreements with the holders of convertible notes to amend the convertible loan facility whereby:

- Cash proceeds of contract monetisation applied to reduce the existing principal amount;
- Extension of repayment date to 22 April 2021 (single payment) if the monetisation completes by 30 April 2020 (in the unlikely event that it does not, the repayment date will be 31 October 2020);
- Term loan with no convertible component;
- Coupon reduced to 10% per annum (previously 12%), payable quarterly in cash;
- Arrangement fee of 2%, capitalised against the principal amount;
- Financial undertakings reduced to sole requirement that Peninsula maintain a minimum A\$1.0m cash balance;
- Effective commencement date of 3 February 2020; and
- Secured.

Loan facilities exclude miscellaneous hire purchase agreements and mortgages.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$US'000</b>
9.1 Exploration and evaluation	100
9.2 Development	200
9.3 Production & Low pH De-risking / Optimisation	2,300
9.4 Administration and corporate costs	450
9.5 Staff costs	550
9.6 Debt repayments (US mortgage, finance leases)	20
9.7 Convertible note transaction costs/coupons	600
9.8 Uranium purchases	-
9.9 Other (Entitlements Offer proceeds)	(640)
<b>9.10 Total estimated cash outflows (net)</b>	<b>3,580</b>

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10.	Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1	Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced		Note that joint venture partner consent has been requested to withdraw applications on various mining and prospecting rights in South Africa		
10.2	Interests in mining tenements and petroleum tenements acquired or increased				

**Compliance statement**

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.



Sign here:

(Company Secretary)

Date: 31 January 2020

Print name: Jonathan Whyte

**Notes**

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.