



4 June 2020

Companies Announcement Office  
Via Electronic Lodgement

Dear Optionholder,

### **PARTICIPATION IN RENOUNCEABLE ENTITLEMENT OFFER**

On 4 June 2020, Peninsula Energy Limited (**Peninsula**) announced that it will be offering eligible shareholders the opportunity to acquire fully paid ordinary shares in the capital of Peninsula (**New Shares**) via a pro rata renounceable entitlement offer on the basis of 9 New Shares for every 5 shares held by shareholders registered at 7.00 pm (AEST) on 10 June 2020 (**Record Date**) at an issue price of A\$0.071 per New Share (**Entitlement Offer**).

The maximum number of New Shares which will be issued under the Entitlement Offer is 567,082,271 New Shares to raise approximately A\$40.3 million.

The New Shares to be issued under the Entitlement Offer will rank equally with existing shares. The Company has applied to ASX for the new shares to be listed. Fractional entitlements will be rounded up to the nearest whole number.

The Entitlement Offer is fully underwritten by Canaccord Genuity (Australia) Limited (**Canaccord or Underwriter**), who is also acting as lead manager and bookrunner. The Entitlement Offer is co-managed by Euroz Securities Limited. Canaccord (as underwriter) has entered into sub-underwriting arrangements with a number of persons to sub-underwrite the majority of the underwritten amount.

### **Use of funds**

The funds raised under the Entitlement Offer, net of expenses, together with existing cash reserves and proceeds from the sale of uranium and existing cash reserves will be used for the following purposes:

- repayment in full of the existing term debt that has a current face value of US\$16.821 million;
- payment of interest accrued under the term debt facility from the period of 1 April 2020 through to the date of debt repayment;
- general working capital purposes including progression of the low pH de-risking and optimisation activities through additional column leach testing and operation of the new low pH field demonstration; and
- early preparation activities for the planned transition to low pH operations, including deep disposal well modifications, process plant modifications and wellfield conversion.

### **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;

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Peninsula Energy Limited – ABN 67 062 409 303

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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
3. are eligible under all applicable securities laws to receive an offer under the Entitlement Offer.

### Optionholder participation

There is no inherent right in your options to participate in the Entitlement Offer. The purpose of this letter is to give you notice prior to the Record Date in which you may exercise your options should you wish to participate in the Entitlement Offer.

Accordingly, if you wish to participate in the Entitlement Offer and (to the extent of any shares which would be issued upon exercise of your options) you are, or would be an Eligible Shareholder, you must exercise your options in time for shares to be allotted to you before the Record Date. To ensure that the shares to be issued to you upon exercise of your options are allotted and issued before the Record Date, your notice of exercise of option (Notice of Exercise) together with your cheque for the relevant application money must be received by Peninsula by no later than 5.00 pm (Perth time) on 24 June 2020. Any shares to be issued in relation to a Notice of Exercise received after this date cannot be assured of being allotted and issued before the Record Date.

Should any optionholder wish to exercise their options by way of direct debit to Peninsula's bank account, please contact Peninsula's share registry prior to the Record Date on 1300 222 378 (within Australia) or +61 1300 222 378 (outside Australia).

If you do not wish to participate in the Entitlement Offer (in respect of your options) you do not need to take any action.

### Prospectus

The Entitlement Offer is being made under a prospectus in accordance with section 713 of the *Corporations Act 2001* (Cth) (**Corporations Act**) (**Prospectus**). The Prospectus was lodged with ASIC and the ASX.

This letter is not an offer document but rather an advance notice of some key terms and conditions of the Entitlement Offer. Full details of the Entitlement Offer are set out in the Prospectus.

A Prospectus with a personalised application form which contains details of your entitlement, will be despatched to the Eligible Shareholders on 15 June 2020 and will be available from that date on the ASX website at [www.asx.com.au](http://www.asx.com.au) and on Peninsula's website at [www.pel.net.au](http://www.pel.net.au).

You should read all of the Prospectus carefully before deciding whether to participate in the Entitlement Offer.

### Action required by Eligible Shareholders

Your entitlement may have value and it is important you determine whether to (in whole or in part) take up, sell or do nothing in respect of your entitlement.

**Take up an entitlement:** If you wish to take up all or part of your entitlement, you will need to complete and return the application form together with the requisition application monies, or alternatively pay your application monies via BPAY® by following the instructions set out on the application form. In each case, applications and application monies must be received **by no later than 5.00 pm (AEST) on 24 June 2020 (Closing Date)**.

**Take up more than your entitlement:** If you wish to apply for more Shares than your Entitlement you will need to complete the relevant section of the Application Form (titled "Additional New Shares") and return it, together with the necessary Application Money to the Company in accordance with the instructions in this Prospectus and on the Application Form.

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**Sell an entitlement:** There are a number of ways in which you can sell all or part of your entitlement, each of which may result in different value for entitlements sold:

1. If you wish to sell all of your entitlement on ASX, you should instruct your stockbroker personally and provide them with details they request as set out on your application form. Entitlements can be sold on ASX from 9 June 2020 to 17 June 2020.
2. If you wish to take up part of your entitlement and sell the balance on ASX, you need to:
  - in respect of the part of your entitlement you are taking up, complete and return the application form with the requisite application monies (or pay your application monies via BPAY by following the instructions set out on the application form); and
  - in respect of entitlements to be sold on ASX, you should instruct your stockbroker personally and provide them with the details they request as set out on your application form.
3. If you wish to transfer all or part of your entitlement other than on ASX, you will need to complete and return a Renunciation and Transfer form (which can be obtained by contacting Peninsula's share registry or your stockbroker) together with the application form and the transferee's application monies to the Peninsula share registry **by no later than 5.00 pm (AEST) on 24 June 2020**. You may only transfer your Entitlement in this way to a purchaser whose address is in Australia, New Zealand, Brazil, France, Hong Kong, Singapore, Switzerland, the United Kingdom or the United States.

Please note you may incur brokerage if you choose to sell your entitlement on ASX. Eligible Shareholders who sell their entitlement before receiving confirmation of their entitlement in the personalised application form do so at their own risk.

**Do nothing:** Entitlements not taken up, sold or transferred will lapse. The tax consequences from selling your entitlement or from doing nothing may be different. Before selling your entitlement or choosing to do nothing in respect of your entitlement, you should seek your own tax advice.

### 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, and subject to the ASX Listing Rules and the Corporations Act. Full details of the shortfall facility are set out in the Prospectus.

### Capital Structure

A comparative table of changes in the capital structure of the Company as a consequence of the Entitlement Offer is set out below:

Shares	
Shares on issue as at the date of the Prospectus	315,045,706
New Shares issued under the Entitlement Offer	567,082,271
Total Shares on issue after completion of the Entitlement Offer	882,127,977

## Key dates for Eligible Shareholders

Lodgement of Prospectus and Appendix 3B with ASIC and ASX	Thursday, 4 June 2020
Entitlements commence trading on ASX	(from market open) Tuesday, 9 June 2020
Record Date	Wednesday, 10 June 2020
Dispatch of Prospectus, Application Form and Letters to Ineligible Shareholders and an ASX announcement that this has been done	Monday, 15 June 2020
Entitlement Offer Opening Date	Monday, 15 June 2020
Entitlements trading on ASX ends at close of trading	Wednesday, 17 June 2020
Entitlement Offer Closing Date	Wednesday, 24 June 2020
Announcement of results of Entitlement Offer	Monday, 29 June 2020
Issue and allotment of New Shares under the Entitlement Offer	Tuesday, 30 June 2020
Lodgement of Appendix 2A to apply for quotation of the New Shares	Tuesday, 30 June 2020
New Shares commence trading on a normal settlement basis	Wednesday, 1 July 2020
Dispatch of holding statements	Thursday, 2 July 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.

Peninsula also reserves the right to withdraw the Entitlement Offer at any time, in which case Peninsula will refund application monies (being the amount paid for New Shares applied for on a duly completed application form) in accordance with the Corporations Act and will do so without interest.

### Further details

For further information on the Entitlement Offer you should contact the Peninsula's share registry by telephone on 1300 222 378 (within Australia) or +61 1300 222 378 (outside Australia) or consult your professional adviser.

Yours sincerely



**Jonathan Whyte**  
Joint Company Secretary